



CSR Priorities and Progress

PETRONAS Chemicals Group Berhad (PCG)

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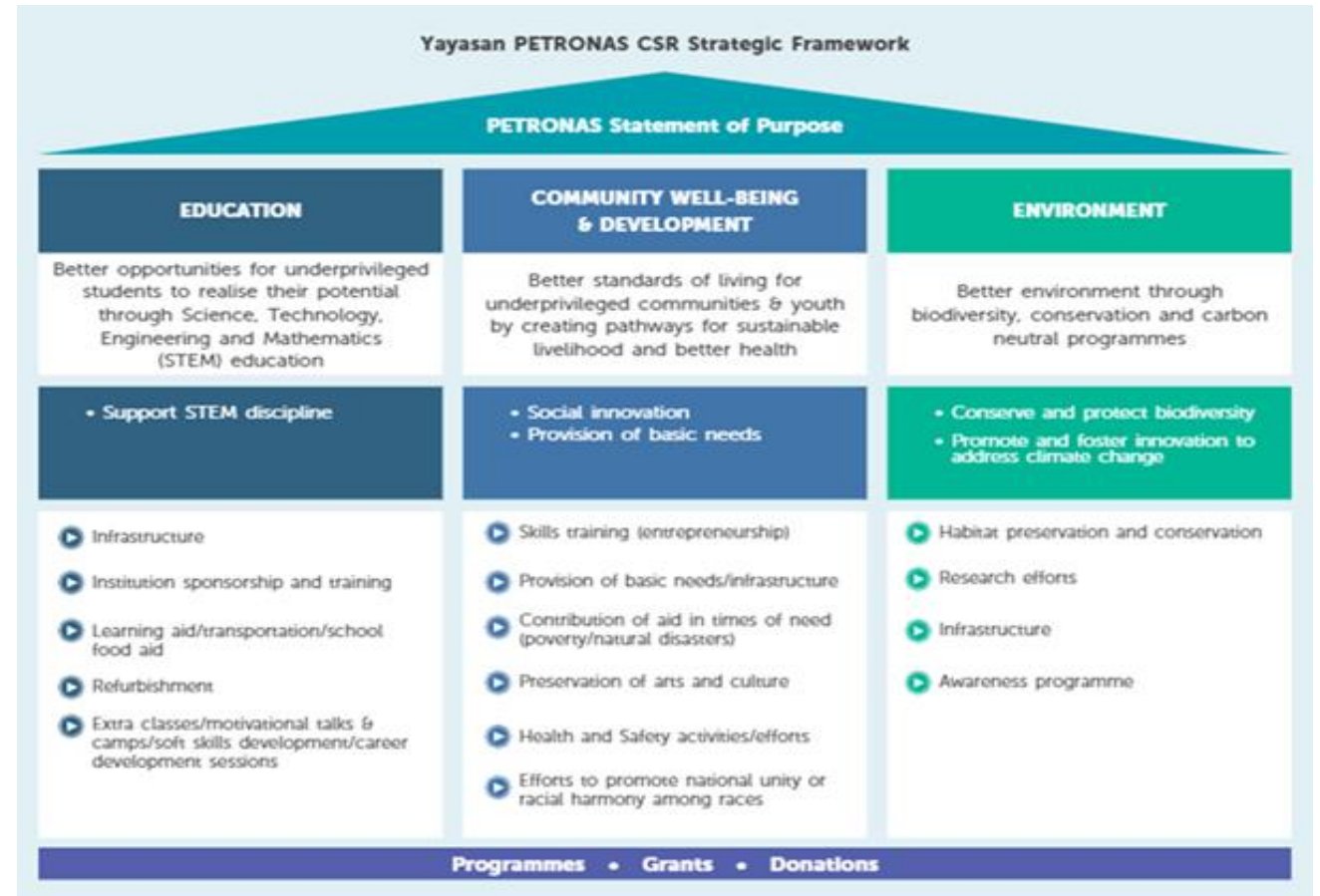
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PCG CSR Strategy

Our Corporate Social Responsibility (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 purpose and fulfilment. 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.



EDUCATION

Inputs		Outputs	Impact
How		Social and Environmental Outputs	Social and Environmental Impacts
Form of Contribution <ul style="list-style-type: none"> • Monetary • Management costs 	Issues Addressed <ul style="list-style-type: none"> • Education • Environment 	Individuals reached/ supported <ul style="list-style-type: none"> • 1,300 Type of beneficiary <ul style="list-style-type: none"> • Schools- directly to teachers for practical use in classroom learning with students. Organisation supported <ul style="list-style-type: none"> • Pusat STEM Negara, Ministry of Education • Schools nationwide Other company specific output measures <ul style="list-style-type: none"> • Module with interactive games 	On society: depth of impact <ul style="list-style-type: none"> • Increased awareness and gain clarity and knowledge on plastic and waste management with 95% increase in awareness based on survey among 1,300 teachers On society: type of impact <ul style="list-style-type: none"> • Possible lifestyle and attitude change in waste management/ recycling habits for plastic and other recyclable waste. Impact on environmental behaviour <ul style="list-style-type: none"> • This reduces plastic and other waste to the environment
Location of Activities <ul style="list-style-type: none"> • Malaysia Activities <ul style="list-style-type: none"> • Plastic Sustainability & You Education Programme 		Business Outputs	Business Impacts
		Employee involved in the activity <ul style="list-style-type: none"> • 15 personnel with total 778 hours spent Other influential stakeholder reached <ul style="list-style-type: none"> • Ministry of Education officers 	On employee volunteers <ul style="list-style-type: none"> • Staff involvement in CSR initiatives helps staff members gain insights from end users on better design for sustainability. On the business <ul style="list-style-type: none"> • PCG's CSR is aligned with promoting circular economy. • The Circular Economic value in loop closing practices will support circular feedstock initiatives under the NPE. • Revenue generated from collection and recycling of plastic waste. • Stakeholder relations strengthened • Uplift in brand awareness for PCG business.

