Sustainable Procurement Policy

Hyosung Advanced Materials faithfully strives to fulfill our economic, social and environmental responsibilities to create a CSE(Creating Social Eco-system) in close cooperation with not only its employees, but also suppliers and its employees, agencies and agents, subcontractors in purchasing activities to minimize the negative impacts of our business with the following principles.

- 1. We select suppliers who have the capability and willingness to respond to climate change as well as to prevent negative environmental impacts derive from such as water, soil, air pollution, and biodiversity.
- 2. We select suppliers who fulfill social responsibilities in the workplace ensuring compliance with the International Labor Organization's labor standards, diversity protection, human rights protection and ethical management.
- 3. We select suppliers that do not purchase raw materials and materials in conflict mineral areas and practices responsible mineral procurement within their upstream.
- 4. We select suppliers who consider the safety of workers as well as their products' users.
- 5. We conduct regular evaluation and monitoring activities for the selected suppliers including the on-site audits on suppliers that are classified as high-risk groups to faithfully implement this policy.