

CORPORATE GOVERNANCE REPORT

STOCK CODE : 5288
COMPANY NAME : SIME DARBY PROPERTY BERHAD
FINANCIAL YEAR : December 31, 2024

OUTLINE:

SECTION A – DISCLOSURE ON MALAYSIAN CODE ON CORPORATE GOVERNANCE

Disclosures in this section are pursuant to Paragraph 15.25 of Bursa Malaysia Listing Requirements.

SECTION B – DISCLOSURES ON CORPORATE GOVERNANCE PRACTICES PURSUANT CORPORATE GOVERNANCE GUIDELINES ISSUED BY BANK NEGARA MALAYSIA

Disclosures in this section are pursuant to Appendix 4 (Corporate Governance Disclosures) of the Corporate Governance Guidelines issued by Bank Negara Malaysia. This section is only applicable for financial institutions or any other institutions that are listed on the Exchange that are required to comply with the above Guidelines.

SECTION A – DISCLOSURE ON MALAYSIAN CODE ON CORPORATE GOVERNANCE

Disclosures in this section are pursuant to Paragraph 15.25 of Bursa Malaysia Listing Requirements.

Intended Outcome

Every company is headed by a board, which assumes responsibility for the company's leadership and is collectively responsible for meeting the objectives and goals of the company.

Practice 1.1

The board should set the company's strategic aims, ensure that the necessary resources are in place for the company to meet its objectives and review management performance. The board should set the company's values and standards, and ensure that its obligations to its shareholders and other stakeholders are understood and met.

Application	: Applied
Explanation on application of the practice	<p>The Board of Directors ("the Board") of Sime Darby Property Berhad ("Sime Darby Property" or "the Company") is responsible to ensure sustainable long-term performance, creation of positive economic value and growth for the Group as well as maximise returns for shareholders.</p> <p>The Board is committed to anticipate and analyse governance trends to enhance board effectiveness and future-proof the organisation against unforeseeable vulnerabilities, such as labour-related challenges and escalating material prices as well as market challenges and headwinds, with measures to ensure sustainable growth and business continuity, while enhancing resilience and adaptability to numerous market opportunities.</p> <p>The Board's oversight role focuses on continuing to build a resilient organisation while also laying the foundations for the Group's future success. The Board has a responsibility to drive the long-term success of Sime Darby Property, by constructively challenging and supporting the development of the Sime Darby Property Group's ("the Group") strategy, for the benefit of the broader group of stakeholders, consumers, society and shareholders, and at the same time, instill a culture of continuous improvement and developing talent to drive organisational transformation.</p> <p>The Board is guided by its Board Charter to ensure that it effectively discharges its duties and responsibilities under Clause 5.1. The Board Charter is available on the Group's website at www.simedarbyproperty.com/who-we-are/corporate-governance.</p> <p>The Board has put in place a robust Corporate Governance Framework where specific powers of the Board are delegated to the relevant Board Committees and the Group Managing Director and Chief Executive Officer ("GMD & CEO").</p>

	<p>The Board is assisted by the following Board Committees during the financial year under review:</p> <ol style="list-style-type: none"> 1) Audit Committee (“AC”) 2) Nomination and Remuneration Committee (“NRC”) 3) Risk Management Committee (“RMC”) 4) Board Tender Committee (“BTC”) 5) Board Sustainability Committee (“BSC”) <p>The Terms of Reference (“TOR”) of the AC, NRC, RMC, BTC and BSC are available on the Group’s website at www.simedarbyproperty.com/who-we-are/corporate-governance.</p> <p>The Board has clearly demarcated the day-to-day operational functions of the Management and the overall responsibilities of the Board through the Board Charter, Board Committees’ TOR, Group Policies and Limits of Authority, TORs and other governance documents.</p> <p>As guided by the Board Charter, the Board assumes, among others, the following seven (7) principal responsibilities:</p> <p>1) <u>Promoting Good Corporate Governance Culture</u></p> <p>The Board, together with Management, is committed to continuously promote a good corporate governance culture within the organisation. In discharging its duties and responsibilities, the Group’s business activities are governed by a set of high-level Group policies, known as the Group Policies and Authorities (“GPA”), which is a key component of Sime Darby Property’s corporate governance framework as they serve as a tool by which the Board formally delegates functions and powers to the Management. It clearly defines relevant matters and applicable limits, including those reserved for the Board’s approval, and those which the Board may delegate to the Board Committees, GMD & CEO and Management.</p> <p>Sime Darby Property’s Purpose, Vision, Mission and Values (“PVMV”) statement was launched in June 2022 with the main aim to drive the direction and behaviour expected from the Group’s employees, outlined as follows:</p> <ul style="list-style-type: none"> • Purpose : To be a Value Multiplier for people, businesses, economies and the planet. • Vision : Advancing real estate as a force for collective progress, in harmony with the planet’s resources. • Mission : To develop, own and manage a thriving asset portfolio that creates value for all stakeholders. • Values : ‘TEAM’ <ul style="list-style-type: none"> ○ T – Together we do what’s right ○ E – We lead with Excellence ○ A – We embrace new Approaches ○ M – We Make things happen
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2) Reviewing and Adopting a Strategic Plan for the Group

The Board plays an active role in the development of the Group's strategy and monitoring its performance and implementation.

