SUSTAINABILITY STATEMENT

ABOUT THE STATEMENT

As Sanichi Technology Berhad ("Sanichi" or "the Company") continues to manage its business activities, sustainability remains an important consideration in guiding corporate direction, governance practices and stakeholder accountability. The Company recognises that ethical business conduct, responsible leadership and sound corporate governance are important in supporting long-term value creation.

This Sustainability Statement ("Statement") outlines Sanichi's approach to managing material sustainability matters, including governance, environmental and social aspects relevant to its business activities during the financial year ended 31 March 2026 ("FYE 2026").

SCOPE OF STATEMENT

This Sustainability Statement covers the 12-month reporting period from 1 April 2025 to 31 March 2026, in line with Sanichi's financial period.

The reporting scope has been determined based on the Company's operational structure during FYE 2026. Environmental and social data relating to the precision mould manufacturing operations are reported based on available records during FYE 2026, taking into consideration the ongoing restructuring of the manufacturing business to streamline operations and business processes. For the Company's continuing real estate-related activities, investment holding and corporate functions, sustainability disclosures are reported for the full financial year, unless otherwise stated.

REPORTING FRAMEWORKS

This Sustainability Statement has been prepared in accordance with the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad and with reference to the Bursa Malaysia Sustainability Reporting Guide.

Sanichi continues to enhance its sustainability reporting practices progressively, taking into consideration the Company's business transition, reporting scope and availability of data. The Company remains committed to providing transparent and meaningful disclosures on its material sustainability matters, performance indicators and key areas of focus.

As sustainability reporting requirements and stakeholder expectations continue to evolve, Sanichi will continue to review and improve its reporting approach to strengthen the quality, consistency and completeness of its disclosures.

REPORTING LIMITATIONS

This Statement may include forward-looking statements relating to the Company's future plans, areas of focus and intended actions, together with information on its current and past activities. While the Company has prepared these statements based on reasonable assumptions and information available at the time of reporting, they should not be regarded as guarantees of future performance, outcomes or commitments. Actual results may differ due to changes in the Company's business direction, operating environment, regulatory requirements, market conditions and available resources. These statements are intended to provide stakeholders with context on the Company's approach and direction in managing key Environmental, Economic, Social and Governance ("EESG") matters during FYE 2026.

ASSURANCE

This Statement has not been subjected to external assurance for FYE 2026. The information presented in this Statement has been prepared based on internal data collection and supporting records. The Statement was also internally reviewed by the Sustainability Committee and approved by the Board of Directors prior to publication.

While external assurance has not been obtained for the current reporting period, the Company acknowledges the importance of data reliability and will continue to strengthen its internal reporting and data management processes.

SUSTAINABILITY STATEMENT
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GROUP OVERVIEW AND CORPORATE STRUCTURE

Sanichi was incorporated in Malaysia in 2004 and was historically involved in the design and fabrication of precision plastic injection moulds and tooling for the automotive sector. The Company's manufacturing operations were previously carried out at its facility in Senai, Johor, with overseas presence through its Thailand operation.

Sanichi's sustainability reporting boundary for FYE 2026 reflects the operational status of its subsidiaries during the reporting period, as summarised below:

Subsidiary	Status	Key Notes
Sanichi Precision Mould Sdn Bhd	Active (Restructured)	The precision mould manufacturing business is undergoing restructuring to streamline manufacturing operations and business processes. Acquired 224 units from Sanichi Property Sdn Bhd. Now principally a real estate holding entity.
Sanichi Capital Sdn Bhd	Active	Holds a 12-storey office building in Bangsar South here for RM46 million. The Ikhlas Point is located at The Horizon and has a floor area of 5,021 square metres.
Sanichi Property Sdn Bhd	Disposed	Disposed of on 26 November 2025. Prior to disposal, 224 units were transferred to Sanichi Precision Mould Sdn Bhd.
Asia Pinnacle Sdn Bhd	Dormant	No operational activity during FY2026. Excluded from sustainability reporting boundary.
Sanichi Glove Sdn Bhd	Dormant/Strike-off	Strike-off application submitted in February 2026 was approved and gazetted on 8 June 2026.
Bina Bicara Sdn Bhd	Dormant/Strike-off	Strike-off application submitted in March 2026. Awaiting regulatory approval.
Sanichi Asset Management Sdn Bhd	Dormant	Dormant. Excluded from sustainability reporting boundary.
Air King (M) Sdn Bhd	Dormant	Dormant. Excluded from sustainability reporting boundary.
Asia Glare Pte Ltd (Singapore)	Dormant	Dormant Singapore incorporated entity. Excluded from sustainability reporting boundary.
Sanichi Mould (Thailand) Co. Ltd	Dormant	Dormant Thailand subsidiary. Excluded from sustainability reporting boundary.
EC Victory Sdn Bhd	Dormant	Dormant. Excluded from sustainability reporting boundary.

For FYE 2026, sustainability data relating to the precision mould manufacturing operations are reported based on available operational records during the reporting period. Sustainability disclosures for the continuing real estate, investment holding and corporate functions are reported based on the Company's ongoing operations during the financial year. Dormant subsidiaries are excluded from quantitative sustainability reporting, except where disclosure is relevant to the Company's overall corporate structure.

OUR SUSTAINABILITY APPROACH

The Company's sustainability approach is guided by EESG considerations that are relevant to its current business activities, operating scale and reporting requirements.

During FYE 2026, the Company continued to operate within a period of business transition, with a greater focus on real estate, investment holding and corporate functions. As such, the Company adopts a practical and proportionate approach to sustainability, focusing on maintaining regulatory compliance, monitoring key environmental and social data where applicable, and upholding sound governance practices.

SUSTAINABILITY STATEMENT
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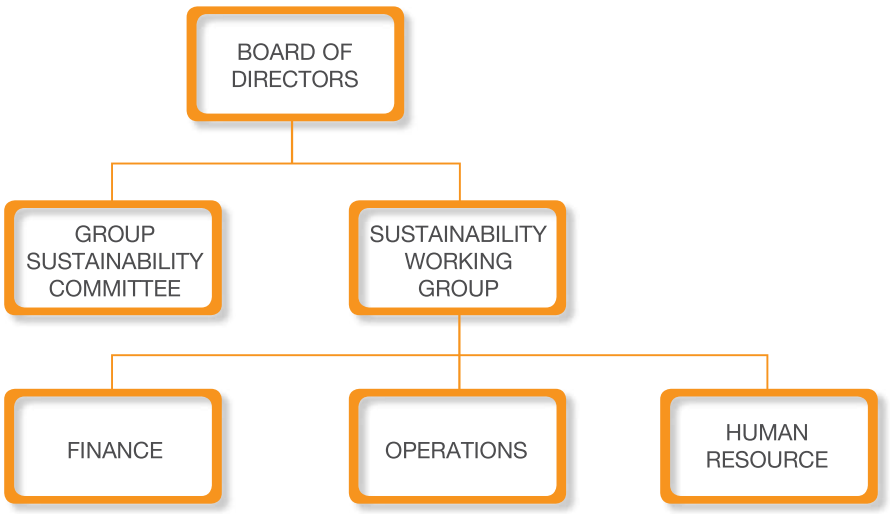
The Company recognises that its sustainability practices remain developing and are aligned with the nature of its current operations. The Company will continue to review its sustainability priorities as its business direction, operational needs and stakeholder expectations evolve.

SUSTAINABILITY GOVERNANCE STRUCTURE

The Company recognises that clear governance is important in supporting the management and reporting of sustainability matters. The sustainability governance structure provides a practical framework for overseeing EESG matters, coordinating sustainability-related data and ensuring that relevant information is reviewed for reporting purposes.

The Board of Directors provides overall oversight of the Company's sustainability direction, while the Company Sustainability Committee and Sustainability Working Group support the coordination of sustainability matters across relevant functions. Finance, Operations and Human Resource provide the necessary data, records and departmental input to support the preparation of the Sustainability Statement.

The structure below outlines the Company's sustainability governance arrangement for FYE 2026. The roles and responsibilities of each function are set out after the chart.



Sustainability Corporate Structure	Roles and Responsibilities
Board of Directors	Responsible for the Company's overall strategy and governance, including oversight of financial and non-financial performance reporting. The Board reviews and approves the Company's EESG and sustainability direction, material sustainability matters and Sustainability Statement.
Group Sustainability Committee	Supports the Board in overseeing the Company's sustainability matters, including reviewing material EESG topics, monitoring sustainability-related performance and ensuring that sustainability disclosures are aligned with the Company's business activities and reporting requirements.
Sustainability Working Group	Coordinates the day-to-day sustainability reporting process, including data collection, consolidation and verification with relevant departments. The Working Group also supports the implementation of sustainability-related tasks and prepares information required for the Sustainability Statement.

SUSTAINABILITY STATEMENT
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STAKEHOLDER ENGAGEMENT

Sanichi engages with its stakeholders to better understand matters that may affect its business activities, operating scale and stakeholder interests. For FYE 2026, the stakeholder engagement process was reviewed to reflect the Company's current business direction and sustainability reporting requirements.

Feedback and input from relevant stakeholder groups were considered as part of the materiality assessment process. These engagements support the Company in identifying key EESG matters, understanding stakeholder expectations and prioritising areas that are relevant to its sustainability disclosures.

The Company will continue to maintain practical engagement channels with its stakeholders, including Management, employees, shareholders and investors, customers, suppliers, regulators and local communities, where applicable.

Stakeholder Group	Areas of Concern	Method of Engagement	Frequency of Engagement
Management	Business direction, operational performance, profitability, sustainability, compliance, risk management and financial performance	Board meetings, management discussions and quarterly reviews	Quarterly/ Annually
Employees	Working conditions, occupational health and safety, fair performance evaluation, employee benefits, training and development	Staff meetings, internal communication, surveys and training sessions	Monthly/ Annually
Shareholders and Investors	Return on investment, profitability, financial reporting, corporate governance and transparency	General meetings, annual reports, quarterly financial results and corporate announcements	Quarterly/ Annually
Customers	Service quality, pricing, availability, safety standards, business ethics and customer satisfaction	Direct communication and website	Monthly/ Quarterly
Suppliers and Service Providers	Payment terms, service quality, delivery schedules, long-term business relationships and compliance requirements	Supplier meetings, service reviews, contract negotiations and procurement communication	Biannually/ Annually
Government and Regulatory Authorities	Regulatory compliance, environmental matters, labour practices, statutory reporting and corporate governance	Regulatory submissions, audits, inspections, consultations and compliance reporting	Annually/ As required
Local Communities	Employment opportunities, environmental impact, local sourcing and contribution to community development	Community engagement	As required

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MATERIALITY ASSESSMENT

The Company conducted a materiality assessment to identify EESG matters that are relevant to its current business activities, operating scale and stakeholder interests. For FYE 2026, the assessment was reviewed to reflect the Company's business transition, changes in its operating structure and the sustainability matters applicable to its continuing operations.

The material matters were identified based on their relevance to the Company and its stakeholders through internal review, management input and stakeholder feedback obtained during the reporting period. The assessment also considered the Company's current business direction, regulatory requirements and sustainability disclosure expectations.

The identified material matters were subsequently prioritised and validated to ensure that they remain relevant to the Company's sustainability reporting and management approach.

Selection of Key Sustainability Matters

1. Identification

The Company reviewed its business activities, operating environment and stakeholder expectations to identify sustainability matters that may be relevant to its operations. The identification process considered internal inputs, stakeholder feedback, applicable regulatory requirements, Bursa Malaysia's sustainability disclosure expectations and general sustainability matters commonly relevant to companies with real estate, investment holding and corporate functions.

The review also took into account the Company's operational changes during FYE 2026 to ensure that the selected matters remain appropriate to its current business context.

