

# **CSR Priorities and Progress**

PETRONAS Chemicals Group Berhad (PCG)

Released Date July 2022

PETRONAS Group adopts zero tolerance against all forms of bribery and corruption. As an employee, it is incumbent upon each and everyone of us to internalise and abide by the PETRONAS Code of Conduct and Business Ethics (CoBE) & Anti-Bribery and Corruption (ABC) Manual while remain guided by our shared values of loyalty, integrity, professionalism and cohesiveness.

#### © 2022 Petroliam Nasional Berhad (PETRONAS)

All rights reserved. No part of this document may be reproduced in any form possible, stored in a retrieval system, transmitted and/or disseminated in any form or by any means (digital, mechanical, hard copy, recording or otherwise) without the permission of the copyright owner.



## PCG CSR Strategy

- Our Corporate Social Responsibility ٠ (CSR) programmes are designed to specifically support PCG's Sustainability Strategy under the Social Responsibility Strategic Trust. We adopt the three pillars of Yayasan PETRONAS CSR Strategic Framework: Education, Community Well-being & Development, and Environment. Understanding the importance of partnerships, we collaborate with various stakeholders to offer impactful community solutions. Our community work aims to create value for all parties involved, including NGOs, collaborators and society at large.
- Our community work reinforces PCG's position as an industry leader on social issues. Community involvement also helps with employee satisfaction. providing them with fulfilment. purpose and Additionally, CSR programmes provide critical insight into the efficient execution of key sustainability projects, such as the New Plastics Economy (NPE) and climate change adaptation.



#### [Internal-Editable]

EDUCATION						
Inputs		Outputs	Impact			
How		Social and Environmental Outputs	Social and Environmental Impacts			
<ul><li>Form of Contribution</li><li>Monetary</li><li>Management costs</li></ul>	<ul><li>Issues Addressed</li><li>Education</li><li>Environment</li></ul>	<ul> <li>Individuals reached/ supported</li> <li>130,000</li> <li>Type of beneficiary</li> <li>Schools- directly to teachers for practical use in classroom learning with students.</li> <li>Organisation supported</li> <li>Pusat STEM Negara, Ministry of Education</li> <li>Schools nationwide</li> <li>PETROSAINS</li> </ul>	<ul> <li>On society: depth of impact</li> <li>Increased awareness and gain clarity and knowledge on plastic and waste management with 95% increase in awareness based on survey among 1,300 teachers</li> </ul>			
Location of Activities <ul> <li>Malaysia</li> </ul>	<ul><li>Activities</li><li>Plastic Sustainability &amp; You Education Programme</li></ul>		<ul> <li>On society: type of impact</li> <li>Possible lifestyle and attitude change in waste management/ recycling habits for plastic and other recyclable waste.</li> <li>Impact on environmental behaviour</li> <li>This reduces plastic and other waste to the environment</li> </ul>			
SDG mapping           4 quality         11 sustainable cities         12 responsible consumption		Other company specific output measures <ul> <li>Module with interactive games</li> </ul> Business Outputs	Business Impacts			
LEUCATION LEUCATION 14 LIFE MATER XXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXX	AND COMMINING THE CONSUMPTION AND PRODUCTION COO 15 LIFE IN LAND	<ul> <li>Employee involved in the activity</li> <li>11 personnel with total 592.5 hours spent</li> <li>Other influential stakeholder reached</li> <li>Prime Minister's Office (PMO) officers</li> <li>Ministry of Education officers</li> </ul>	<ul> <li>On employee volunteers</li> <li>Staff involvement in CSR initiatives helps staff members gain insights from end users on better design for sustainability.</li> <li>On the business</li> <li>PCG's CSR is aligned with promoting circular economy.</li> <li>The Circular Economic value in loop closing practices will support circular feedstock initiatives under the NPE.</li> <li>Revenue generated from collection and recycling of plastic waste.</li> <li>Stakeholder relations strengthened</li> <li>Uplift in brand awareness for PCG business.</li> </ul>			

