# FRONTKEN

## **Environment - Climate change**

## Frontken Corporation Sustainability Development Report\_FY2023

www.frontken.com

Our future depends on what we do today

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## **ENVIRONMENT – CLIMATE CHANGE**

The Global Risks Report 2022, for the first time, points to "Climate Action Failure" as the most severe risk the world will be facing in the next ten years. We care about the impacts of climate on company operations and the potential issues that it may present to society.

The greenhouse effect occurs naturally when heat from the Earth's surface is absorbed by greenhouse gases (GHGs) such as carbon dioxide (CO2), methane (CH4), nitrous oxide (N2O), sulphur hexafluoride (SF6), hydrofluorocarbons (HFCs) and perfluorocarbons (PFCs).



Total GHG emissions 1990-2021 (GtCO<sub>2</sub>e/year)

[Source : United Nations Environment Programme (2022). Emissions Gap Report 2022]

Greenhouse gases are naturally present in the air and allow the Earth's atmosphere to be warm enough to support life. However, human activities such as burning of fossil fuels for energy and industrial production, and clearing of forests to raise livestock, increases the amount of GHGs in the atmosphere. These additional GHGs trap even more heat in the atmosphere, making the Earth warmer. Global warming leads to long-term climate change.

Scientists worry that the accumulation of these gases in the atmosphere has changed and will continue to change the climate. The risk of climate change depends on the physical and socioeconomic implications of a changing climate. Potential climate change risks have several effects including more severe weather patterns; damage to human-built environments, chaotic ecosystems, damage biodiversity; changes in patterns of drought and flood, with less potable water; inundation of coastal areas from rising sea levels; and more deaths from heat waves, storms, and contaminated water, and increased incidence of tropical diseases.

Scientists reach this conclusion by looking at two trends. First, global surface temperature data show that Earth has warmed 0.5 °C (1 °F) over the past 100 years. At the same time, atmospheric concentrations of GHGs such as CO2 have increased by about 30% over the past 200 years.

The threat of climate change is being addressed globally by the United Nations Framework Convention on Climate Change (UNFCCC): the long-term objective is 'to stabilise atmospheric greenhouse gas

concentrations at a level that would prevent dangerous anthropogenic interference with the climate system'.

According to the Intergovernmental Panel on Climate Change (IPCC), to keep global warming below 2 °C, emissions of carbon dioxide (CO2) and other greenhouse gases (GHGs) must be halved by 2050 (compared with 1990 levels). The world will see serious climate impacts at 1.5°C. But after that it gets much worse. The difference between 1.5°C and 2°C can be summarised as follows: (a) the difference between 70% or 99% of coral reefs dying; (b) double the likelihood that insects, vital pollinators, lose half their habitat; (c) ice-less summers in The Arctic Ocean once per century or once per decade; (d) one meter added in sea-level rise; (e) 6 million to 16 million affected by sea-level rise in coastal areas by the end of this century.

Our climate change management focuses internally on strengthening own capabilities in both mitigation and adaptation capabilities, and externally on both supply chain carbon reduction, and providing customers with low carbon services to form our major management strategies.



### **OUR CLIMATE CHANGE MANAGEMENT**

The climate change challenges we face today are global threat facing humanity, however the answers involve a superhuman level of understanding, sacrifice and execution. CO2 is a global pollutant that cannot be locally contained in any location. And is now a reality. The consequences of a global indecision will eventually lead to a very dangerous heat levels, drought, floods and extreme hardship for millions of people all around the world. The climate change has a very extensive disastrous effects on our environment, including but not limited to increasing frequency and intensity of many extreme weather effects, flooding, famine, to changing sea temperature, ocean acidity, and ultimately increase in sea level.

Frontken Group are responding the climate change with high urgency and commitment. We approach our climate change work by focusing on the fundamentals of climate change materiality assessment; including what are the critical issues and where are the greatest impact. This materiality assessment provide a framework for our work across our strategic pillars of climate resilience, resources resilience, and production resilience — and record how we can best execute and achieve the change and reduce our environmental footprint.