2. Prioritisation

Following the identification process, the material matters were assessed based on their significance to the Company and their importance to stakeholders. Consideration was also given to the potential financial impact of each matter, as well as its relevance to the Company's EESG pillars.

This process enabled the Company to prioritise sustainability matters that require monitoring and disclosure, while ensuring that the assessment remains proportionate to the Company's current scale of operations and available resources.

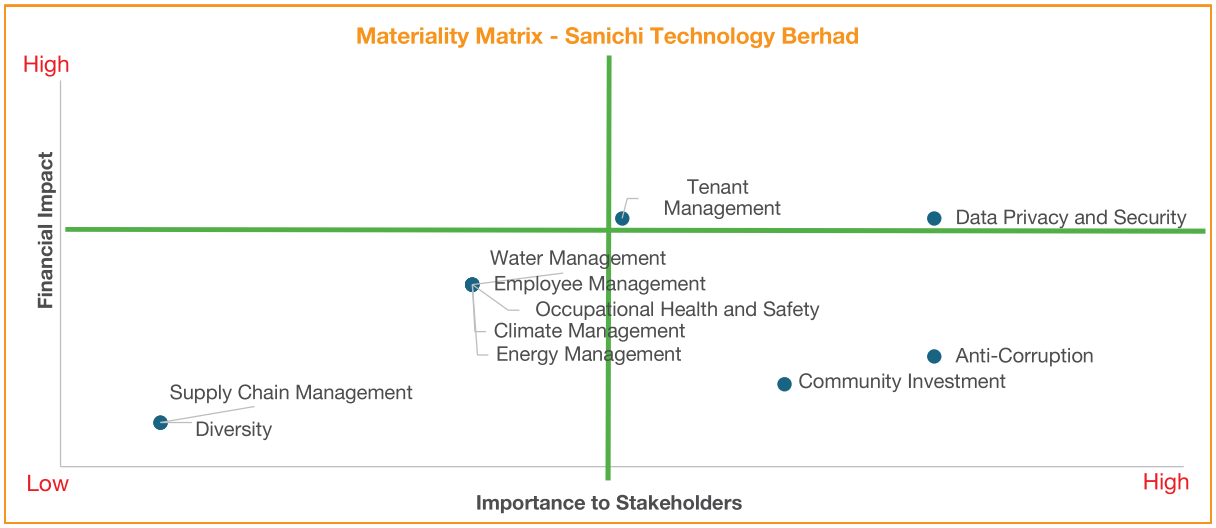
Based on the assessment, the following eleven (11) material matters were identified:

1. Anti-Corruption
2. Data Privacy and Security
3. Diversity
4. Supply Chain Management
5. Employee Management
6. Occupational Health and Safety
7. Community Investment
8. Energy Management
9. Climate Management
10. Water Management
11. Tenant Management

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3. Validation

The outcomes of the prioritisation process were reviewed and validated by Management to ensure alignment with the Company's business direction, reporting scope and sustainability approach for FYE 2026. The identified material matters have been grouped under the Company's EESG pillars and will guide the Company's sustainability disclosures, stakeholder engagement and internal monitoring moving forward. The Company will continue to review its material matters periodically to reflect changes in its business environment, operating structure and stakeholder expectations.



MATERIAL MATTERS

EESG Pillar	Material Matter	Description
Economic	Supply Chain Management	Managing procurement and supplier relationships in a responsible and practical manner to support business continuity, cost efficiency and compliance with the Company's requirements.
	Tenant Management	Managing tenant relationships, occupancy-related matters and property-related expectations to support the Company's real estate operations and long-term asset value.
Environmental	Energy Management	Monitoring electricity and fuel consumption where applicable, with the aim of understanding the Company's energy use and identifying areas for better resource management.
	Climate Management	Monitoring greenhouse gas emissions and climate-related considerations that may affect the Company's operations, regulatory compliance and business resilience.
	Water Management	Tracking water consumption and promoting responsible water use in line with the nature and scale of the Company's operations.

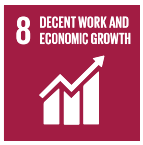
SUSTAINABILITY STATEMENT
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EESG Pillar	Material Matter	Description
Social 	Employee Management	Managing employee-related matters, including workforce composition, retention, training and general employment practices.
	Diversity	Promoting fair and respectful workplace practices by monitoring workforce diversity across relevant employee categories.
	Occupational Health and Safety	Maintaining a safe working environment and monitoring workplace safety performance in accordance with applicable requirements.
	Community Investment	Supporting community-related contributions or activities where relevant and within the Company's available resources.
Governance 	Anti-Corruption	Upholding ethical business conduct and maintaining controls to prevent bribery, corruption and improper business practices.
	Data Privacy and Security	Safeguarding personal and business information through appropriate data protection and confidentiality practices.

ALIGNMENT WITH UN SUSTAINABLE DEVELOPMENT GOALS

Sanichi recognises the importance of aligning its sustainability disclosures with broader global sustainability priorities. For FYE 2026, the Company has mapped its identified material matters to selected United Nations Sustainable Development Goals ("UNSDGs") that are relevant to its current business activities, operating scale and stakeholder interests.

This mapping provides a clearer view of how the Company's EESG matters relate to wider sustainability objectives. The alignment is intended to serve as a reference for reporting purposes and to support the Company's ongoing monitoring of key sustainability areas, including governance, resource management, employee practices, community matters and responsible business conduct.

Relevant UNSDGs	Alignment Description
SDG 8: Decent Work and Economic Growth 	**Tenant Management:** Supports the responsible management of tenant relationships, occupancy matters and property-related requirements in line with the Company's real estate activities. **Employee Management:** Supports fair employment practices, workforce monitoring, training and employee-related management in line with the Company's internal policies and applicable employment requirements.
SDG 12: Responsible Consumption and Production 	Encourages monitoring of energy consumption and promotes more efficient use of electricity and fuel where applicable.
SDG 13: Climate Action 	Supports the monitoring of greenhouse gas emissions and climate-related matters relevant to the Company's operations.

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GOVERNANCE MATTERS

The Company recognises that sound governance is essential in supporting accountability, regulatory compliance and responsible business conduct. During FYE 2026, the Company continued to uphold governance practices that are relevant to its current operations and reporting requirements, with emphasis on ethical conduct, anti-corruption, data privacy, risk oversight and transparency.

Governance matters are managed through the Company's internal policies, Board oversight and established reporting channels. These practices help the Company maintain stakeholder confidence, support compliance with applicable laws and regulations, and provide a foundation for responsible decision-making across its business activities.

ANTI-BRIBERY AND ANTI-CORRUPTION

The Company is committed to conducting its business in an ethical, transparent and responsible manner. This is supported by the Company's Anti-Bribery and Corruption ("ABAC") Policy, which sets out guidance to prevent bribery and corrupt practices across Sanichi's business activities. The Policy applies to all Directors, employees and associated third parties, including suppliers, contractors, agents, consultants and other business partners.

The Company adopts a zero-tolerance approach to bribery and corruption. All business dealings are expected to be conducted honestly, fairly and with integrity, in compliance with applicable laws, including the Malaysian Anti-Corruption Commission Act 2009 and the Malaysian Anti-Corruption Commission (Amendment) Act 2018.

The Policy covers key areas such as gifts, hospitality and entertainment, facilitation payments, donations, sponsorships, political contributions, conflict of interest, dealings with third parties, reporting channels and record-keeping. Employees and associated third parties are required to avoid any conduct that may give rise to bribery, corruption or improper business advantage.

For FYE 2026, the Company recorded no substantiated complaints relating to bribery, corruption or gift-giving, and there were no confirmed incidents of corruption requiring action. During the reporting period, 14 employees received anti-corruption training, supporting awareness of ethical conduct, the Company's ABAC Policy and the importance of preventing bribery and corruption in business dealings. However, the Company has not conducted a formal standalone corruption risk assessment during the reporting period.

Nevertheless, corruption-related matters continue to be managed through its internal governance practices, approval procedures, ABAC Policy and reporting channels.

WHISTLEBLOWING POLICY

The Company maintains a Whistle Blowing Policy to support sound corporate governance, business integrity and accountability. The Policy provides employees and members of the public with a formal channel to report improper conduct, including fraud, breaches of policies or laws, bribery or corruption, abuse of power, conflict of interest, insider trading, criminal breach of trust, sexual harassment, misuse of confidential information and other wrongdoing. Reports made in good faith are treated confidentially, and whistleblowers are protected from adverse action, provided that the disclosure is made without malice.

Whistleblowing reports may be submitted by mail to the immediate superior, Managing Director and Executive Director or, where reporting to Management is not appropriate, to the Audit Committee Chairman. All reports will be reviewed and investigated in accordance with the Policy, with recommended actions submitted to the Audit Committee where necessary. For FYE 2026, the Company continued to maintain its whistleblowing mechanism as part of its governance framework to support ethical conduct and responsible reporting. During the reporting period, there were no reported whistleblowing cases requiring investigation or escalation to the Audit Committee.

SUSTAINABILITY STATEMENT
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DATA PRIVACY AND SECURITY

The Company recognises the importance of safeguarding personal, business and confidential information in the course of its operations. The Company is guided by the requirements of the Personal Data Protection Act 2010 ("PDPA") and maintains appropriate controls over the handling, storage and access of sensitive information.

Sanichi maintains controls over the handling and storage of confidential information, including property-related documents, purchaser information, design records and financial documents, to support confidentiality and proper information management. These measures support the Company's efforts to protect information confidentiality and reduce the risk of unauthorised access, misuse or disclosure.

During FYE 2026, the Company recorded zero substantiated complaints concerning breaches of customer privacy or loss of customer data. The Company will continue to monitor its data privacy practices in line with its operational needs and applicable regulatory requirements.

Indicator	FPE 2024	FYE 2025	FYE 2026
Substantiated complaints — breaches of customer privacy/data loss	0	0	0

ECONOMIC MATTERS

The Company recognises that economic sustainability is important in supporting business continuity, operational resilience and long-term stakeholder value. During FYE 2026, the Company's economic matters were mainly focused on areas relevant to its current business activities, including supply chain management and tenant management.

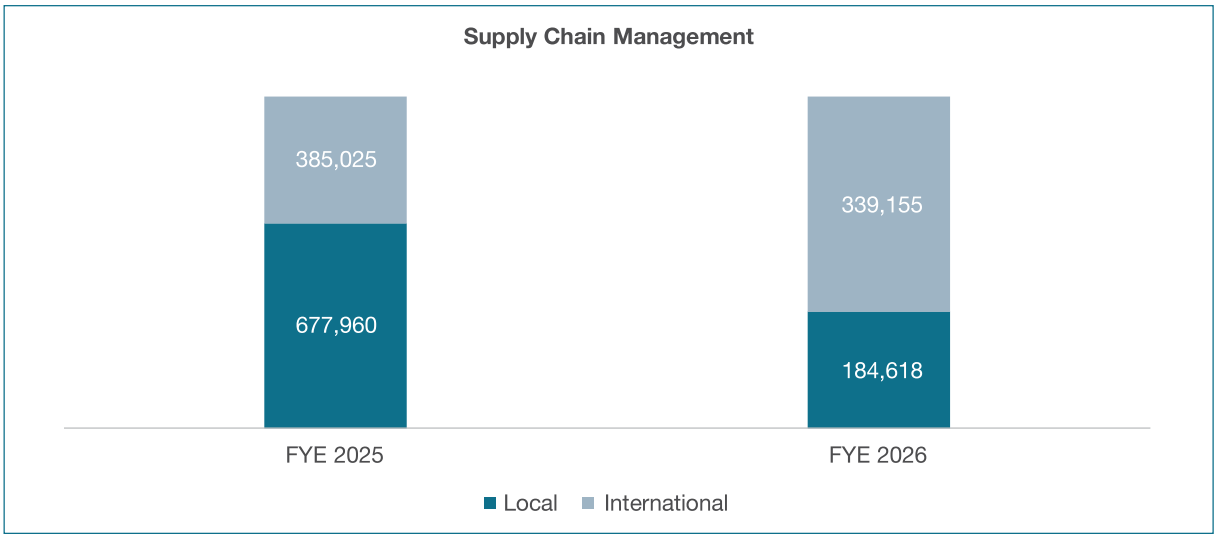
The Company adopts a practical approach in managing economic matters by maintaining responsible business relationships, supporting compliance with contractual requirements and ensuring that key operational matters are monitored in line with its business scale and available resources.