- i) Sime Darby Property has an annual business plan process in place whereby the Board meets with the Management to discuss on the recommended corporate and operational strategies together with the proposed financial targets, investments and budgeted capital expenditures of the Group.
- ii) As part of the strategic planning process, for the financial year 2024 ("FY2024"), the Board Strategy Session was held from 9 to 11 November 2023 for the Board to deliberate and provide feedback on the proposed Annual Operating Plan ("AOP") for Financial Years ("FY") 2024 to 2026, together with the proposed financial targets, investments and budgeted capital expenditure of the Group. These engagements also strengthen the working and personal relationship between the Board and Management as well as drive collaborative efforts and, promote trust within the organisation.

A Mid-Year Review exercise was conducted on 29 and 31 July 2024 to stock-take and review the Company's performance in the first half of FY2024, forecast and align with the FY2024 full-year financial results and corporate scorecard performance, discuss on key challenges and brainstorm solutions and support required, pulse-check on People-related priorities and kick-start pre-emptive planning for the FY2024 AOP.

- iii) A Pre-Board Strategy Session was held on 19 September 2024 to discuss the current market and industry trends and issues as well as seed ideas in setting the basis for the FY2025 Corporate Direction. The session was useful in obtaining feedback from the Board on the proposed AOP for FY2025 to FY2027 and Financial Budget for FY2025. Sharing sessions from both local and international industry experts were also held as part of the Pre-Board Strategy Session.
- iv) In November 2024, the Board approved the proposed AOP for FY2025 to FY2027 with some suggested improvements / refinements. These would be tracked and reported to the Board every quarter. Subsequently, a 2-day Annual Management Dialogue for the top 350 leaders (Assistant Managers and above) of the Group was held in January 2025 to review Sime Darby Property's full-year 2024 performance, discuss and align key strategic plans to achieve the Group's goals and take stock of the progress of its transformation journey, the gaps and actions plans. This platform enabled participants to learn and discuss the strategic plans presented by various operating units within the Group.