CLIMATE RESILIENCE	RESOURCE RESILIENCE	PRODUCTION RESILIENCE
Response with high urgency and commitment to mitigate climate change and protect Frontken Group from its effects	Secure Frontken Group critical resources, such as utilities, water and materials, chemicals, manpower,and supply chain through optimisation, recycle and recovery of treasure from waste.	Ensure our Frontken Group can thrive in the future economy in the face of climate change and growing resource constraints

Frontken Group will in accordance with our environmental policy and measures committed to:

- (a) Reduce the energy used in our operations; including improved energy efficiency in our buildings, facilities, equipment and tooling;
- (b) Reduce water impacts in the manufacturing of our operations, including the use of our services, and operation of all our facilities;
- (c) Implement alternative or renewable energy technologies such as solar panels, where practical to provide additional sustainable energy for our facilities;
- (d) Engage with all the stakeholders including the supply chain to combat climate change;
- (e) Work with suppliers/partners to reduce the carbon embedded in all consumables such as chemicals, packaging materials, and the carbon footprint of our equipment and supply chain suppliers to minimise their carbon impacts;
- (f) Integrate green chemistry innovation into our processes design and green production, including removal of harmful chemicals that detriment to human health or the environment;

- (g) Set targets to reduce our carbon emissions including scope 1, scope 2 and scope 3;
- (h) Report our greenhouse gas emissions, targets, results and activities openly and in accordance with the Greenhouse Gas Protocol.

We pledged to reduce our Emissions Intensity (EI) – the amount of GHGs emitted per dollar revenue – by 50 per cent by 2050, and to stabilise emissions with the aim of peaking around 2050; and to achieve Net Zero Emissions by 2060.

We advocate and act upon the principles of operational transparency and respects shareholder rights. We believe that the basis for successful corporate governance is a sound and effective Board of Directors. We also linked shareholders' interests and ESG (including climate change management) achievements to Frontken corporate executives' compensation by introducing incentive and performance bonuses; and the employee restricted stock awards (RSAs) issuance plan approved by the Board and the Shareholders.

Every year, we report on our climate change in our Sustainability Report, which details progress on our long-term focus to improve transparency, set ambitious targets and integrate climate change responsibility across all aspects of our business units. We will continuously introduce specific initiatives to significantly reduce our gas emissions. Our Target is to continuously reduce our carbon footprint and our impact on climate change by decreasing our GHG emissions and improving energy efficiency.

ENVIRONMENT	TARGET INDICATORS DATA	UNIT OF MEASURE
GHG EMISSION SCOPE 1,2 and 3	Scope 1 Direct Emissions from company facilities, fleets, etc; (tCO2e)	tCO2e
	Scope 2 : Indirect Emissions from electricity purchased and used by the company; (tCO2e)	tCO2e
	Scope 3 : Other Indirect Emissions from company activities via entities beyond its ownership or control (procurement, shipping, distribution, waste, etc.), and business travel and employee commuting; (tCO2e)	tCO2e
SCOPE 1 : GHG EMISSIONS INTENSITY (EI) PER REVENUE IN MILLION RM	(a) Short Term Goal by 2025 ; - Reduce 10% our Emissions Intensity (EI) – the amount of GHGs emitted per dollar revenue. (Baseline data FY2020). (kgCO2e per revenue in Million RM)	kgCO2e per revenue in Million
	(b) Medium Term Goal by 2035; - Reduce 25% our Emissions Intensity (EI) – the amount of GHGs emitted per dollar revenue in million RM. (Baseline data FY2020).	kgCO2e per revenue in Million
	(c) Long Term Goal by 2050; - Reduce 50% our Emissions Intensity (EI) – the amount of GHGs emitted per dollar revenue in million RM. (Baseline data FY2020).	kgCO2e per revenue in Million
SCOPE 2 : GHG EMISSIONS INTENSITY (EI) PER UNIT PRODUCTION	(a) Short Term Goal by 2025 ; - Reduce 10% our greenhouse gas (GHG) emissions per unit of production. (Energy consumption and GHG emissions baseline data FY2020). (kgCO2e per part)	kgCO2e per part
	(b) Medium Term Goal by 2035; - Reduce 20% our greenhouse gas (GHG) emissions per unit of production. (Energy consumption and GHG emissions baseline data FY2020).	kgCO2e per part