SUPPLY CHAIN MANAGEMENT

The Company acknowledges that supply chain management is important in supporting business continuity, cost management and operational reliability. During FYE 2026, the Company's procurement activities were mainly related to its current business needs, including property-related services, professional services, general corporate services and other operational support. Sanichi engages suppliers and service providers based on practical considerations such as service availability, pricing, technical capability, reliability and compliance with relevant requirements. Where possible, the Company works with local suppliers and service providers to support operational efficiency and accessibility.

In FYE 2026, expenditure on local suppliers decreased from RM677,959.62 in FYE 2025 to RM184,618.29. Expenditure on international suppliers also decreased, from RM385,024.92 to RM339,154.92. The change in the distribution of supplier spending was mainly attributable to the nature and sourcing requirements of the goods and services procured during the reporting period.

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Supply Chain Indicator	FYE 2025	FYE 2026
Proportion of spend on local suppliers	677,960	184,618
Proportion of spend on international suppliers	385,025	339,155

TENANT MANAGEMENT

Tenant management is relevant to Sanichi's real estate-related activities, particularly in relation to the management of Sanichi Tower, Tower 11, Avenue 5, Bangsar South. The Company maintains tenant records to monitor occupancy, tenancy periods and space utilisation within the building.

For FYE 2026, Sanichi Tower recorded a total floor area of 37,632 sq ft, with an occupancy rate of 92%. The building comprises a mix of external tenants and spaces used internally by Sanichi Capital Sdn. Bhd. for office, event hall and management office purposes. One floor remained vacant during the reporting period.

The Company will continue to monitor tenancy arrangements, occupancy status and tenant-related records as part of its property management and sustainability disclosure process.

ENVIRONMENTAL MATTERS

The Company acknowledges the importance of managing environmental matters in a responsible and proportionate manner. Given the nature and scale of its current operations, the Company focuses on monitoring key environmental indicators, including energy consumption, greenhouse gas emissions, water usage and waste generation where applicable.

For FYE 2026, the Company continued to track relevant environmental data to support sustainability reporting and regulatory disclosure requirements. The Company will continue to review its environmental management approach in line with its operating needs, business direction and available resources.

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EMISSION MANAGEMENT

Sanichi manages emissions by monitoring Scope 1, Scope 2 and relevant Scope 3 Greenhouse Gas ("GHG") emissions arising from its operations, where applicable. For FYE 2026, the Company's emissions were mainly associated with fuel consumption, purchased electricity and selected indirect activities such as employee commuting and business travel.

The Company's emissions reporting is prepared based on available operational data and relevant emission factors, including industry-recognised sources such as the UK Government GHG Conversion Factors for Company Reporting and the applicable electricity grid emission factor. This allows the Company to track its emissions profile and provide stakeholders with a clearer view of its environmental impact during the reporting period.

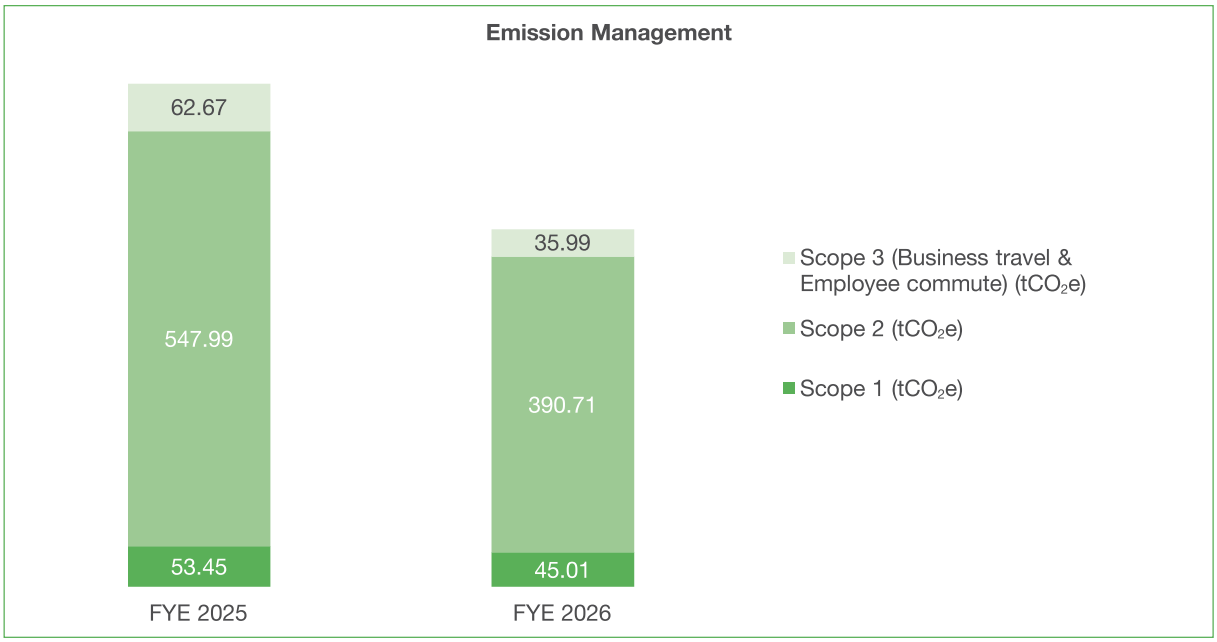
For reporting purposes, the Company's GHG emissions are categorised as follows:

Scope	Description
Scope 1	Direct emissions from sources owned or controlled by the Company, including fuel consumption from petrol, diesel and LPG gas.
Scope 2	Indirect emissions from purchased electricity consumed by the Company's operations.
Scope 3	Other indirect emissions arising from relevant activities outside the Company's direct control, such as employee commuting and business travel, where data is available.

GHG EMISSIONS OVERVIEW

The Company's total GHG emissions comprise Scope 1, Scope 2 and selected Scope 3 emissions, based on available operational data. In FYE 2026, total GHG emissions decreased from 629.72 tCO_2e in FYE 2025 to 471.71 tCO_2e.

The decrease was mainly due to lower Scope 1 and Scope 2 emissions, which were primarily attributable to lower fuel consumption and electricity usage during the reporting period. Scope 3 emissions also decreased due to lower employee commuting emissions.

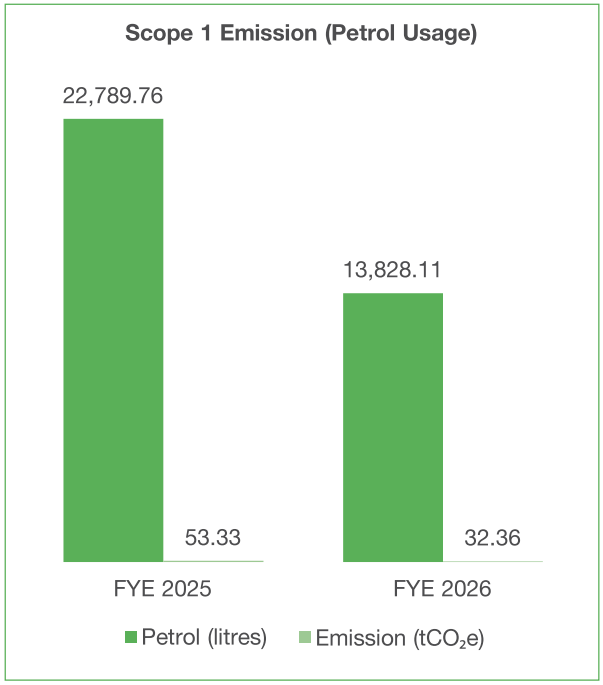


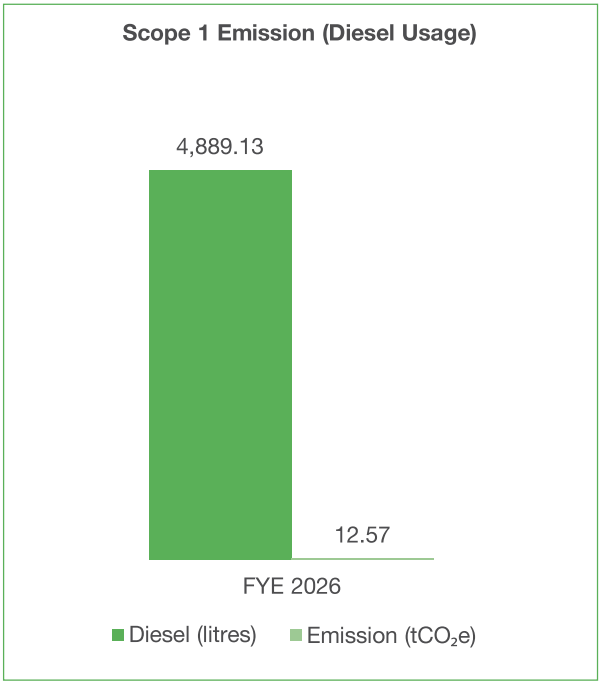
GHG Emission Category	Scope 1 (tCO_2e)	Scope 2 (tCO_2e)	Scope 3 (tCO_2e)	Total (tCO_2e)
FYE 2025	53.45	547.99	62.67	629.72
FYE 2026	45.01	390.71	35.99	471.71

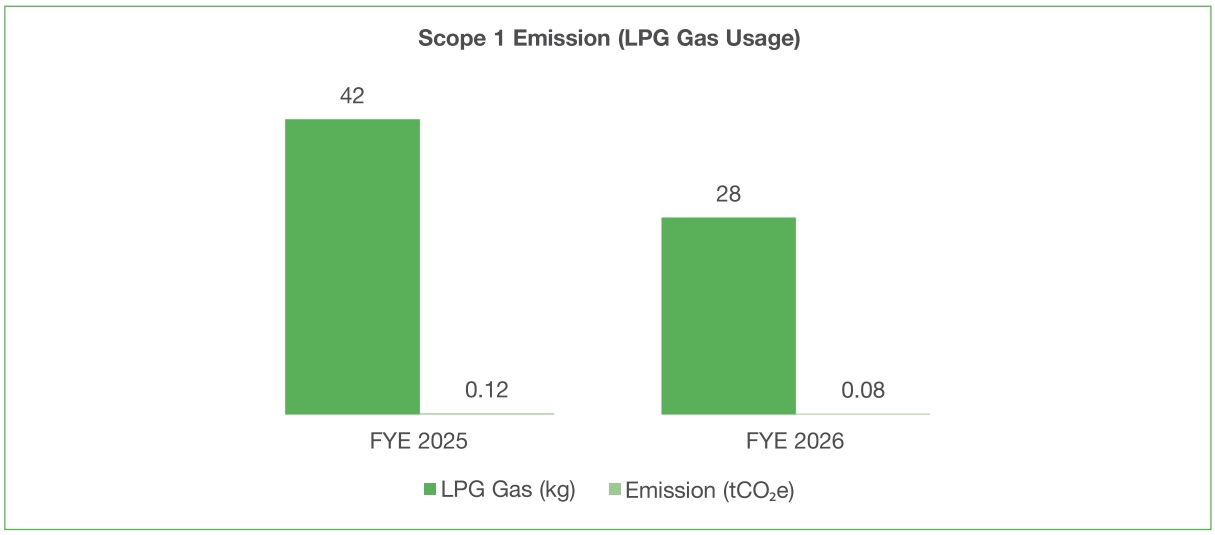
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Scope 1 — Direct Emissions

The Company's Scope 1 emissions were mainly derived from the consumption of petrol, diesel and LPG gas for its operations. In FYE 2026, total emissions decreased from 53.45 tCO_2e in FYE 2025 to 45.01 tCO_2e, mainly due to lower production activities during the reporting period.