COMMUNITY WELLBEING AND DEVELOPMENT

Inputs		Outputs	Impact
How		Social and Environmental Outputs	Social and Environmental Impacts
Form of Contribution <ul style="list-style-type: none"> • Monetary • In-kind • Management costs 	Issues Addressed <ul style="list-style-type: none"> • Emergency relief • Social welfare • Health & Safety Education 	Individuals reached/ supported <ul style="list-style-type: none"> • 65,720 Type of beneficiary <ul style="list-style-type: none"> • Community • School students, teachers and lab assistant Organization supported <ul style="list-style-type: none"> • Jabatan Kebajikan Masyarakat • Universiti Teknologi MARA (UiTM) • Universiti Teknikal Malaysia Melaka (UTEM) • German Malaysian Institute (GMI) • Advanced Technology Training Centre (ADTECH) Other company specific output measures <ul style="list-style-type: none"> • Lab safety education banner 	On society: depth of impact <ul style="list-style-type: none"> • Community Wellbeing & Development initiatives are implemented to ensure our communities have better quality of life, focusing on safety practices. • In addition, we support and aid local community within our operational boundaries during pandemic/ climate related disaster. • COVID-19 relief programmes, include COVID-19 community relief packages and stakeholder relief packages. On society: type of impact <ul style="list-style-type: none"> • Quality of life-well-being of local communities • Support safe handling of chemicals to students, teachers and lab assistants at targeted schools • Impact on social health of stakeholders involved • >65,000 people reached through the COVID-19 relief program during the Movement Control Order (MCO) • Food supplies provided to 3,000 B40 families (families below poverty line)during COVID-9 • 300,000 face shields produced and delivered to front liners during MCO
Location of Activities <ul style="list-style-type: none"> • Malaysia Activities <ul style="list-style-type: none"> • COVID 19 Relief Programme <ul style="list-style-type: none"> • Community Relief Package • Stakeholder Relief Package • Safety Programme (Safe Handling of Chemical at School) 		Business Outputs	Business Impacts
		Employees involved in the activity <ul style="list-style-type: none"> • 34 personnel with total 122.5 hours spent Media covered achieved <ul style="list-style-type: none"> • Media release Other influential stakeholder reached <ul style="list-style-type: none"> • State government at each location • Local government agencies 	On employee volunteers <ul style="list-style-type: none"> • Staff involvement in CSR initiatives helps staff members gain insights from end users on better safety practice. On the business <ul style="list-style-type: none"> • Stakeholder relations strengthened • Uplift in brand awareness for PCG business

ENVIRONMENT

Inputs		Outputs	Impact
How		Social and Environmental Outputs	Social and Environmental Impacts
Form of Contribution <ul style="list-style-type: none"> • Monetary • In-kind • Management costs 	Issues Addressed <ul style="list-style-type: none"> • Environment • Education 	Individuals reached/ supported <ul style="list-style-type: none"> • 3,080 Type of beneficiary <ul style="list-style-type: none"> • Community • Students Organisation supported <ul style="list-style-type: none"> • Malaysian Nature Society (MNS) • Universiti Malaysia Terengganu Other company specific output measures <ul style="list-style-type: none"> • Number of trees planted • Number Red List species • Biodiversity conservation • Number of recyclable waste collected 	On society: depth of impact <ul style="list-style-type: none"> • Improvement in biodiversity, conservation and carbon reduction at Kertih river. • Made improvement via 3R activities and education including biodiversity and promoting green culture. Amount of waste collecting /reduction <ul style="list-style-type: none"> • 2000 kg Protection of biodiversity, coast line and habitat 14,000 sq meter of forest with 11,000 mangrove trees Impact on the environment & environmental awareness <ul style="list-style-type: none"> • Tree planting activity and education on mangrove at ecoCare Education Centre
Location of Activities <ul style="list-style-type: none"> • Malaysia Activities <ul style="list-style-type: none"> • ecoCARE • Be Green 		Business Outputs	Business Impacts
		Employee involved in the activity <ul style="list-style-type: none"> • 9 personnel with total 49 hours spent Media covered achieved <ul style="list-style-type: none"> • Article in Harian Metro Other influential stakeholder reached <ul style="list-style-type: none"> • Local government agencies 	On employee volunteers <ul style="list-style-type: none"> • Behavioral change in achieving business goals including New Plastics Economy (NPE) and Net Zero Carbon Emissions (NZCE) 2050. On the business <ul style="list-style-type: none"> • Success of New Plastics Economy Programme – plastic waste as feedstock • Uplift in brand awareness • Reached more people or spent time with clients/customers • Increased company profile and brand recognition • Increase performance in sustainability index e.g., DJSI