(c) Long Term Goal by 2050; - Reduce 50% our greenhouse gas (GHG) emissions per unit of production. (Energy consumption and GHG emissions baseline data FY2020).	kgCO2e per part
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ENVIRONMENT	TARGET INDICATORS DATA	UNIT OF MEASURE
	(a) Short Term Goal by 2025 ; - Reduce 10% our water consumption per unit of production. (Water consumption baseline data FY2019). (Cubic meter per part)	cum per part
WATER CONSERVATION	(b) Medium Term Goal by 2035; - Reduce 20% our water consumption per unit of production. (Water consumption baseline data FY2019).	cum per part
	(c) Long Term Goal by 2050; - Reduce 30% our water consumption per unit of production. (Water consumption baseline data FY2019).	cum per part
	(i) Disclosure of the number of incidents of non-compliance with water quality/quantity permits, standards and regulations	number of incidents
WATER DATA	(ii) Water management plan (including water recycling system)	Kilo Tonnes
	(iii) Water-stressed/scarce regions.	number
	(iv) Total water (effluent) discharge from facilities.	Cubic M
	Ocean total discharge	Cubic M
TOTAL WATER	Surface Water total discharge	Cubic M
DISCHARGE	Subsurface / well total discharge	Cubic M
	Off-site water treatment total discharge	Cubic M
DISCLOSED BY	Beneficial / other use total discharge	Cubic M
	Total discharge	Cubic M
	Surface water from rivers, lakes, natural ponds	Cubic M
	Groundwater from wells, boreholes	Cubic M
TOTAL WATER WITHDRAWAL DATA DISCLOSED BY	Used quarry water collected in the quarry	Cubic M
	Municipal potable water	Cubic M
	External wastewater	Cubic M
SOURCE	Harvested rainwater	Cubic M
	Sea water, water extracted from the sea or the ocean	Cubic M
	Total Water Withdrawal	Cubic M

ENVIRONMENT	TARGET INDICATORS DATA	UNIT OF MEASURE
WASTE REDUCTION	(a) Short Term Goal by 2025 ; - Reduce 10% our waste generated in kg per unit of production. (Waste generated baseline data FY2019). (kg per part)	kg per part
	(b) Medium Term Goal by 2035; - Reduce 20% our waste generated in kg per unit of production. (Waste generated baseline data FY2019).	kg per part

	(c) Long Term Goal by 2050; - Reduce 50% our waste generated in kg per unit of production. (Waste generated baseline data FY2019).	kg per part
	(i) Total waste recycled.	Tonnes
WASTE DATA	(ii) Total hazardous waste generated	Tonnes
	(iii) Total non-recylced waste generted	Tonnes

ENVIRONMENT	TARGET INDICATORS DATA	UNIT OF MEASURE
<ul> <li>(a) Short Term Goal by 2025 ; - Increase usage of e chemical in kg per unit of production by 10%. (Frie baseline data FY2019=0.97). (kg per part)</li> <li>(a) Short Term Goal by 2025 ; - committed complia usage, storage and disposal of used chemicals in a manner.</li> <li>(b) Medium Term Goal by 2035; - Increase usage of friendly chemical in kg per unit of production by 3 use baseline data FY2019). (kg per part)</li> <li>(c) Long Term Goal by 2050; - Increase usage of enchemical in kg per unit of production by 50%. (Frie baseline data FY2019). (kg per part)</li> </ul>	(a) Short Term Goal by 2025 ; - Increase usage of environmental friendly chemical in kg per unit of production by 10%. (Friendly chemical use baseline data FY2019=0.97). (kg per part)	kg per part
	(a) Short Term Goal by 2025 ; - committed compliance to proper handling, usage, storage and disposal of used chemicals in an environmental friendly manner.	compliance
	(b) Medium Term Goal by 2035; - Increase usage of environmental friendly chemical in kg per unit of production by 30%. (Friendly chemical use baseline data FY2019). (kg per part)	kg per part
	(c) Long Term Goal by 2050; - Increase usage of environmental friendly chemical in kg per unit of production by 50%. (Friendly chemical use baseline data FY2019). (kg per part)	kg per part