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Fuel Type	Measurement	FYE 2025	FYE 2026
Petrol	Litres	22,789.76	13,828.11
	tCO_2e	53.33	32.36
Diesel	Litres	-	4,889.13
	tCO_2e	-	12.57
LPG Gas	kg	42	28
	tCO_2e	0.12	0.08
Total Emission	**tCO_2e**	**53.45**	**45.01**

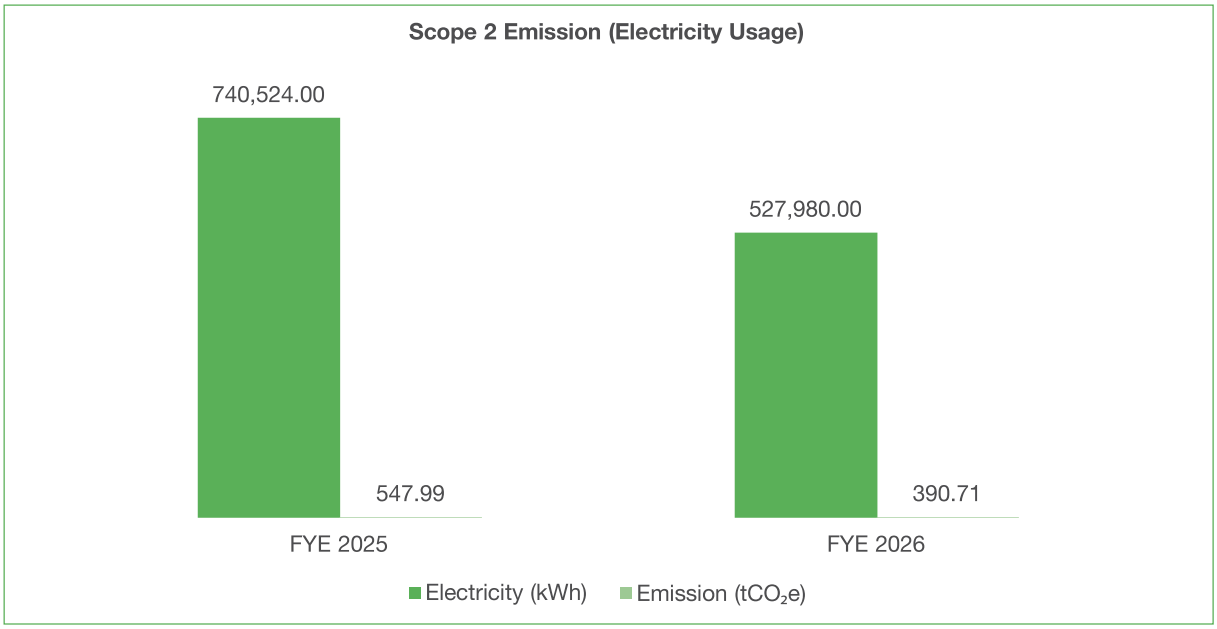
* *The emission factors are based on industry standard as provided by UK Government GHG Conversion Factors for Company Reporting 2025*

- Petrol : 2.34 kg CO_2e per litre
- Diesel : 2.57 kg CO_2e per litre
- LPG : 2.94 kg CO_2e per kg

Overall, the reduction in emissions was primarily attributable to lower petrol consumption, which declined from 22,789.76 litres in FYE 2025 to 13,828.11 litres in FYE 2026, in line with lower manufacturing-related activity and fuel usage recorded during the reporting period.

Scope 2 — Purchased Electricity

The Company's Scope 2 emissions are derived from purchased electricity consumed during its operations. In FYE 2026, electricity usage decreased from 740,524 kWh in FYE 2025 to 527,980 kWh, resulting in a reduction in Scope 2 emissions from 547.99 tCO_2e to 390.71 tCO_2e. The decrease was mainly attributable to lower operational and production activities during the reporting period.



Year	Electricity Usage (kWh)	Total Emission (tCO_2e)
FYE 2025	740,524	547.99
FYE 2026	527,980	390.71

* *The emission factors are based on industry standard as provided by Suruhanjaya Tenaga [Peninsular Malaysia's Electricity: 0.74 kg CO_2-eq per kWh*

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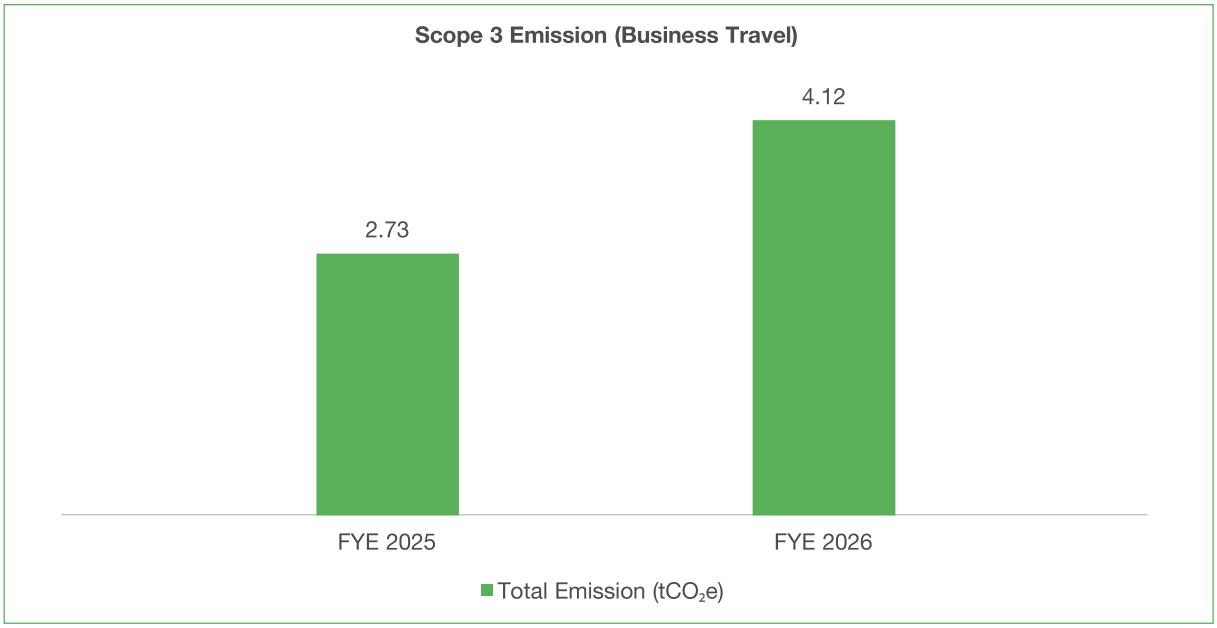
Scope 3 — Indirect Emissions

Scope 3 emissions refer to indirect greenhouse gas emissions arising from activities that occur outside the Company's direct operational control but are related to its business activities. For FYE 2026, the Company reported Scope 3 emissions from employee commuting and business travel, based on available data.

Scope 3 Category 6 — Business Travel

The Company's Scope 3 business travel emissions were calculated based on air travel undertaken during the reporting period, using the International Civil Aviation Organisation ("ICAO") Carbon Emissions Calculator methodology.

In FYE 2026, the Company recorded 14 flights, with a total travel distance of approximately 59,332 km, resulting in 4.12 tCO_2e emissions. Compared with FYE 2025, business travel emissions increased from 2.73 tCO_2e to 4.12 tCO_2e, mainly due to increase in business travel recorded during the reporting period.



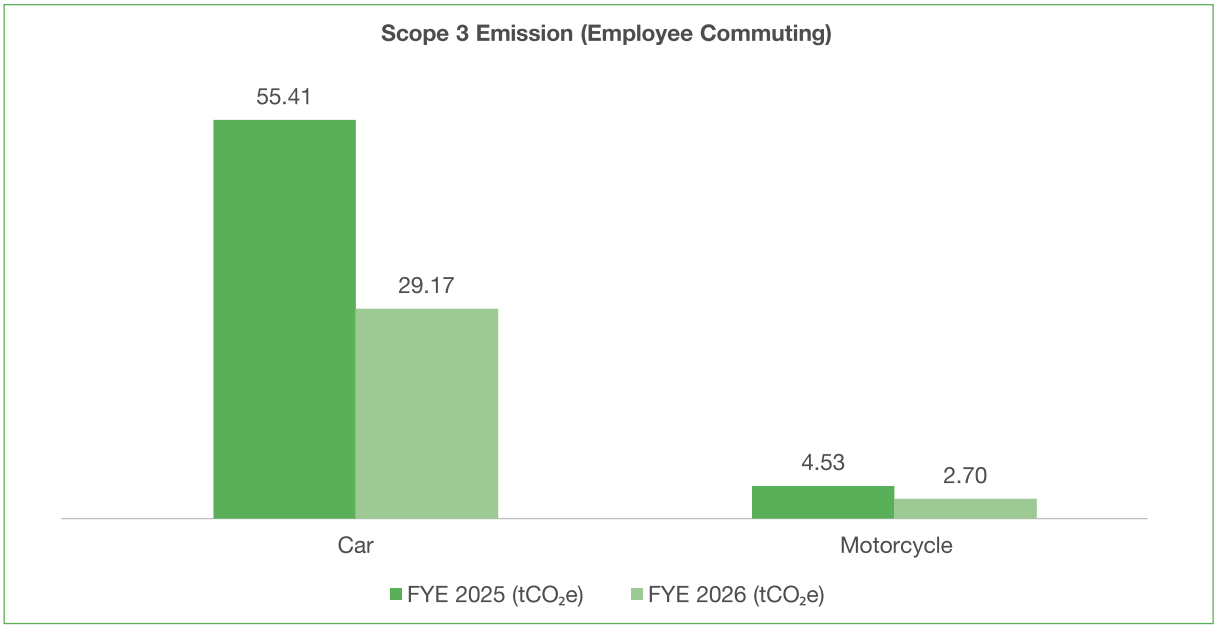
Year	Number of Flights	Total Emission (tCO_2e)
FYE 2025	8	2.73
FYE 2026	14	4.12

Scope 3 Category 7 — Employee Commuting

Sanichi's Scope 3 employee commuting emissions were calculated based on the distance travelled by employees commuting to and from work, covering car and motorcycle travel.

In FYE 2026, total employee commuting emissions decreased from 59.94 tCO_2e in FYE 2025 to 31.87 tCO_2e. The decrease was mainly due to the lower total commuting distance recorded during the reporting period, in line with the reduced workforce and lower operational activities.

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Year	Transport Type	Total Distance Travelled (km)	Total Emission (tCO_2e)
FYE 2025	Car	340,540.2	55.41
	Motorcycle	39,850.2	4.53
FYE 2026	Car	179,282.4	29.17
	Motorcycle	23,760.0	2.70

* *The emission factors are based on industry standard as provided by UK Government GHG Conversion Factors for Company Reporting 2025:*

- Car (Petrol) : 0.16272 kg CO_2e per km
- Motorcycle : 0.11367 kg CO_2e per km

Scope 3 Category 8 — Upstream Leased Assets

Sanichi has considered the relevance of Scope 3 Category 8: Upstream Leased Assets as part of its Scope 3 emissions reporting boundary. This category relates to emissions from assets leased by the Company where the associated Scope 1 and Scope 2 emissions are not already included in the Company's emissions inventory.

For FYE 2026, Scope 3 Category 8 emissions have been omitted due to data unavailability. The electricity and water consumption as a whole building for leased spaces within the building are billed directly to the respective tenants, and the Company does not have access to the underlying consumption data.