	<p>The Management gained constructive input / guidance from the Board on the way forward with its AOP as well as the regulatory landscapes and challenges of the property and real estate industries in Malaysia.</p> <p>The Board continues to provide its guidance, views and feedback to ensure that the strategies are well implemented, and the business of the Group is properly managed to safeguard the shareholders' interest in its journey towards becoming a real estate company by 2025, producing sustainable and impactful value to customers and stakeholders.</p> <p>3) <u>Overseeing Conduct of the Group's Business</u></p> <p>The Board monitors the conduct of the Group's business via the report by GMD & CEO presented at quarterly Board meetings. The Board, on a continuous basis, is well informed of the progress of the Group's strategic initiatives and critical operational issues as well as its performance based on the approved Key Performance Indicators ("KPIs").</p> <p>The Board, comprising members with diversified knowledge and skills, are accessible and acts as a sounding board to the GMD & CEO and the Management team to bounce ideas and obtain views.</p> <p>4) <u>Identifying Principal Risks and Ensuring the Implementation of Appropriate Internal Controls and Mitigation Measures</u></p> <p>A Risk Management Framework is in place to enable the Group to identify, assess and manage / mitigate risks. The Board, through the RMC, assists the Board to fulfil its responsibilities relating to risk governance and risk management to manage the overall risk exposure of the Group to the acceptable level. The Group Risk Management ("GRM") department is responsible to assist the Management, RMC and the Board in the coordination and implementation of the Risk Management Framework across the Group.</p> <p>The RMC reviews in detail the key risk profile of the Group on a quarterly basis. An update on the Group's key risks, which include an overview of its impact to the Group in the form of a heat map is presented to the Board at its quarterly meetings to give a snapshot of the key risks impacting the Group. The RMC advises the Board on measures taken by Management and advice given by RMC to manage these key risks.</p> <p>The Board, through the AC, reviews the systems of internal controls of the Group to ensure, as far as possible, the protection of its assets and shareholders' investments. The Group Corporate Assurance ("GCA") department is responsible to assist the AC and the Board in undertaking regular and systematic reviews of the Group's internal control systems so as to provide reasonable assurance that such systems continue to operate satisfactorily and effectively in the Company and the Group.</p>
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	<p>The GCA has the authority to audit and review projects and systems at any time and report its findings directly to the AC. Any significant audit findings are reported and deliberated by the AC at its meetings, and subsequently reported to the Board.</p> <p>The Governance Oversight Management Committee (“GOMC”), a management-level governance committee, continues to drive, manage and monitor the implementation of Governance, Risk and Compliance Framework within the Group. The GOMC will provide the necessary feedback and comments on key findings / programs undertaken by GRM, Group Compliance Office (“GCO”) and GCA prior to its presentation to the respective Board committee. The GOMC met four (4) times during the financial year under review.</p> <p>5) <u>Succession Planning</u></p> <p>The Board, through the NRC, is responsible to ensure that there is effective succession planning in place for Sime Darby Property. The NRC ensures that there is an appropriate dynamic of skills, experience and diversity on the Board, as well as a steady pool of talent for selection purposes.</p> <p>In addition to the succession plan for the Board, the NRC also reviews the succession planning for senior critical roles (including GMD & CEO) and talent pool demographics, with the view of enhancing the Group’s Succession Planning Framework, including talent management and human capital development for key critical management positions. The framework focuses on, amongst others, the determination of the criticality of positions, identification and selection of talents based on pre-defined competency profiles and drawing up individual development plans to bridge any competency gap. The NRC had, in May and November 2024, reviewed the Company’s succession planning for senior critical roles (including the GMD & CEO) and talent pool demographics.</p> <p>During the financial year under review, the NRC ensured that appropriate assessment was conducted on key critical positions in the Group, which included the review and evaluation of the identified candidates for Senior Management promotion recommendation to the Board, to ensure the continuity of the Group’s SHIFT25 transformation plan and the various initiatives under it. The NRC ensured that the said promotions and contract renewal were based on the criteria, merit, performance and key achievements during their tenure and with due regard for diversity in skills, experience, age and cultural background.</p> <p>The NRC also reviewed the composition of the Board and Board Committees taking into consideration the mix of skills, competencies, industry experience, integrity, personal attributes and time commitment required of a Director to effectively fulfil his or her role as a Director and Chairman / Member of the respective Board Committees. This included</p>
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	<p>succession planning to ensure a smooth transition in the Board's succession process. The NRC will continue to leverage on various sources, such as referrals from existing Directors and other leadership development and consulting organisations to identify potential candidates for nomination as Directors.</p> <p>A new Independent Non-Executive Director, Datuk Ir. Ho Hon Sang ("Datuk Ho") was appointed to the Board in January 2025 and would succeed Tan Sri Jaganath Derek Steven Sabapathy ("Tan Sri Jaganath"), whose tenure reached 11 years in March 2025. Tan Sri Jagan will continue to serve on the Board of Sime Darby Property until September 2025 to ensure a smooth transition with Datuk Ho.</p> <p>6) <u>Overseeing the Development and Implementation of a Stakeholder Communications Policy for Sime Darby Property</u></p> <p>Sime Darby Property believes in building investor confidence through good corporate governance practices and communication with the stakeholders. The Group carried out its Investor Relations ("IR") activities in accordance with its policy in order to create and enhance shareholders' value.</p> <p>The Board is apprised of IR activities as well as analysts' recommendations and market consensus of the Group's performance against the KPIs on a quarterly basis. Reports on share price performance, shareholding structure and Total Shareholders' Returns against indices and peers were also reported to the Board on a quarterly basis.</p> <p>The IR department provides proactive and effective IR engagement with various investors / stakeholders of the investment community, through targeted IR targeted activities throughout the year via multiple channels and methods to enhance share of voice.</p> <p>7) <u>Reviewing the Adequacy and Integrity of the Management Information and Internal Control Systems of Sime Darby Property Group</u></p> <p>The Board is ultimately responsible for the adequacy and integrity of the Group's management information and internal control systems. Details pertaining to the Company's internal control systems and its effectiveness are provided in the Statement on Risk Management and Internal Control on 272 to 281 of the Integrated Annual Report 2024.</p> <p>The Board is guided by its Charter, which outlines its duties and responsibilities under Clause 5.1, available on the Group's website.</p> <p>All Board members exercise their powers for a proper purpose and in good faith in the best interests of the Group. In directing or managing the Group's business and affairs they exercise reasonable care, skill and diligence by applying their knowledge, skill and experience.</p>
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	<p>The Board ensures that key transactions or critical decisions are deliberated and decided by the Board in a meeting. The Board also ensures that decisions and basis for those decisions, including any dissenting views are made known and properly minuted in the minutes of meetings.</p> <p>The Directors are aware of their collective and individual responsibilities to all shareholders for the way the affairs of the Company are managed and operated. The Board is satisfied that it has fulfilled these duties and obligations during the financial year under review.</p>	
Explanation for departure		
<p><i>Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.</i></p>		
Measure		
Timeframe		

Intended Outcome

Every company is headed by a board, which assumes responsibility for the company's leadership and is collectively responsible for meeting the objectives and goals of the company.