RND INNOVATION	TARGET INDICATORS DATA	UNIT OF MEASURE
INNOVATION	total accumulative green power project (KW) since 2018	kw
PROJECTS FOR SUSTAINABILITY DEVELOPMENT	total accumulative DIW recycling project since 2018 (Ton)	ton
	total accumulative waste recycling project since 2018 (Kg)	kg

#### Contributing to the Sustainable Development Goals

TARGET 7-1	7.1 = ensure universal access to affordable, reliable and modern energy services.
TARGET 8-4	8.4 = Improve progressively, global resource efficiency in consumption and production and endeavour to decouple economic growth from environmental degradation, in accordance with the 10-year framework of programmes on sustainable consumption and production, with developed countries taking the lead.
TARGET       13-1         Image: Constraint of the second seco	<ul> <li>13.1 = Strengthen resilience and adaptive capacity to climate-related hazards and natural disasters in all countries.</li> <li>13.3 = Improve education, awareness-raising and human and institutional capacity on climate change mitigation, adaptation, impact reduction and early warning.</li> </ul>
TARGET       12-6         Image: Companies to adopt SUSTAINABLE PRACTICES AND SUSTAINABLE PRACTICES AND SUSTAINABLE LIFESTYLES	12.6 = Encourage companies, especially large and transnational companies, to adopt sustainable practices and to integrate sustainability information into their reporting cycle 12.8 = ensure that people everywhere have the relevant information and awareness for sustainable development and lifestyles in harmony with nature

#### FCB CLIMATE CHANGE MANAGEMENT FRAMEWORK



The Board of Directors plays the role of overseeing and providing guidance to the Company's comprehensive climate change and sustainable management strategies. At Frontken, the Board is responsible for overseeing climate change governance and the management framework. The Sustainability Steering Committee is our top organization in climate change management. Frontken Executive Director – Dr Tay Kiang Meng is responsible to Sustainability Steering Committee for formulating mid-to-long term climate change management strategies; identifying our climate risks, formulating annually adaptation and mitigation plans in response to climate change, management the focuses, and countermeasures; integrating interdepartmental resources for climate action; reviewing progress, discussing future plans, and reporting to the Board of Directors.

#### **TOTAL RISK MANAGEMENT**

To fulfil long-term sustainability responsibilities, Frontken has developed an Enterprise Risk Management (ERM) Program to integrate and manage potential risks that may affect operational and profitability strategies, operations, finances, and hazards (including climate change, utility supply, earthquake, fire, chemical spill, etc.). We also perform a quantitative risk assessment according to the possibility of climate risks and severity of impact on operations to identify risk levels and major climate risk events. The Business Units Sustainability Members /Team report results of the climate risk/ opportunities and financial impact assessment to the Sustainability Steering Committee Chairperson annually to make prioritize and adopt risk control measures, crisis management, and business continuity management to help strengthen our resilience to climate risks.

#### **OUR SPECIFIC CLIMATE-RELATED RISK MANAGEMENT PROCESS**

#### **Risk Identification and Assessment**

Sustainability Steering Committee and Audit Committee of the Board of Directors review and approve implementation of risk management strategies and prioritization of risk controls.

#### **Risk Monitoring and Reporting**

Each Business Unit Sustainability Members report to Sustainability Steering Committee and Audit Committee on the focus of enterprise risk management, risk assessment, and mitigation efforts.

#### **Risk Control and Mitigation**

Communication to each Business Unit Sustainability Members /Team for enhancing risk prevention and mitigation controls.

#### **Risk Response**

Each Business Unit implements the planning /programm in response to climate change, integrate interdepartmental resources and take corresponding countermeasures.

#### **IDENTIFICATION AND ASSESSMENT OF CLIMATE RISKS AND OPPORTUNITIES**

In compliance with the TCFD framework, Frontken has identified and assessed climate change risks and response measures across the corporation. We hold an internal meeting every six months to fully discuss the risks and opportunities of climate change and review our existing response plans. We also attend various lectures and forums/ workshops related to climate change every year to enrich our understanding on the transition risks, physical risks, and opportunities posed by climate change to our value chain.