Accordingly, Scope 3 Category 8 emissions are omitted for FYE 2026. Sanichi intends to include this category in the next reporting cycle, subject to the availability of tenant consumption data and the establishment of a practical data collection process.

SUSTAINABILITY STATEMENT
cont'd

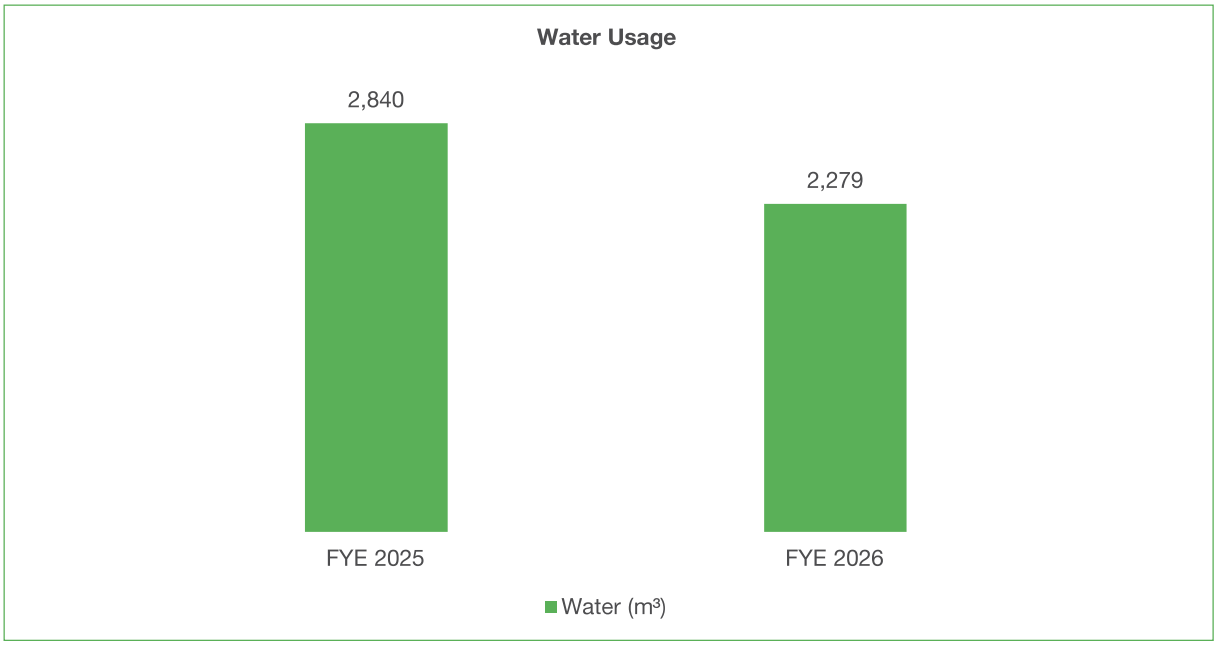
ENERGY MANAGEMENT

As the Company continues to review and streamline its manufacturing operations, its energy management focus includes monitoring electricity consumption and improving energy efficiency across relevant operating areas. Key initiatives for FY2026 and beyond include:

- Monthly monitoring of electricity consumption at all active administrative premises;
- Evaluation of LED lighting, variable speed drives for HVAC, and building management systems for Sanichi Tower;
- Feasibility assessment for rooftop photovoltaic solar installation at Sanichi Tower to generate on-site renewable energy;
- Targeting maintenance or reduction of per-employee electricity intensity at office premises.

WATER MANAGEMENT

The Company monitors water consumption as part of its environmental data tracking and sustainability reporting. Water is mainly consumed for general operational and administrative use. In FYE 2026, the Company's water consumption decreased from 2,840 m³ in FYE 2025 to 2,279 m³.



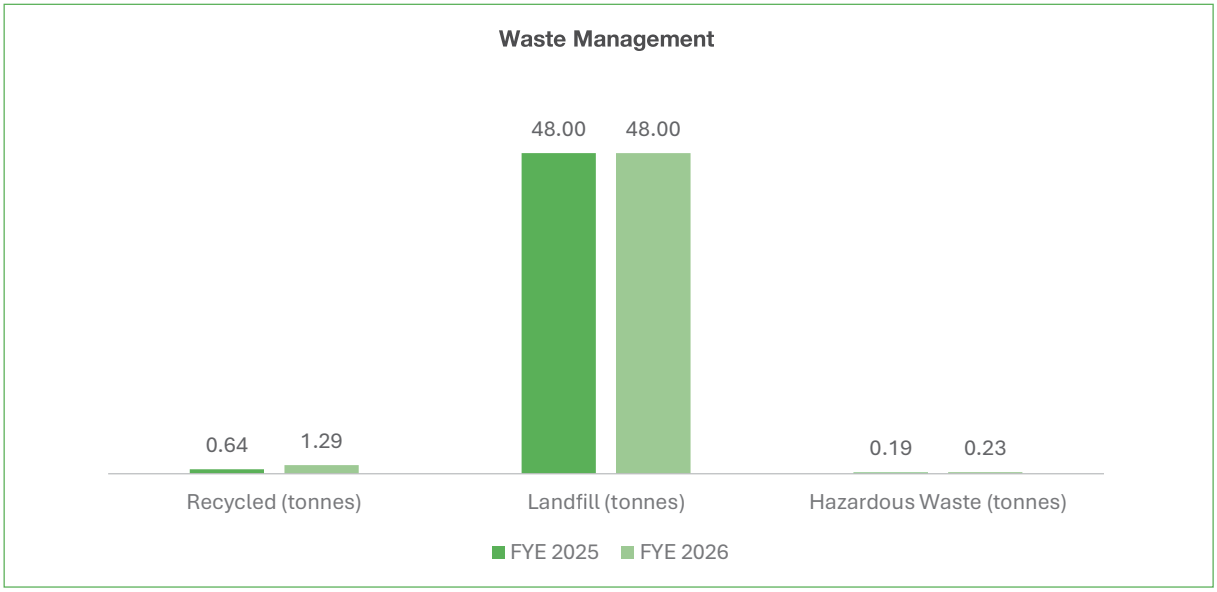
Year	Water Usage (m³)
FYE 2025	2,840
FYE 2026	2,279

SUSTAINABILITY STATEMENT
cont'd

WASTE MANAGEMENT

The Company monitors waste generated from its operations as part of its environmental data tracking. Waste generated during FYE 2026 comprised recycled waste, general waste directed to landfill, and hazardous waste disposed of through appropriate channels.

In FYE 2026, total waste generated increased slightly from 48.83 tonnes in FYE 2025 to 49.52 tonnes. The increase was mainly due to higher recycled waste and hazardous waste disposed of during the reporting period, while waste directed to landfill remained unchanged at 48.00 tonnes.



Waste Category	FYE 2025 (tonnes)	FYE 2026 (tonnes)
Waste Diverted from Disposal — Recycled	0.64	1.29
Waste Directed to Disposal — Landfill	48.00	48.00
Hazardous Waste Disposed (SW409, SW410 and SW422)	0.19	0.23
Total Waste Generated	**48.83**	**49.52**

The hazardous waste disposed in FYE 2026 mainly comprised scheduled wastes classified under SW409, SW410 and SW422. SW409 refers to disposed containers, bags or equipment contaminated with chemicals, pesticides, mineral oil or scheduled wastes, while SW410 refers to rags, plastics, papers or filters contaminated with scheduled wastes. SW422 refers to a mixture of scheduled and non-scheduled wastes. These scheduled wastes were monitored separately from general waste due to their nature and were managed through appropriate disposal channels in line with applicable environmental requirements.

SUSTAINABILITY STATEMENT
cont'd

SOCIAL MATTERS

Sanichi recognises that social responsibility is an important aspect of maintaining a fair, safe and respectful working environment. During FYE 2026, the Company's social matters focused on employee management, diversity, occupational health and safety, and community investment.

The Company adopts a practical approach in managing social matters by monitoring key workforce data, maintaining basic workplace safety practices, supporting fair employment practices and encouraging employee development where applicable. The Company also recognises the importance of maintaining positive relationships with the communities in which it operates, within its available resources and operational capacity.

HEALTH AND SAFETY

Sanichi upholds occupational safety and health compliance under the Occupational Safety and Health Act 1994 as a fundamental responsibility across all active operations. The Company monitors work-related fatalities, lost time incident rate ("LTIR") and employees trained on health and safety matters as part of its workplace safety management.

For FYE 2026, the Company recorded zero work-related fatalities and zero LTIR, maintaining its safety performance from prior reporting periods. During the year, 14 employees received health and safety-related training, with a total of 98 training hours recorded for scheduled waste training. This training supported employee awareness on the proper handling and management of scheduled waste in accordance with applicable requirements.

Health & Safety (Bursa C5)	Unit	FPE 2024	FYE 2025	FYE 2026
Work-related fatalities	No.	0	0	0
LTIR	Rate	0	0	0
Employees trained on Health and Safety	No.	0	19	14

TRAINING AND DEVELOPMENT

Sanichi provides training and development programmes to support employee awareness, regulatory compliance and job-related competency. For FYE 2026, the training programmes focused on sustainability awareness, governance compliance and finance-related regulatory updates.

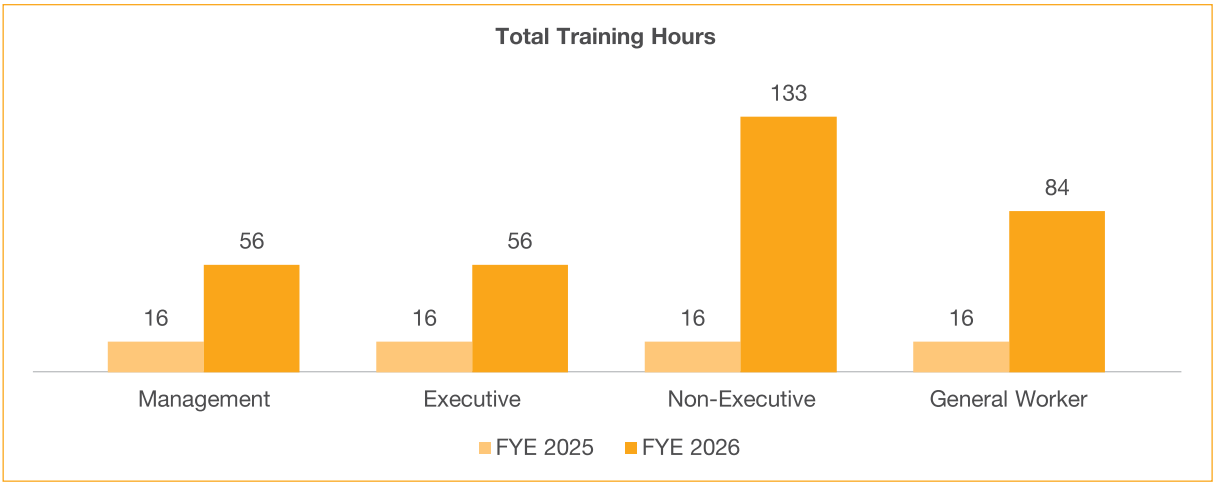
Training programmes conducted during FYE 2026 included:

- **ESG and TCFD Masterclass**
  This programme enhanced employees' understanding of ESG principles, climate-related risks and opportunities, and the relevance of TCFD-aligned disclosures. It helped employees better understand sustainability reporting requirements and how ESG matters may relate to the Company's operations, governance and stakeholder expectations.

- **Anti-Bribery and Anti-Corruption Training**
  This training reinforced employees' awareness of ethical business conduct, conflict of interest, bribery and corruption risks, and the importance of complying with the Company's Anti-Bribery and Corruption Policy. It supports a stronger culture of integrity and helps employees identify and respond appropriately to potential misconduct.