Practice 1.2

A Chairman of the board who is responsible for instilling good corporate governance practices, leadership and effectiveness of the board is appointed.

Application	:	Applied
Explanation on application of the practice	:	<p>The Board is chaired by Dato' Rizal Rickman Ramli, representing Permodalan Nasional Berhad ("PNB"), person connected with a major shareholder of Sime Darby Property. He is currently the Deputy President & Group Chief Executive for PNB, who spearheads the overall operational activities within six (6) divisions, i.e. Strategy & Finance, Investments, Sales & Distribution, Operations, Corporate Affairs and Human Capital.</p> <p>Dato' Rizal Rickman Ramli was appointed as Chairman of Sime Darby Property on 7 May 2021. Prior to his appointment, he had served as a Director of the Company since 5 April 2018 and is familiar with the background and operations of the Group. Coupled with his experience in strategic planning, corporate strategy, investments, property and real estate industries, as well as experience in other public and public listed companies, he provides effective and seamless continuity in leading and addressing the legacy issues confronting the corporation, strengthening the financial position of the corporation and transforming the corporation towards becoming a real estate company.</p> <p>The roles of the Chairman of the Board are clearly specified in the Board Charter under Clause 5.2, available on the Group's website.</p> <p>The responsibilities of the Chairman, among others, are as follows:</p> <ol style="list-style-type: none">1) Setting the values and ethical standards of the Group, instilling good corporate governance practices, leadership and effectiveness of the Board.2) Ensures that procedures and processes are in place to facilitate effective conduct of the business of the Board.3) Presides over Board meetings, stimulates debates on issues and encourages positive contributions from each Board member.4) Ensures that Directors are properly briefed on issues arising at Board meetings and there is sufficient time allowed for discussion on complex or critical issues and where appropriate, arrange for informal meetings beforehand to enable thorough preparation so that ultimately, decisions can be made on a sound and well-informed basis.

	<p>5) Leads the Board in setting key policies and directions and ensures that the Board fulfils its obligations under the Board Charter.</p> <p>Based on the findings of the Board Effectiveness Evaluation (“BEE”) exercise conducted for the financial year under review, Dato’ Rizal Rickman Ramli has demonstrated effective leadership qualities, characterised by meticulous preparation ahead of meetings and strategic direction of meetings in ensuring adequate focus and discussion of key matters, encouraging robust discussions, and assurance of clear outcomes. Furthermore, he has developed amicable relations among board members and shareholders, which facilitated alignment among stakeholders while ensuring the Company’s interest was paramount. He continuously improves the efficacy and effectiveness of board meetings.</p> <p>During the financial year under review, the Non-Executive Directors (“NEDs”) had, at least one discussion held without the presence of Executive Director / Management via various platforms.</p> <p>The Chairman, being a representative of PNB and deemed interested in certain related party transactions during the financial year under review, had declared his interest and abstained from both deliberation and voting on the relevant matters.</p> <p>In line with good governance practices, an Independent Director chaired the meetings during the relevant agenda items to ensure impartiality and objectivity in the Board’s decision-making process.</p> <p>At the invitation of the non-conflicted Board members, and solely to provide factual context on the agenda item, the Chairman remained present during the discussions. His presence was limited to clarifying technical or historical aspects of the matter, and he did not participate in any discussion or influence the outcome in any way. The proposals were thoroughly reviewed and decided upon by the non-conflicted Directors, with appropriate records maintained.</p>
<p>Explanation for departure :</p>	
<p><i>Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.</i></p>	
<p>Measure :</p>	

Timeframe	:		
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Intended Outcome

Every company is headed by a board, which assumes responsibility for the company's leadership and is collectively responsible for meeting the objectives and goals of the company.

Practice 1.3

The positions of Chairman and CEO are held by different individuals.