#### CLIMATE RISKS AND OPPORTUNITIES MATRIX

#### Opportunities:

- 1. Improve plant energy efficiency
- 2. Develop alternative or renewable energy technologies
- 3. Drive low carbon green production
- 4. Improve the reputation of the enterprise
- 5. Participation in carbon trading market
- 6. Increase resilience against natural disasters

**Risks** (Transition /Physical Risks):

- 1. GHG emissions restriction and carbon taxes/carbon fee
- 2. Impact on company reputation
- 3. Extreme weather caused by climate change, such as flood and drought
- 4. Higher Natural Disaster Insurance Premium
- 5. Rising Temperature

#### **POTENTIAL FINANCIAL IMPACT**

The potential financial impacts of climate change are categorized into transition risks, physical risks, regulatory risks, and climate opportunities. Transition risks are comprised of major carbon reduction costs from Frontken pathways to achieve Net Zero Emissions by 2060. For example, developing energy-saving and carbon reduction technologies, expenses for application projects, paying a premium for green energy, and purchasing carbon credits. Regulatory risks include risks from estimating potential future carbon fees according to local government's policies. Physical risks primarily consist of growing electricity costs from air conditioner use because of slowly rising global temperatures and the cost of responding to climate changes and disasters.

item	Climate Risks	Potential Financial Impact	Climate Opportunities	Potential Financial Impact
Transition Risks	GHG emissions restriction and carbon taxes /carbon fee	Restriction on our production capacity expansion; Increase renewable energy and carbon credit costs; Increase in operation costs.	Select alternative or renewable energy technologies; Participation in Carbon Trading Market.	Satisfy customer demands for low-carbon production and realize the win-win goal; Early purchases of renewable energy may successfully increase operation capacity; Stock up on required carbon credits for future emissions.
	Impact on company reputation	Damage to company image when unable to meet stakeholder expectations.	Receive rewards for offsetting carbon	Improving the reputation of the enterprise can greatly increase the company's revenue and profits.
Physical Risks	Extreme weather caused by climate change, such as flood and drought.	Production affected (including supply chain), resulting in financial losses and a decrease in revenue.	Increase resilience against natural disasters.	Strengthen climate resilience and lower the risk of operation interruption and potential losses.
	Higher Natural Disaster Insurance Premium	Increase in operation costs.	Achieve our financial health and organizational health.	Take precautions to reduce financial risks.
	Rising Temperature	Increase in energy consumption, carbon emissions and production run cost.	Increase resilience against climate change and drive low carbon green production.	Save energy and reduce utilities costs; Greatly mitigate the negative impacts of climate change.

## FINANCIAL IMPACT ANALYSIS OF CLIMATE CHANGE

**Specific actions:** Strongly support the initiatives of the international organizations on climate change, and abide by public policies and local laws and regulations;

Improve energy efficiency to reduce the energy used in our operations;

Work with related associations and government agencies to implement green energy technologies such as solar panels and purchase green energy;

Engage with all the stakeholders including the supply chain to minimise the carbon impacts;

Continue carrying out GHG reduction actions and set targets to reduce our carbon emissions;

Continue investing in R&D for sustainable innovation;

Insist on responsible green production and green innovations and use transparent disclosure to enhance the company's green reputation;

Each business unit evaluates the risk level for drought and flood every year and come out risk mitigation measures accordingly;

Implement FCB business continuity plan and update it regularly.



### **SCENARIO ANALYSIS**

We have evaluated the impact of various GHG emission controls on our operations and the supply chain according to the worst-case scenario possible for transition and physical risks. We have taken the outcomes into consideration when determining the resiliency of strategies. In addition, we have also included potential growth in carbon emissions from business growth and new facilities expansion as well as existing carbon reduction actions into evaluations to analyse the potential financial impact of climate risks.