- **e-Invoicing Training**
  This programme provided employees with knowledge on the implementation of e-Invoicing requirements and related administrative processes. It helped relevant employees understand compliance obligations, documentation requirements and process changes, supporting smoother adaptation to regulatory updates.

SUSTAINABILITY STATEMENT
cont'd



Training & Development (Bursa C6a)	FPE 2024	FYE 2025	FYE 2026
Management (hours)	—	16	56
Executive (hours)	—	16	56
Non-Executive / Technical Staff (hours)	—	16	133
General Workers (hours)	—	16	84
Total Training Hours	**584**	**64**	**329**

In FYE 2026, the Company recorded a total of 329 training hours, compared with 64 hours in FYE 2025. The increase was mainly due to broader employee participation across multiple training areas. These programmes supported employees in strengthening their understanding of sustainability, compliance and workplace responsibilities, while helping the Company maintain awareness of relevant governance and regulatory requirements.

EMPLOYEE MANAGEMENT

The Company is committed to maintaining a fair and supportive working environment for its employees. This is supported by the Company Handbook, which outlines key employment practices, employee benefits, workplace expectations, leave entitlements, performance appraisal, grievance procedures and disciplinary matters.

The Company also adopts an open-door approach, allowing employees to raise concerns or seek clarification from supervisors, managers or the Human Resource Department. Employee performance is managed through an appraisal process that supports work expectations, performance review and identification of training needs.

For FYE 2026, the Company continued to manage employee-related matters in line with its internal policies and applicable employment requirements.

OUR WORKFORCE

FYE 2026 marked a period of workforce change for the Company following the Company's business restructuring and operational realignment during the reporting period.. As at 31 March 2026, the Company's workforce was mainly made up of management, executive and technical employees supporting its real estate, investment holding and corporate functions.

During the reporting period, the Company managed employee-related matters in accordance with applicable employment requirements, including the Employment Act 1955. Where employees were affected by operational changes, the Company ensured that relevant employment obligations, including statutory entitlements, notice requirements and other outstanding payments, were addressed accordingly. The Company remains committed to fair employment practices and treating employees with respect throughout its business transition.

SUSTAINABILITY STATEMENT
cont'd

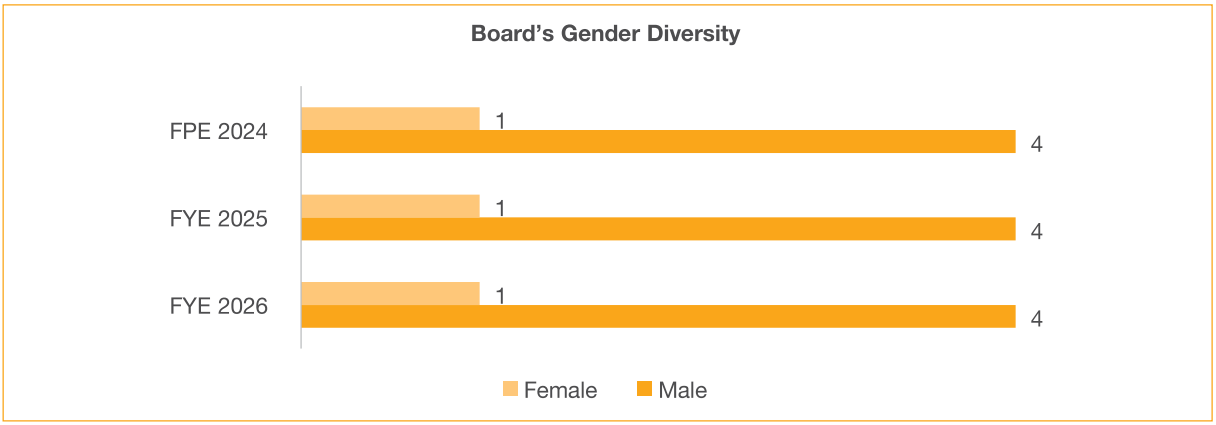
DIVERSITY, EQUITY AND INCLUSION

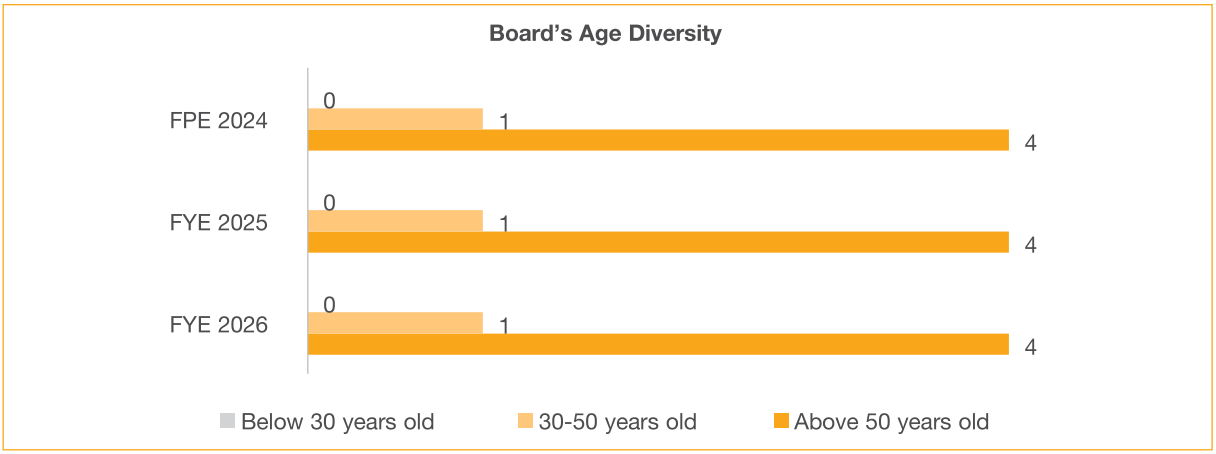
Sanichi views Board diversity as an important element in supporting balanced perspectives, effective oversight and sound decision-making.

The Board comprises Directors with different backgrounds, experience and age profiles, contributing to the overall governance of the Company. As at FYE 2026, the Board consisted of five (5) Directors, comprising four (4) male Directors and one (1) female Director. In terms of age diversity, one (1) Director was within the 30–50 age group, while four (4) Directors were above 50 years old.

The Board composition remained consistent across three financial years. The Company will continue to consider diversity, skills, experience and suitability in Board appointments, in line with its governance needs and business requirements.

Board of Directors — Gender and Age





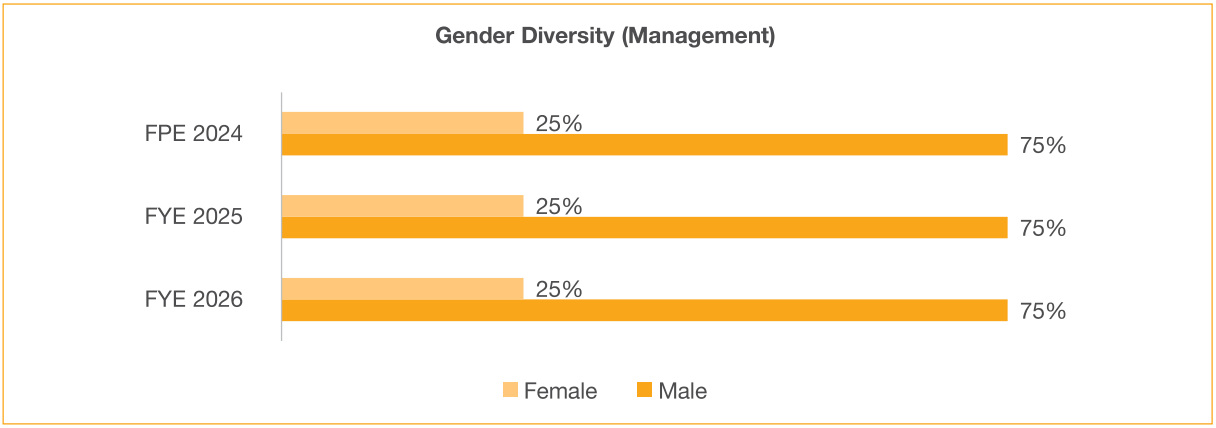
Board Composition	FPE 2024	FYE 2025	FYE 2026
Male Directors	4	4	4
Female Directors	1	1	1
Below 30	0	0	0
30 – 50	1	1	1
Above 50	4	4	4

SUSTAINABILITY STATEMENT
cont'd

Employee Gender by Category

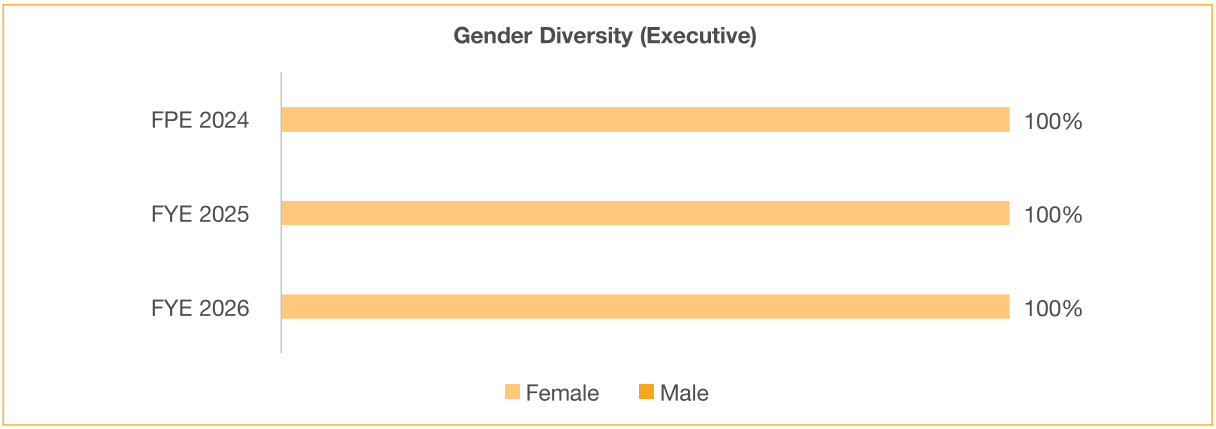
Sanichi is committed to maintaining a fair, respectful and inclusive workplace and monitors employee gender distribution across employment categories as part of its workforce diversity disclosure.

