

## FAQs - Operation Management

### 1. What initiatives has Bosideng undertaken regarding the product carbon footprint? What are the future plans?

Bosideng has conducted carbon footprint accounting for core products and for the manufacturing stage. The Group has also worked with professional institutions to advance product carbon footprint certification. Multiple products have already obtained carbon footprint certification from the China Quality Certification Centre (CQC), and have achieved carbon-neutral status. Bosideng continues to have in-depth cooperation with the China National Textile and Apparel Council and participates in the preparation of the “Carbon Footprint Management System for the Textile and Apparel Industry” standard. The Group is planning to establish a comprehensive enterprise carbon footprint assessment and management system covering the full lifecycle from raw material extraction to product delivery.

At the same time, the Group keeps developing reduction pathways for Scope 3 emissions and clarifying the key reduction levers and expected outcomes across raw materials, manufacturing, and logistics, promoting systemic, lifecycle-based decarbonization. In 2025, Bosideng continues to support suppliers in developing decarbonization plans, phasing out coal-fired equipment in the supply chain, accelerating clean energy adoption, and promoting sustainable processes such as low-energy, low-water dyeing and non-fluorinated refrigeration. These measures help suppliers improve energy efficiency and build decarbonization capacity. In FY2024/25, Bosideng supported upstream factories in deploying photovoltaic systems, generating 1,329 MWh of electricity annually to support supply-chain decarbonization. The Group is also extending energy-saving and emission-reduction measures to Tier 2 and Tier 3 suppliers across raw-material procurement and manufacturing. These measures include streamlining production processes for fabrics and trims, eliminating unnecessary steps, combining operations, reducing production time, energy use, and material waste. The Group also drives equipment upgrades and digital transformation, introducing automated filling and sewing machines to reduce down waste, increase production efficiency, and lower electricity consumption. For raw materials, the Group promotes the use of recycled polyester and high-quality down to reduce the energy burden of virgin resource extraction and lower material intensity. It also offers regular supplier training programs on energy conservation and emissions reduction to improve operational practices and raise awareness.

Going forward, the Group will continue expanding product certification coverage. It will also use a platform-based approach to centrally manage carbon-footprint data and analyse emission-reduction results across all product categories. Meanwhile, it will strengthen collaboration with suppliers to drive further systemic decarbonization and low-carbon transformation in product development.

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