## CLIMATE SCENARIO 1: TRANSITION RISKS - NET ZERO EMISSIONS

Assessment	• Estimated costs for internal carbon reduction and purchasing green energy and carbon credits as company strives for Net Zero Emissions by 2060.
Assumption	<ul> <li>Aggressive control of GHG emissions will allow the world to control rising temperatures to below 1.5°C by the end of the century and achieve Net Zero Emissions by 2060.</li> </ul>
Risk Quantification	<ul> <li>Increased costs in 2060 will account for 6~8% of annual revenue.</li> </ul>
Impact to Decision Making	<ul> <li>Internal carbon reduction measure; purchase renewable energy and carbon credits; collaborate with other parties for carbon offset; carbon reduction in the supply chain.</li> </ul>



## CLIMATE SCENARIO 2: PHYSICAL RISKS – DROUGHTS

Assessment	<ul> <li>Estimated frequency of future droughts, costs of maintaining alternative water sources, and potential operating losses to Frontken group.</li> </ul>
Assumption	<ul> <li>GHG emissions continuing as usual will lead to rising temperatures of 3.2°C.</li> </ul>
Risk Quantification	<ul> <li>Frontken group has estimated droughts to occur once every ten years and to have an impact of less than 2% of the average annual revenue.</li> </ul>
Impact to Decision Making	<ul> <li>Internal water conservation; use of reclaimed water; alternative water sources.</li> </ul>



Frontken has established climate indicators for GHG, energy use, and water resources to track management outcomes. As a leading provider of support services to the semiconductor industry, surface treatment and mechanical engineering solutions, serving a wide-range of industries in Singapore, Malaysia, Taiwan and other countries/regions, we are deeply aware of our responsibilities toward local and global environments. We strive to realize the sustainable development principle of common good for the ecosystem and continue to promote the four management initiatives of "Mitigation, Adaptation, Carbon Reduction in the Supply Chain, and Low-Carbon Services".

Innovation projects	Y2018	Y2019	Y2020	Y2021	Y2022
Green power project (KW)	268,242	384,128	368,924	320,640	935,661
Accumulative green power project (KW) since 2018	268,242	652,370	1,021,294	1,341,934	2,277,595
DIW recycling project (Ton)	55,907	54,443	49,090	67,675	80,508
Accumulative DIW recycling project since 2018 (Ton)	55,907	110,350	159,440	227,115	307,623
Waste recycling project (Kg)	8,337	54,872	71,380	171,570	75,037
Accumulative waste recycling project since 2018 (Kg)	8,337	63,209	134,589	306,159	381,196



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## **APPENDIX A - DATA**

ENVIRONMENT			PERFORMA	NCE DATA	
SECTION	TARGET INDICATORS DATA	UNIT OF MEASURE	FY2020	FY2021	FY2022
GHG EMISSION SCOPE 1,2 and 3	Scope 1 Direct Emissions from company facilities, fleets, etc; (tCO2e)	tCO2e	1,332	1,430	1,671
	Scope 2 : Indirect Emissions from electricity purchased and used by the company; (tCO2e)	tCO2e	10,188	10,375	10,432
	Scope 3 : Other Indirect Emissions from company activities via entities beyond its ownership or control (procurement, shipping, distribution, waste, etc.), as well as business travel and employee commuting; (tCO2e)	tCO2e	36,789	32,230	51,619
	Scope 1 & 2; (tCO2e)	tCO2e	11,520	11,805	12,103
	Coverage by revenue (%): Ratio of Frontken semiconductor related business revenue in Singapore, Malaysia and Taiwan to the whole revenue of Frontken Group.	Percentage	89%	89%	83.35%
	Scope 1, 2 & 3; (tCO2e)	tCO2e	48,309	44,035	63,722
ENERGY DATA	(i) Total energy consumption data.	Mwh	19,958	21,288	21,218