Application	:	Applied
Explanation on application of the practice	:	<p>The roles and responsibilities of the Chairman and the GMD & CEO are separated, clearly defined and documented in the Board Charter under Clauses 5.2 and 5.5, available on the Group's website.</p> <p>The positions of Non-Executive Chairman and GMD & CEO are held by different individuals to ensure optimal balance, resulting in accountability and enhanced decision-making at Board level.</p> <p>The hierarchical structure with a focused approach and a distinct division of responsibilities ensures a balance of power and authority, such that no one individual has unfettered powers of decision-making. Separation in the role of the Chairman and GMD & CEO is also imperative as both roles have different expectations and serve distinct primary audiences.</p> <p>The Chairman primarily presides over meetings of Directors and is responsible for instilling good corporate governance practices, leadership and ensuring the effectiveness of the Board. The GMD & CEO is responsible for the execution of the Group's strategies in line with the Board's direction, oversees the operations of the Company and drives the Group's businesses and performance towards achieving the Group's vision and goals.</p> <p>Sime Darby Property is led by Dato' Seri Azmir Merican as the GMD & CEO since April 2020. The GMD & CEO is presently the sole Executive Director on the Board and is responsible for overseeing the Group's overall operations, day-to-day management, organisational effectiveness and the implementation of the Group's strategies and policies. To uphold objective and independent oversight, the GMD & CEO does not hold any membership on any Board Committees of the Company, ensuring that the functions of oversight, governance and decision-making remain independent of executive influence. Furthermore, the GMD & CEO does not serve as a Board member in any other listed companies outside of the Group, reinforcing his exclusive focus on the Group's strategic direction while maintaining governance best practices.</p> <p>The GMD & CEO is assisted by the following Management Committees in the management of the Group's business to achieve its corporate targets and plans:</p> <ol style="list-style-type: none">1) Group Management Committee ("GMC")2) Governance Oversight Management Committee

	<p>3) Group Tender Committee 4) Group Investment Committee 5) Management Sustainability Committee (“MSC”)</p> <p>The GMD & CEO’s roles and responsibilities include the following:</p> <ul style="list-style-type: none"> • Develops and implements the Group’s long-term strategy and vision leading to the creation of long-term profitability and stakeholder value; • Accountable to the Board for the financial management and reporting, including forecasts and budgets of the Group; • Promotes a corporate culture entrenched in core ethical values of individual as well as collective responsibility, integrity and accountability, and implements the Group’s corporate social responsibilities; • Formulates and oversees the implementation of major corporate policies; • Develops the business direction of the Group and ensures that the business strategies are effectively executed in line with the Board’s direction; and • Recommends suitable management structures and operating authority levels. <p>Dato’ Seri Azmir Merican continues to drive the Group to explore emerging trends, manage disruptions and capitalise on opportunities to enable greater experience for its customers, streamline collaboration tools for greater efficiency and explore further market demands and trends impacting the business sector of housing construction through new technologies.</p> <p>Notwithstanding the various headwinds, including the shortage of skilled labour, increasing material costs and interest rates, as well as economic uncertainties, the Group has to-date improved its financial performance as well as won numerous achievements and recognition under various categories among others, industry, sustainability and marketing. Notably, Sime Darby Property earned the prestigious Platinum Award in the “Property Development” Category at the 2024 Putra Brand Awards.</p>
<p>Explanation for departure</p>	<p>:</p>
<p><i>Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.</i></p>	

Measure	:		
Timeframe	:		

Intended Outcome

Every company is headed by a board, which assumes responsibility for the company's leadership and is collectively responsible for meeting the objectives and goals of the company.

Practice 1.4

The Chairman of the board should not be a member of the Audit Committee, Nomination Committee or Remuneration Committee

<i>Note: If the board Chairman is not a member of any of these specified committees, but the board allows the Chairman to participate in any or all of these committees' meetings, by way of invitation, then the status of this practice should be a 'Departure'.</i>		
Application	:	Applied
Explanation on application of the practice	:	<p>The Chairman of the Board, Dato' Rizal Rickman Ramli is a Non-Independent Non-Executive Director ("NINED") and does not hold any position on any Board Committees in the Company since his appointment as Chairman on 7 May 2021. He had relinquished his role as a member of the NRC, RMC and BTC on the same date.</p> <p>The Board Charter and TOR of the NRC had been revised on 25 November 2021 which clearly stipulates that the Chairman of the Board shall not be a member of any Board Committees of the Company.</p>
Explanation for departure	:	
<i>Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.</i>		
Measure	:	
Timeframe	:	

Intended Outcome

Every company is headed by a board, which assumes responsibility for the company's leadership and is collectively responsible for meeting the objectives and goals of the company.

Practice 1.5

The board is supported by a suitably qualified and competent Company Secretary to provide sound governance advice, ensure adherence to rules and procedures, and advocate adoption of corporate governance best practices.