Management



Year	Male	Female
FPE 2024	75%	25%
FYE 2025	75%	25%
FYE 2026	75%	25%

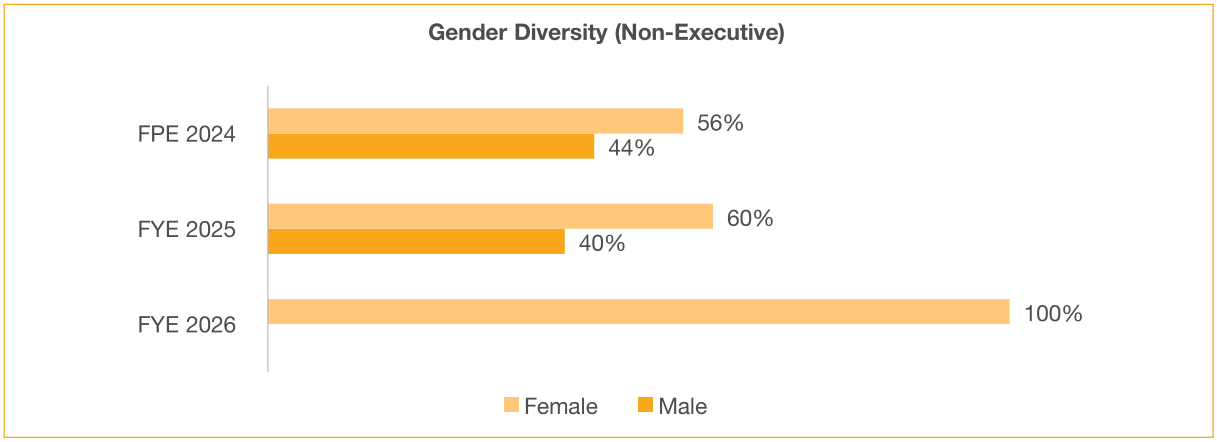
Executive



Year	Male	Female
FPE 2024	0%	100%
FYE 2025	0%	100%
FYE 2026	0%	100%

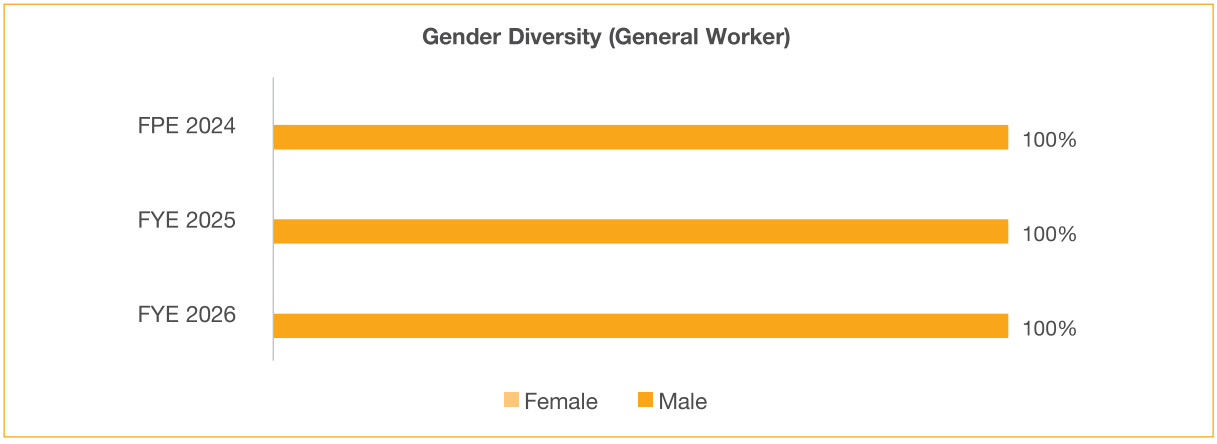
SUSTAINABILITY STATEMENT
cont'd

Non-Executive



Year	Male	Female
FPE 2024	44%	56%
FYE 2025	40%	60%
FYE 2026	0%	100%

General Workers



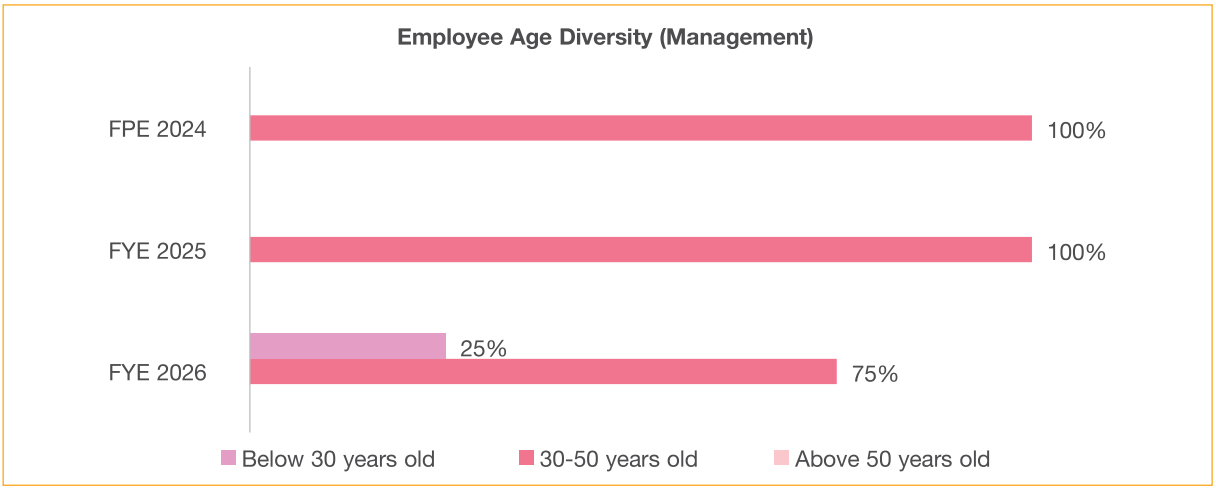
Year	Male	Female
FPE 2024	100%	0%
FYE 2025	100%	0%
FYE 2026	100%	0%

SUSTAINABILITY STATEMENT
cont'd

Employee Age by Category

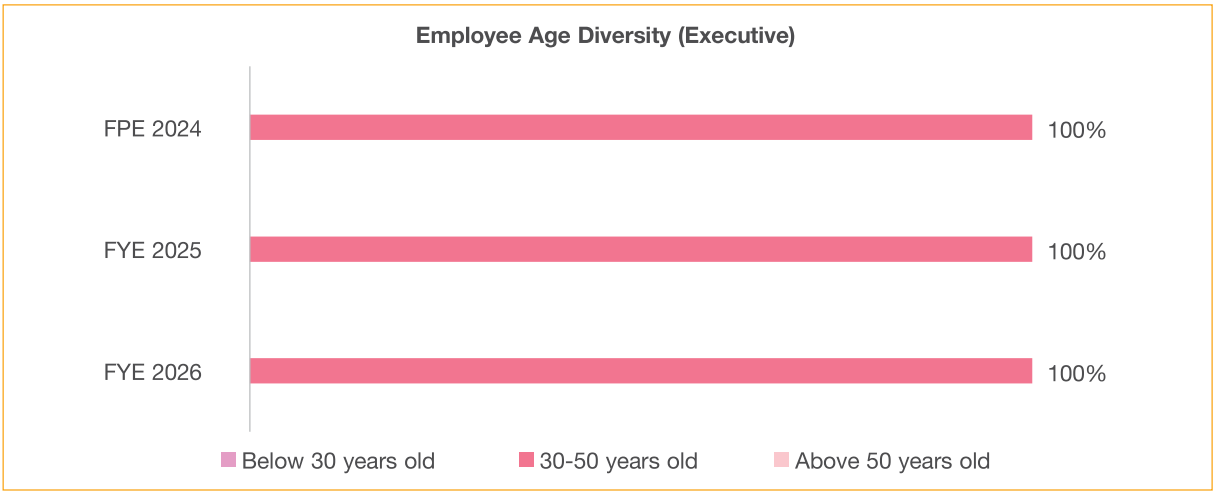
The Company is committed to maintaining a fair and inclusive workplace across different age groups. Employee age diversity is monitored by employment category to provide an overview of workforce representation and to support fair employment practices.

Management



Year	Below 30	30-50	Above 50
FPE 2024	0%	100%	0%
FYE 2025	0%	100%	0%
FYE 2026	25%	75%	0%

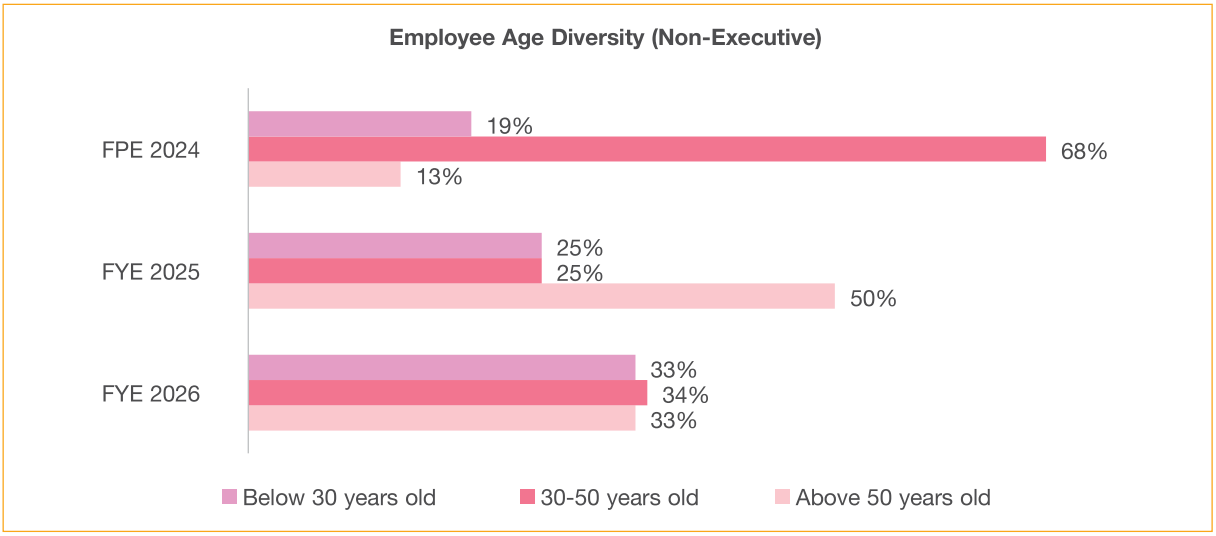
Executive



Year	Below 30	30-50	Above 50
FPE 2024	0%	100%	0%
FYE 2025	0%	100%	0%
FYE 2026	0%	100%	0%

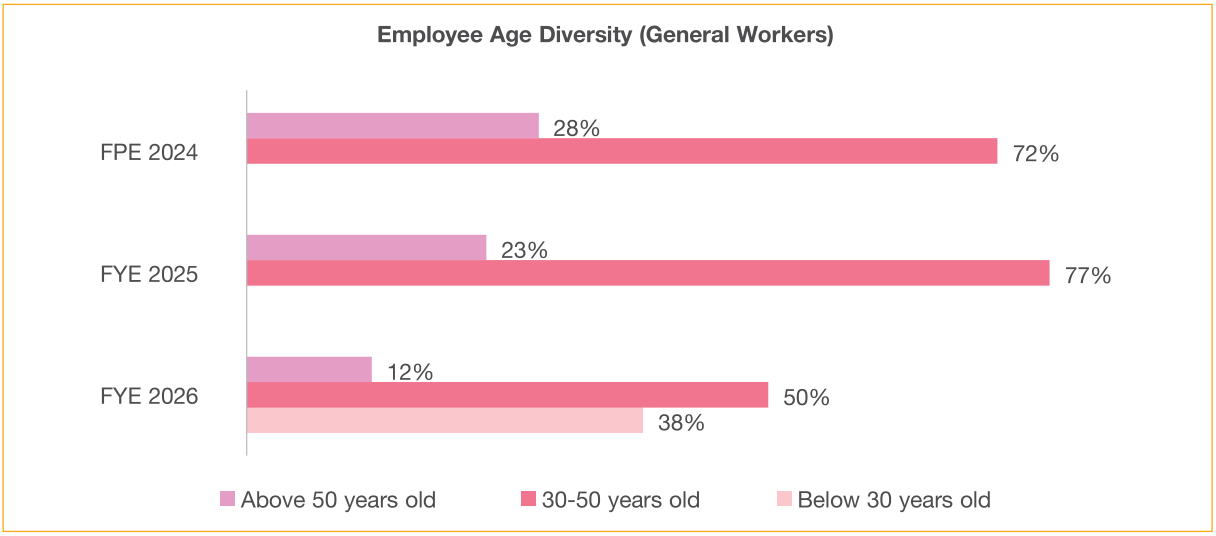
SUSTAINABILITY STATEMENT
cont'd

Non-Executive



Year	Below 30	30-50	Above 50
FPE 2024	19%	68%	13%
FYE 2025	25%	25%	50%
FYE 2026	33%	34%	33%