#### [Internal-Editable]

### COMMUNITY WELLBEING AND DEVELOPMENT

Inputs		Outputs	Impact			
How		Social and Environmental Outputs	Social and Environmental Impacts			
Form of Contribution <ul> <li>Monetary</li> <li>In-kind</li> <li>Management costs</li> </ul> Location of Activities	<ul> <li>Issues Addressed</li> <li>Emergency relief</li> <li>Social welfare</li> <li>Health &amp; Safety Education</li> </ul>	<ul> <li>Individuals reached/ supported</li> <li>18,670</li> <li>Type of beneficiary</li> <li>Communities affected by Covid-19</li> <li>School students, teachers and lab assistant</li> <li>Organization supported</li> <li>Jabatan Kebajikan Masyarakat</li> <li>Pusat STEM Negara, Ministry of Education</li> <li>PETRONAS Dagangan Berhad</li> <li>Other company specific output measures</li> <li>Lab safety education banner</li> </ul>	<ul> <li>On society: depth of impact</li> <li>Community Wellbeing &amp; Development initiatives are implemented to ensure our communities have better quality of life, focusing on safety practices.</li> <li>In addition, we support and aid local community within our operational boundaries during pandemic/ climate related disaster.</li> <li>COVID-19 relief programmes, include COVID-19 community relief packages and stakeholder relief packages.</li> </ul>			
<ul> <li>Malaysia</li> <li>SDG Mapping</li> </ul>	<ul> <li>COVID-19 Relief Programme         <ul> <li>Community Relief Package</li> <li>Stakeholder Relief Package</li> </ul> </li> <li>Safety Programme (Safe Handling of Chemical at School)</li> </ul>		<ul> <li>On society: type of impact</li> <li>Quality of life-well-being of local communities</li> <li>Support safe handling of chemicals to students, teachers and lab assistants at targeted schools</li> <li>Impact on social health of stakeholders involved</li> <li>18,670 people reached through the COVID-19 relief program during the Movement Control Order (MCO) this includes food supplies provided to 6,000 families affected during COVID-19</li> </ul>			
2 ZERO HUNGER	<b>GOOD HEALTH</b>	Business Outputs	Business Impacts			
HUNGER		<ul> <li>Employees involved in the activity</li> <li>16 personnel with total 116 hours spent</li> <li>Media covered achieved</li> <li>Media release</li> <li>Other influential stakeholder reached</li> <li>State government at each location</li> <li>Local government agencies</li> </ul>	<ul> <li>On employee volunteers</li> <li>Staff involvement in CSR initiatives helps staff members gain insights from end users on better safety practice.</li> <li>On the business</li> <li>Stakeholder relations strengthened</li> <li>Uplift in brand awareness for PCG business</li> </ul>			

#### [Internal-Editable]

ENVIRONMENT					
Inputs		Outputs	Impact		
How		Social and Environmental Outputs	Social and Environmental Impacts		
<ul><li>Form of Contribution</li><li>Monetary</li><li>In-kind</li><li>Management costs</li></ul>	<ul><li>Issues Addressed</li><li>Environment</li><li>Education</li></ul>	<ul> <li>Individuals reached/ supported</li> <li>1,019</li> <li>Type of beneficiary</li> <li>Community</li> <li>Students</li> <li>Organisation supported</li> <li>Malaysian Nature Society (MNS)</li> <li>Other company specific output measures</li> <li>Number of trees planted</li> <li>Number Red List species</li> </ul>	<ul> <li>On society: depth of impact</li> <li>Improvement in biodiversity, conservation and carbon reduction at Kertih river.</li> <li>Made improvement via 3R activities and education including biodiversity and promoting green culture.</li> <li>Amount of waste collecting /reduction <ul> <li>1,477.5 kg</li> </ul> </li> <li>Protection of biodiversity, coast line and habitat 14,000 sq meter of forest with cumulative of 20,263 mangrove trees planted</li> </ul>		
Location of Activities <ul> <li>Malaysia</li> </ul>	Activities <ul> <li>ecoCARE</li> <li>Be Green</li> </ul>				
SDG Mapping 4 QUALITY EDUCATION	13 glimate	<ul> <li>Biodiversity conservation</li> <li>Number of recyclable waste collected</li> </ul>	<ul> <li>Impact on the environment &amp; environmental awareness</li> <li>Tree planting activity and education on mangrove at ecoCare Education Centre</li> </ul>		
		Business Outputs	Business Impacts		
14 LIFE BELOW WATER	15 LIFE ON LAND	<ul> <li>Employee involved in the activity</li> <li>6 personnel with total 49 hours spent</li> <li>Other influential stakeholder reached</li> <li>Local government agencies</li> </ul>	<ul> <li>On employee volunteers</li> <li>Behavioral change in achieving business goals including New Plastics Economy (NPE) and Net Zero Carbon Emissions (NZCE) 2050.</li> <li>On the business</li> <li>Success of New Plastics Economy Programme – plastic waste as feedstock</li> <li>Uplift in brand awareness</li> <li>Reached more people or spent time with clients/customers</li> <li>Increased company profile and brand recognition</li> <li>Increase performance in sustainability index e.g., DJSI</li> </ul>		