Application	:	Applied
Explanation on application of the practice	:	<p>The Group Company Secretary of Sime Darby Property is qualified to act as company secretary under Section 235 of the Companies Act 2016.</p> <p>The Group Company Secretary plays an advisory role to the Board, particularly regarding Sime Darby Property's Constitution, Board policies and procedures as well as its compliance with regulatory requirements and legislations.</p> <p>On 17 August 2021, Noreen Melini Muzamli was appointed as a Group Company Secretary of Sime Darby Property. Her profile is available on page 224 of the Integrated Annual Report 2024.</p> <p>The Group Company Secretary is responsible for facilitating effective information flows within the Board and Board Committees and between Senior Management and NEDs. All Directors have unrestricted direct access to the advice and services of the Group Company Secretary to facilitate the discharge of their duties.</p> <p>The Group Company Secretary attends all Board and Board Committees meetings and ensures that discussions and deliberations of the Board and Board Committees are properly documented and recorded in a timely manner, and subsequently communicated to the Management for appropriate actions. The Group Company Secretary further ensures that outstanding action items are properly tracked and monitored until such items are addressed and where necessary, reported to the Board.</p> <p>As part of good governance, pertinent comments and observations of each Director are also recorded in the minutes of meetings. The minutes of Board and Board Committee meetings are circulated to all Directors / Board Committee members for their perusal and comments. The Directors / Board Committee members may request further clarification or raise any comments on the minutes prior to the minutes being confirmed as a correct record of the proceedings of the Board / Board Committees at the subsequent meeting.</p>

	<p>The Group Company Secretary is also tasked with organising and facilitating the induction programme or onboarding session for new Directors and the ongoing professional development of all Directors.</p> <p>The Group Company Secretary keeps herself abreast of the evolving regulatory changes and developments in corporate governance, as well as business and industry updates through continuous training. She also participates in worksite visits, which focus on health and safety, and sustainability matters.</p> <p>Based on the findings of the BEE exercise conducted for the financial year under review, the Board is satisfied with the level of service provided by the Group Company Secretary with improvements required in the timeliness of circulation of meeting papers and the minutes of meetings.</p> <p>Based on a survey conducted with internal stakeholders (Board and Management) of the Company, the Group Company Secretarial was rated at “4” (exceeds expectation). The areas of assessment under the survey included advisory and consultancy, internal processes, communication and overall performance.</p> <p>The Group Company Secretary leads the Company Secretarial Department, which is dedicated to continual improvement with the goal to be a high-performing and forward-thinking unit. Its Annual Operating Plan was reviewed and approved by the Chairman and GMD & CEO, which outlined the focus areas for the year based on feedback from both the Board and Management.</p> <p>The roles and responsibilities of the Group Company Secretary are clearly specified in the Board Charter under Clause 13, available on the Group’s website.</p>	
Explanation for departure :		
<i>Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.</i>		
Measure :		
Timeframe :		

Intended Outcome

Every company is headed by a board, which assumes responsibility for the company's leadership and is collectively responsible for meeting the objectives and goals of the company.

Practice 1.6

Directors receive meeting materials, which are complete and accurate within a reasonable period prior to the meeting. Upon conclusion of the meeting, the minutes are circulated in a timely manner.

Application	:	Applied
Explanation on application of the practice	:	<p>The Group Company Secretary tables the annual meeting calendar to the Board in advance of each new year to facilitate the Directors' time planning. The calendar provides all meetings scheduled for the Board and Board Committees including Annual General Meeting ("AGM") and Board Strategy Session.</p> <p>The annual agenda outline of the Board and Board Committees for 2025 was also prepared in advance at the end of 2024, setting out the tentative agenda items for each scheduled Board and Board Committee meeting during the year. It also serves to facilitate the Board and Management in planning the preparation of matters for discussion at the scheduled meetings during the year.</p> <p>The "Guidelines on Submission of Papers to the Board and Board Committees", which was last updated in July 2024 assists the Management team in preparing papers and provide clarity in the process of submitting papers for the Board of Directors, Board Committees and GMC to the Group Company Secretarial in a timely manner.</p> <p>The Board meets at least once every quarter to review the financial, operational and business performances. Notices and agenda of meetings, duly endorsed by the Chairman, together with the draft minutes of the previous meeting, which had been circulated for comments earlier and relevant meeting papers are normally distributed at least several days working days before the meetings to ensure the Directors have sufficient time to review the papers and seek clarifications from Management before each meeting. Occasionally, the Board or Board Committee meetings may be called at shorter notice when critical and urgent decisions need to be made or when the Board's review or consideration is necessary. Urgent matters or papers may be presented for tabling or deliberation at Board meetings under 'Any Other Business' subject to the approval of the Chairman and GMD & CEO.</p>

