

Supplier Management Policy of China Power International Development Limited

1. Purpose of the Policy

China Power International Development Limited (hereinafter “the Company”) conducts comprehensive assessments of its suppliers on their management practices and performance in environment, health and safety, and anti-corruption efforts. The Company selects business partners who share its core values and meet its development requirements, aiming to establish long-lasting, stable, and mutually beneficial partnerships.

2. Scope of Application

This Policy applies to all suppliers of China Power International Development Limited and its subsidiaries.

3. Management Measures

(1). **Supplier Access:** The Company adheres to principles of fairness, impartiality, and openness, selecting suppliers through competitive bidding, inquiries, and other methods to ensure optimal choices. In terms of access, the Company primarily evaluates potential suppliers based on their credit qualifications, technical specifications, and safety and quality assurances. Furthermore, depending on the category of procurement, suppliers are required to provide certifications in environmental protection, quality management, and occupational health and safety in accordance with the ISO 9000 Series of Standards. The Company establishes a qualified

supplier directory for specific categories through a public process tailored to its procurement needs. The Company requires that all suppliers must not have records of serious misconduct during the disposal period with the Company and its parent group, nor should they be listed on any legal-related “blacklist.” Additionally, all suppliers are required to comply with the anti-corruption laws and regulations of their respective countries or regions and to develop anti-corruption policies, systems, and mechanisms to verify compliance.

(2). **Supplier Evaluation:** In line with the principle of “dynamic updates and annual evaluation”, the Company conducts performance evaluations at various stages for all suppliers engaged in procurement activities. Depending on the evaluation results and the status of strategic partnerships, suppliers are classified as strategic suppliers, excellent suppliers, good suppliers, general suppliers, and unqualified suppliers. Suppliers who demonstrate high specialization, receive strong market acceptance and maintain long-term collaborative relationships sign strategic cooperation agreements with the Company, of which those evaluated to exhibit sound collaborations are designated as strategic suppliers.

(3). **Supplier Misconduct and Exit Management:** The Company has compiled a list of supplier misconduct, which includes behaviors such as bid rigging, colluded bidding, fraud, and non-compliance during contract execution. Graded punishments are applied in response to these

legal and regulatory infractions. The evaluation process employs both an “individual evaluation of each order” and a “summarized evaluation of multiple orders” to screen and exclude unqualified suppliers.

This Policy takes effect from the date of its publication and will be subject to periodic updates based on the Company’s operational realities.

China Power International Development Limited