General workers



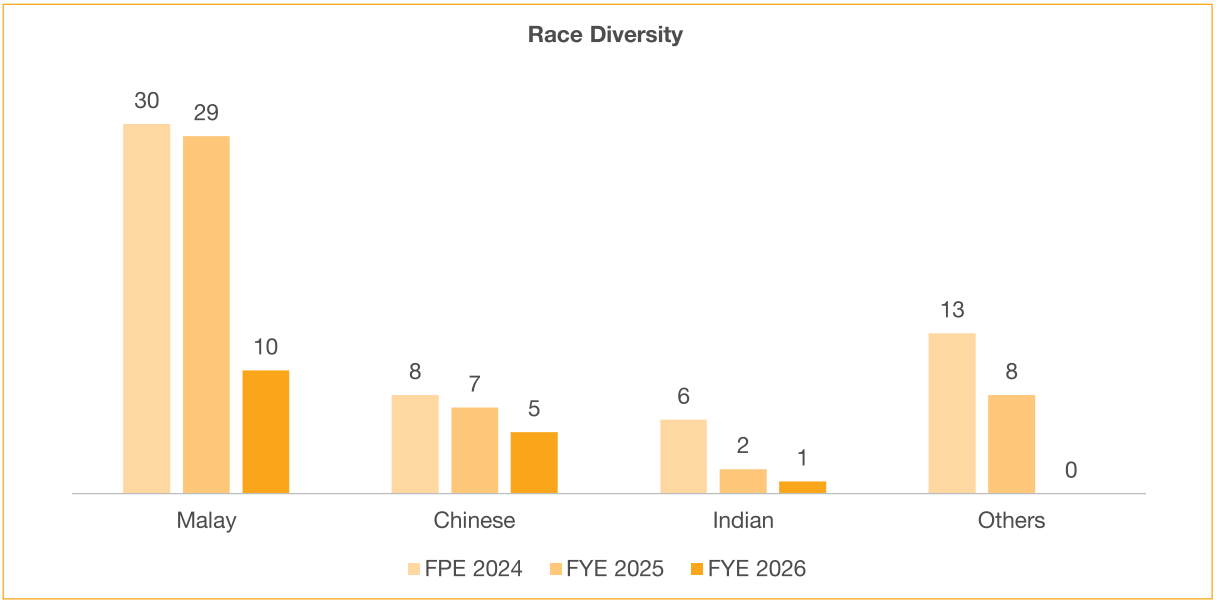
Year	Below 30	30-50	Above 50
FPE 2024	28%	72%	0%
FYE 2025	23%	77%	0%
FYE 2026	12%	50%	38%

SUSTAINABILITY STATEMENT
cont'd

Race and Ethnicity

Sanichi respects the principles of diversity, equity and inclusion ("DEI") and is committed to maintaining a workplace where employees are treated fairly and equally, regardless of race, ethnicity, gender, age or background. The Company's employment practices are guided by fairness, equal opportunity and respect, with the aim of ensuring that all employees are provided with a conducive and non-discriminatory working environment.

The Company monitors its workforce composition by race and ethnicity as part of its employee diversity disclosure. The data below reflects the Company's employee profile across the reporting periods.



Race/Ethnicity	FPE 2024	FYE 2025	FYE 2026
Malay	32	28	10
Chinese	13	13	5
Indian	6	2	1
Others	14	9	0

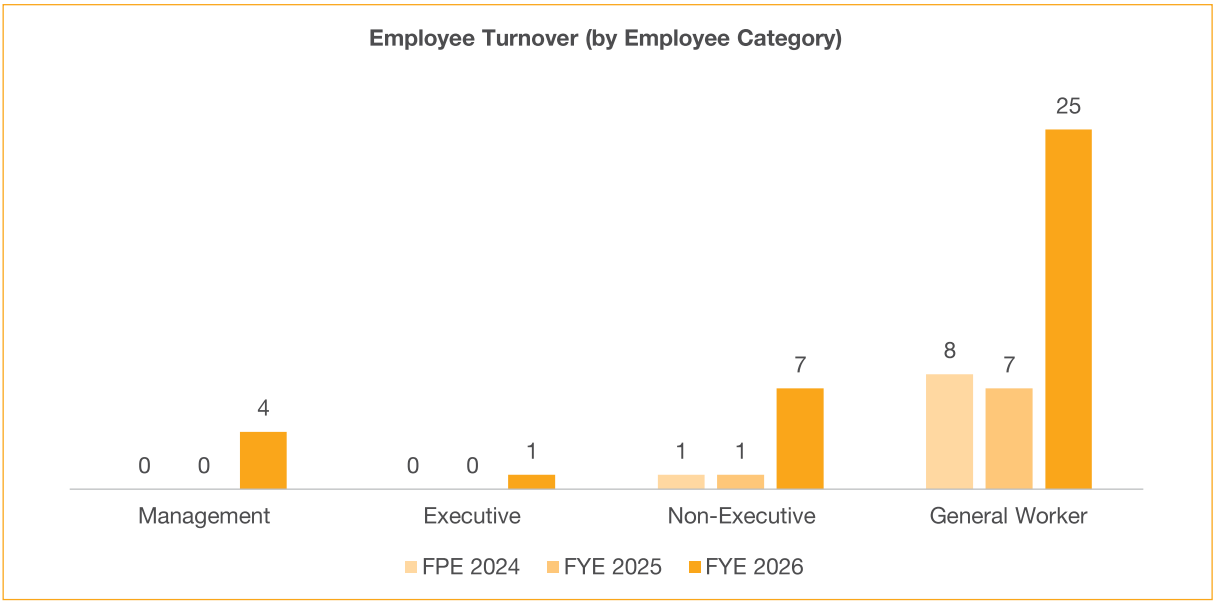
In FYE 2026, the Company's total workforce decreased from 46 employees in FYE 2025 to 16 employees. Notwithstanding the smaller workforce size, the Company remains committed to upholding fair employment practices and providing equal opportunities to employees based on merit, capability and business requirements.

Employee Turnover

Sanichi monitors employee turnover by employment category to track workforce movement during the reporting period.

In FYE 2026, total employee turnover increased to 37 employees, mainly from the General Worker and Non-Executive categories, due to the Company's business restructuring and operational realignment during the reporting period.

SUSTAINABILITY STATEMENT
cont'd



Year	Management	Executive	Non-Executive	General Worker
FPE 2024	0	0	1	8
FYE 2025	0	0	1	7
FYE 2026	4	1	7	25

EMPLOYMENT STRUCTURE

All employees of Sanichi remaining in active service as at 31 March 2026 are engaged on permanent terms, consistent with the Company's commitment to job security, fair labour practices, and employee wellbeing. The Company has zero reliance on contract or temporary staff for its ongoing real estate and investment holding operations.

MOVING FORWARD

Moving forward, Sanichi will continue to manage its sustainability matters in a practical and proportionate manner, taking into consideration its current business direction, operating scale and available resources.

Following the Company's business restructuring during FYE 2026, the Company will focus on strengthening the monitoring of sustainability-related data that is relevant to its continuing operations, particularly in the areas of governance, employee management, energy consumption, water usage, emissions tracking and tenant-related matters. The Company will also explore the feasibility of expanding its Scope 3 emissions disclosure to include tenant-related leased asset emissions in future reporting periods.

The Company will also continue to uphold good corporate governance, ethical business conduct and regulatory compliance as key foundations of its sustainability approach. Where applicable, the Company will review its internal processes to improve the quality, consistency and completeness of future sustainability disclosures.

As the Company's operations continue to evolve, its sustainability priorities will be reviewed periodically to ensure that they remain aligned with stakeholder expectations, regulatory requirements and the Company's long-term business direction.

SANICHI TECHNOLOGY BHD

BMLR Transition Period

Date & Time: 2026-07-27T04:36:30

Ace Market | Group 3 | FYE 31/03/2026

Sustainability Matter	Metric	Measurement Unit	2025	2026	Target	Assurance
Climate Management	Scope 1 Emission	tCO_2e	53.45	45.01	-	No assurance
Energy Management	Scope 2 Emission	tCO_2e	547.99	390.71	-	No assurance
Energy Management	Total Energy Consumption	MWh	740.52	527.98	-	No assurance
Employee Management	Board of Director - below 30 year old	Number	0	0	-	No assurance
Employee Management	Board of Director - 30 to 50 year old	Number	1	1	-	No assurance
Employee Management	Board of Director - above 50 year old	Number	4	4	-	No assurance
Employee Management	Board of Director - male	Number	4	4	-	No assurance
Employee Management	Board of Director - female	Number	1	1	-	No assurance
Employee Management	Management - Below 30 years old	Percentage	0	25	-	No assurance
Employee Management	Management - 30 to 50 years old	Percentage	100	75	-	No assurance
Employee Management	Management - above 50 years old	Percentage	0	0	-	No assurance
Employee Management	Executive - Below 30 years old	Percentage	0	0	-	No assurance
Employee Management	Executive - 30 to 50 years old	Percentage	100	100	-	No assurance
Employee Management	Executive - Above 50 years old	Percentage	0	0	-	No assurance
Employee Management	Non-executive - Below 30 years old	Percentage	25	33	-	No assurance
Employee Management	Non-Executive - 30 to 50 years old	Percentage	25	34	-	No assurance

SANICHI TECHNOLOGY BHD

BMLR Transition Period

Date & Time: 2026-07-27 04:36:30

Ace Market | Group 3 | FYE 31/03/2026

Sustainability Matter	Metric	Measurement Unit	2025	2026	Target	Assurance
Employee Management	Non-Executive - Above 50 years old	Percentage	50	33	-	No assurance
Employee Management	General Worker - Below 30 years old	Percentage	23	12	-	No assurance
Employee Management	General Worker - 30 to 50 years old	Percentage	77	50	-	No assurance
Employee Management	General Worker - Above 50 years old	Percentage	0	38	-	No assurance
Employee Management	Management - Male	Percentage	75	75	-	No assurance
Employee Management	Management - Female	Percentage	25	25	-	No assurance
Employee Management	Executive - Male	Percentage	0	0	-	No assurance
Employee Management	Executive - Female	Percentage	100	100	-	No assurance
Employee Management	Non-Executive - Male	Percentage	40	0	-	No assurance
Employee Management	Non-Executive - Female	Percentage	60	100	-	No assurance
Employee Management	General Worker - Male	Percentage	100	100	-	No assurance
Employee Management	General Worker - Female	Percentage	0	0	-	No assurance
Employee Management	Management - total training hours	Hours	16	56	-	No assurance
Employee Management	Executive - total training hours	Hours	16	56	-	No assurance
Employee Management	Non-Executive -total training hours	Hours	16	133	-	No assurance
Employee Management	General Worker -total training hours	Hours	16	84	-	No assurance
Employee Management	Management - Total number of employee turnover	Number	0	4	-	No assurance

Sustainability Matter	Metric	Measurement Unit	2025	2026	Target	Assurance
Employee Management	Executive - Total number of employee turnover	Number	0	1	-	No assurance
Employee Management	Non-Executive - Total number of employee turnover	Number	1	7	-	No assurance
Employee Management	General Worker - Total number of employee turnover	Number	7	25	-	No assurance
Employee Management	Number of substantiated complaints concerning human rights violations	Number	0	0	-	No assurance
Occupational Health and Safety	Number of employees trained on health and safety	Number	19	14	-	No assurance
Occupational Health and Safety	Number of work-related fatalities	Number	0	0	-	No assurance
Occupational Health and Safety	Lost Time Incident Rate	Rate	0	0	-	No assurance
Data Privacy and Security	Number of substantiated on data breach	Number	0	0	-	No assurance
Anti-Corruption	Confirmed incidents of corruption and action taken	Number	0	0	-	No assurance
Anti-Corruption	Employees who have received training on anti-corruption	Number	-	14	-	No assurance
Community Investment	Total amount invested in the community	RM	0	0	-	No assurance
Community Investment	Total number of beneficiaries of the investment in communities	Number	0	0	-	No assurance
Water Management	Water usage	m^3	2,840	2,279	—	No assurance
Supply Chain Management	Local supplier	Percentage	70.8	35.2	—	No assurance