	<p>Sime Darby Property had maintained its paperless meeting practice whereby meeting materials are distributed to the Directors via an electronic meeting management application, as part of its sustainability initiative to reduce paper usage and to minimise leakage of sensitive and confidential information. The Directors are provided with an electronic device for this purpose, enabling the Directors to access the meeting materials in a timely and secured manner.</p> <p>Directors have direct access to the Management and unrestricted access to any information relating to the Group to enable them to discharge their duties.</p> <p>Directors are required to make an immediate declaration to the Board if they have any interest in transactions to be entered into directly or indirectly with the Group. Such Director is required to abstain from participating in the deliberation and decision of the Board on all matters in which he / she has an interest. Details of the enhanced process in managing conflict of interest in respect of restricting conflicted Directors' access to relevant meeting paper(s) is provided in the Corporate Governance Overview Statement ("CGOS") on pages 228 to 271 of the Integrated Annual Report 2024.</p> <p>In ensuring effective conduct of Board and Board Committee meetings, matters for approval are prioritised in the meeting agenda. Time allocation is also determined for each agenda item to manage the timing of the meetings efficiently.</p> <p>Key decisions are made at Board meetings while Directors' Written Resolutions are reserved for urgent administrative matters or to formalise matters that have been earlier deliberated at Board meetings. All Directors' Written Resolutions are supported with sufficient information to enable the Directors to make informed decisions. Should any Directors have any queries regarding the proposal, they are able to contact Management for clarification. Directors' Written Resolutions passed by the Board are thereafter tabled at the next Board meeting for notation.</p> <p>The deliberations and decisions at the Board and Board Committee meetings are well documented in the minutes of meeting including matters where Directors abstained from voting or deliberations. After each Board meeting, a post-Board meeting will be held for both the GMD & CEO and the Group Company Secretary to cascade the decisions of the Board to the Management team for further action. The minutes of meetings will normally be circulated for comments and for follow-up action by Management within two (2) weeks from the date of each meeting. This is to ensure that matters arising from the Board or Board Committees meetings are acted upon effectively and efficiently.</p> <p>The duly commented minutes of the meetings are subsequently tabled for confirmation at the next meeting. The minutes of the Board Committees are also presented to the Board for notation.</p>
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	Upon confirmation by the Board or Board Committees at the following meetings, the minutes will be signed by the Chairman of the said meeting as a correct record of the proceedings of the meeting. Actionable items will be recorded in the minutes as matters arising until they are resolved.	
Explanation for departure	:	
<i>Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.</i>		
Measure	:	
Timeframe	:	

Intended Outcome

There is demarcation of responsibilities between the board, board committees and management.

There is clarity in the authority of the board, its committees and individual directors.

Practice 2.1

The board has a board charter which is periodically reviewed and published on the company's website. The board charter clearly identifies–

- the respective roles and responsibilities of the board, board committees, individual directors and management; and
- issues and decisions reserved for the board.

Application	:	Applied
Explanation on application of the practice	:	<p>The Board Charter was adopted by the Board in August 2017 prior to the listing of Sime Darby Property on 30 November 2017. It clearly defines the respective roles and responsibilities of the Board, Board Committees, individual Directors and Management as well as matters reserved for the Board.</p> <p>The Board Charter is reviewed periodically to ensure that it is up to date with changes in the relevant regulations and best practices, so that it remains relevant and consistent with the Board's objectives and responsibilities.</p> <p>The Board Charter was last reviewed in November 2024 and is available on the Group's website.</p> <p>As stated in the Board Charter, the Board is in charge of leading and managing the Company in an effective and responsible manner. Each Director has a legal duty to act honestly, in good faith and shall use his / her reasonable care and skills in discharging his / her duties in the best interest of the Company.</p> <p>As for the day-to-day management of the Sime Darby Property Group, it is delegated to the GMD & CEO. This formal structure of delegation is further cascaded by GMD & CEO to the Management team. The GMD & CEO and Management team, collectively remain accountable to the Board for the performance of the Group.</p> <p>The Board, however, takes full responsibility for the oversight and overall performance of the Group. Matters reserved for the Board include:</p> <ol style="list-style-type: none">1) Group strategy, plans and budget.2) Acquisitions and disposals and transactions exceeding authority limits.3) Approval of financial statements.4) Changes to the GMD & CEO and Senior Management.5) Changes in the key policies, procedures and delegated authority limits of the Group.

Explanation for departure :		
<i>Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.</i>		
Measure :		
Timeframe :		

Intended Outcome

The board is committed to promoting good business conduct and maintaining a healthy corporate culture that engenders integrity, transparency and fairness.

The board, management, employees and other stakeholders are clear on what is considered acceptable behaviour and practice in the company.

Practice 3.1

The board establishes a Code of Conduct and Ethics for the company, and together with management implements its policies and procedures, which include managing conflicts of interest, preventing the abuse of power, corruption, insider trading and money laundering.