	(ii) Coverage by revenue (%): Ratio of Frontken semiconductor related business revenue in Singapore, Malaysia and Taiwan to the whole revenue of Frontken Group.	Percentage	89%	89%	83.35%
	(iii) Internal carbon price : per tonne of greenhouse gas emissions (tCO2e).	USD	15	20	20
	(a) Short Term Goal by 2025 ; - Reduce 10% our Emissions Intensity (EI) – the amount of GHGs emitted per dollar revenue. (Baseline data FY2020). (kgCO2e per revenue in Million RM)	kgCO2e per revenue in Million	3,620	3,176	3,231
SCOPE 1 : GHG EMISSIONS INTENSITY (EI) PER REVENUE IN MILLION RM	(b) Medium Term Goal by 2035; - Reduce 25% our Emissions Intensity (EI) – the amount of GHGs emitted per dollar revenue in million RM. (Baseline data FY2020).	kgCO2e per revenue in Million	NA_TBD	NA_TBD	NA_TBD
	(c) Long Term Goal by 2050; - Reduce 50% our Emissions Intensity (EI) – the amount of GHGs emitted per dollar revenue in million RM. (Baseline data FY2020).	kgCO2e per revenue in Million	NA_TBD	NA_TBD	NA_TBD
SCOPE 2 : GHG EMISSIONS INTENSITY (EI) PER UNIT PRODUCTION	(a) Short Term Goal by 2025 ; - Reduce 10% our greenhouse gas (GHG) emissions per unit of production. (Energy consumption and GHG emissions baseline data FY2020). (kgCO2e per part)	kgCO2e per part	5.18	4.50	5.00

	(b) Medium Term Goal by 2035; - Reduce 20% our greenhouse gas (GHG) emissions per unit of production. (Energy consumption and GHG emissions baseline data FY2020).	kgCO2e per part	NA_TBD	NA_TBD	NA_TBD
	(c) Long Term Goal by 2050; - Reduce 50% our greenhouse gas (GHG) emissions per unit of production. (Energy consumption and GHG emissions baseline data FY2020).	kgCO2e per part	NA_TBD	NA_TBD	NA_TBD
	Purchased goods and services	tCO2e	7,828	9,689	9,997
	Capital goods	tCO2e	20,962	17,697	34,746
	Fuel-and-energy-related activities (not included in scope 1 or 2)	tCO2e	2,348	2,432	2,525
	Upstream transportation and distribution	tCO2e	26	0	0
	Waste generated in operations	tCO2e	4,870	1,353	1,447
SCOPE 3 GHG	Business travel	tCO2e	186	43	257
	Employee commuting	tCO2e	211	230	257
	Upstream leased assets	tCO2e	0	0	0
	Investments	tCO2e	0	0	0
	Downstream transportation and distribution	tCO2e	356	785	2,390
	Processing of sold products	tCO2e	0	0	0
	Use of sold products	tCO2e	0	0	0

	End of life treatment of sold products	tCO2e	0	0	0
	Downstream leased assets	tCO2e	0	0	0
	Franchises	tCO2e	0	0	0
	Other (upstream)	tCO2e	0	0	0
	Other (downstream)	tCO2e	0	0	0
	Total/no breakdown	tCO2e	36,789	32,230	51,619
	<ul> <li>(a) Short Term Goal by 2025 ; -</li> <li>(i) Reduce 10% our unit air pollutant emissions – the amount of air pollutant emissions in kg per unit of production. (Baseline data FY2020). (kg per part)</li> </ul>	Kg per part	0.0030	0.0026	0.0036
	<ul> <li>(a) Short Term Goal by 2025 ;</li> <li>(ii) Report &lt; 1 case of abnormal occurrences to supervising authorities;</li> </ul>	Number of abnormal occurrence	0	0	0
AIR POLLUTANT EMISSIONS	(b) Medium Term Goal by 2035; - (i) Reduce 25% our unit air pollutant emissions. (Baseline data FY2020). (ii) Report < 1 case of abnormal occurrences to supervising authorities.	Kg per part/ Number of abnormal occurrence	NA_TBD	NA_TBD	NA_TBD
	(c) Long Term Goal by 2050; - (i) Reduce 50% our unit air pollutant emissions. (Baseline data FY2020). (ii) Report < 1 case of abnormal occurrences to supervising authorities.	Kg per part/ Number of abnormal occurrence	NA_TBD	NA_TBD	NA_TBD

