

## **<Sustainable Product Standards>**

ESG Management Team in Hyosung Corp.

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1. Environmentally friendly, sustainable, low-carbon and green-certified products under domestic Acts, subordinate statutes, and institutions

1) The following products fall under the definition of terms and scope of application of the Act on the promotion of Purchase of Green Products (hereinafter referred to as the Green Products Purchase Act)

- ① Green products: Products that minimize the input of energy and resources and the generation of greenhouse gases and pollutants under Article 66(4) of the Framework Act on Carbon Neutrality and Green Growth for Coping with the Climate Crisis and that have obtained conformity certification under Article 60(2) of the same Act.
- ② Eco-label certified products: Products that are subject to eco-label certification under Article 17(1) of the Environmental Technology and Industry Support Act or that conform to the standards for certification of each product, as determined and announced by the Minister of Environment under Paragraph (3) of the same Article.
- ③ Low-carbon products: Products that have obtained environmental product declaration certification under Article 18(1) of the Environmental Technology and Industry Support Act and that reduce the emission of greenhouse gases under subparagraph 5 of Article 2 of the Framework Act on Carbon Neutrality and Green Growth for Coping with the Climate Crisis in accordance with the standards determined and announced by the Minister of Environment.
- ④ Good recycled products: Products that are subject to quality certification for recycled products, determined and announced by the Minister of Trade, Industry and Energy under Article 33 of the Act on the Promotion of Saving and Recycling of Resources and Article 15 of the Industrial Technology Innovation Promotion Act and that have obtained certification or conform to the certification standards.
- ⑤ Other green products that are announced by the Minister of Environment, subject to consultation with the relevant Ministers and that conform to the standards for the classification of each product.

2) Machinery, equipment, or materials that have obtained high-efficiency energy certification as energy-using machinery, equipment, or materials or energy-related machinery, equipment, or materials whose distribution needs to be promoted in light of their high efficiency in energy use under Article 22 of the Energy Use Rationalization Act.

3) Products produced by economic activities that have been determined to conform to six (6) environmental goals stipulated by the K-Taxonomy (greenhouse gas reduction, climate change adaptation, sustainable water conservation, transition to a circular economy, pollution prevention and management, and biodiversity conservation).

4) Products that are added or expanded as laws and institutions are modified

2. Environmentally friendly, sustainable, low-carbon and green-certified products under foreign Acts,

subordinate statutes, and institutions, such as the USDA BioPreferred Program, EU Ecolabel, Nordic Swan Ecolable, etc.

3. Environmentally friendly, sustainable, low-carbon and green-certified products from internationally trusted independent certification authorities, such as the Global Recycled Standard (GRS), Recycle Claim Standard (RCS), ISCC PLUS, SGS ECO-Product, OEKO-TEX, Green Seal, ENERGY STAR, etc.