WATER CONSERVATION	(a) Short Term Goal by 2025 ; - Reduce 10% our water consumption per unit of production. (Water consumption baseline data FY2019). (Cubic meter per part)	cum per part	0.12	0.11	0.13
	(b) Medium Term Goal by 2035; - Reduce 20% our water consumption per unit of production. (Water consumption baseline data FY2019).	cum per part	NA_TBD	NA_TBD	NA_TBD
	(c) Long Term Goal by 2050; - Reduce 30% our water consumption per unit of production. (Water consumption baseline data FY2019).	cum per part	NA_TBD	NA_TBD	NA_TBD
WATER DATA	(i) Disclosure of the number of incidents of non-compliance with water quality/quantity permits, standards and regulations	number of incidents	0	0	0
	(ii) Water management plan (including water recycling system)	Kilo Tonnes	49	68	81
	(iii) Water-stressed/scarce regions.	number	0	0	0
	(iv) Total water (effluent) discharge from facilities.	Cubic M	244,350	264,884	265,480
TOTAL WATER	Ocean total discharge	Cubic M	0	0	0
(EFFLUENT) DISCHARGE DATA DISCLOSED	Surface Water total discharge	Cubic M	0	0	0
BY DESTINATION	Subsurface / well total discharge	Cubic M	0	0	0

	Off-site water treatment total discharge	Cubic M	244,350	264,884	265,480
	Beneficial / other use total discharge	Cubic M	0	0	0
	Total discharge	Cubic M	244,350	264,884	265,480
	Surface water from rivers, lakes, natural ponds	Cubic M	0	0	0
	Groundwater from wells, boreholes	Cubic M	0	0	0
	Used quarry water collected in the quarry	Cubic M	0	0	0
TOTAL WATER WITHDRAWAL	Municipal potable water	Cubic M	244,350	264,884	265,480
DATA DISCLOSED BY SOURCE	External wastewater	Cubic M	0	0	0
	Harvested rainwater	Cubic M	0	0	0
	Sea water, water extracted from the sea or the ocean	Cubic M	0	0	0
	Total Water Withdrawal	Cubic M	244,350	264,884	265,480
WASTE REDUCTION	(a) Short Term Goal by 2025 ; - Reduce 10% our waste generated in kg per unit of production. (Waste generated baseline data FY2019). (kg per part)	kg per part	0.4	0.4	0.4
	(b) Medium Term Goal by 2035; - Reduce 20% our waste generated in kg per unit of production. (Waste generated baseline data FY2019).	kg per part	NA_TBD	NA_TBD	NA_TBD
	(c) Long Term Goal by 2050; - Reduce 50% our waste generated in kg per unit of production. (Waste generated baseline data FY2019).	kg per part	NA_TBD	NA_TBD	NA_TBD



	(i) Total waste recycled.	Tonnes	49,161	67,847	80,583
	(ii) Total hazardous waste generated	Tonnes	631	705	659
WASTE DATA	(iii) Total non-recylced waste generted	Tonnes	722	971	926
	(iv) Coverage by revenue (%): Ratio of Frontken semiconductor related business revenue in Singapore, Malaysia and Taiwan to the whole revenue of Frontken Group.	Percentage	89%	89%	83.35%
ENVIRONMENT COMPLIANCE	Total costs of environmental fines and penalties during financial year	USD	0	0	0
	Total twin aluminum wire used	Tonnes	36	42	36
RAW MATERIAL USED	Total powders used for thermal spraying	Tonnes	1	2	2
	Total raw material used	Tonnes	37	44	37
CHEMICAL MANAGEMENT	(a) Short Term Goal by 2025 ; - Increase usage of environmental friendly chemical in kg per unit of production by 10%. (Friendly chemical use baseline data FY2019=0.97). (kg per part)	kg per part	1.23	1.49	1.83
	(a) Short Term Goal by 2025 ; - committed compliance to proper handling, usage, storage and disposal of used chemicals in an environmental friendly manner.	compliance	100%	100%	100%

(b) Medium Term Goal by 2035; - Increase usage of environmental friendly chemical in kg per unit of production by 30%. (Friendly chemical use baseline data FY2019). (kg per part)	kg per part	NA_TBD	NA_TBD	NA_TBD
(c) Long Term Goal by 2050; - Increase usage of environmental friendly chemical in kg per unit of production by 50%. (Friendly chemical use baseline data FY2019). (kg per part)	kg per part	NA_TBD	NA_TBD	NA_TBD