The Code of Conduct and Ethics is published on the company's website.

Application	:	Applied
Explanation on application of the practice	:	<p><u>Code of Business Conduct</u></p> <p>The Group's Code of Business Conduct ("COBC") encapsulates its beliefs, values and commitment to high standards of integrity and good governance. It is also the Group's testament to its commitment to various areas such as workplace, preservation and protection of the Group's assets and information, fostering an open and honest communication, ethical conduct, interaction with counterparties, business partner, customers, environment and communities, working with Joint Venture partner & business alliances and when the Group deals with Government, regulators, political parties and non-government organisations.</p> <p>In discharging its functions, the Board adheres strictly to the COBC, which outlines the standards of behaviour expected from the Board of Directors, as well as employees of the Group. It also applies to all businesses and countries in which the Group operates.</p> <p>The COBC has been in place since prior to Sime Darby Property's listing. It was last revised in November 2023 and will be reviewed from time to time to ensure it remains current and relevant. The Group Compliance Office is responsible for coordinating and periodically reviewing and updating the COBC to ensure continuing relevance.</p> <p>All employees are expected to understand the principles and standards stipulated and must comply with it not only based on its form but also on the substance of the ethical principles and conduct stated in the COBC. Given that organisational integrity is imperative towards establishing a culture that supports long-term success, all employees are expected to conduct themselves professionally with the COBC in mind.</p>

	<p>The proposed changes to the COBC as recommended by Management and external consultant was deliberated and approved by the Board in November 2023. Taking the following into consideration, the revised COBC was finalised in January 2024:</p> <ul style="list-style-type: none"> • Modified the tone of COBC from a “tell” to a “guidance” concept. • Added additional Question and Answer (“Q&A”) to guide employees in various areas of business conduct. • Enhanced the infographic. • Matured the COBC theme to “a happy family” concept. • Captured Sime Darby Property’s revised PVMV. <p><u>Vendor COBC</u></p> <p>The Group recognises that the values and business practices of counterparties may vary and will significantly impact the Group. As such, the Group’s Vendor COBC and Vendor Integrity Pledge was developed in 2020 to set out the expected standard of behaviours of its vendors and counterparties, covering compliance requirements, governance and management systems, ethical practices, protection of assets and information, environmental protection and employment practice. It is a step up and improvement to the previous practices, which required the Group’s vendors and counterparties to comply with its employee’s COBC and Vendor’s Letter of Declaration.</p> <p><u>No Gift Policy</u></p> <p>The ‘No Gift Policy’ effective 30 January 2018 was implemented across the organisation, which prohibits the Directors, Management and employees of Sime Darby Property Group from offering, giving, soliciting or accepting any form of gifts to avoid creation of perception of bribery in the Group’s business dealings. The said policy is in line with Sime Darby Property’s commitment to achieve the highest standard of ethics and integrity.</p> <p><u>Anti-Bribery Management System Manual</u></p> <p>The Company also took cognisance of Section 17A of the Malaysian Anti-Corruption Commission Act 2009 (“MACC Act 2009”), which came into effect on 1 June 2020, that stipulates a corporate liability principle that imposes liability on a commercial organisation for corruption committed by persons associated with the organisation to obtain a business advantage (“Corporate Liability provision”).</p> <p>The Company had taken proactive actions since 2019 to prepare the Group for the Corporate Liability provision and ensure that it has adequate procedures in place designed to prevent associated persons from undertaking conduct that would be in breach of the newly enforced provision. In 2020, the Board adopted the Anti-Bribery Management System Manual (“ABMS”), guided by the requirements and principles articulated in the ISO37001 : 2016 Anti-Bribery Management System.</p>
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	<p><u>Other Related Policies</u></p> <p>The Board has approved the following policies as part of the Group's efforts to support the implementation of the anti-bribery and corruption and ethical principles articulated in the Group's COBC and to uphold the highest standards of good governance:</p> <ol style="list-style-type: none">1) Anti-Bribery and Corruption Policy, which covers facilitation payment;2) Whistleblowing Policy;3) Anti-Money Laundering Policy;4) Conflict of Interest Policy;5) Gift, Entertainment and Travel Policy; and6) Sponsorship and Donation Policy, including political contribution. <p>Various engagement activities were conducted to spread awareness of the policies and address any concerns. Employees of Sime Darby Property Group are required to attest to an Integrity and Compliance Pledge on annual basis to confirm their understanding and continued compliance with all laws and regulations, and Group's policies and procedures, including the COBC.</p> <p>The COBC is made available to the employees through SharePoint (internal portal) and is accessible to the public for reference on the Group's website at www.simedarbyproperty.com/who-we-are/corporate-governance.</p>	
Explanation for departure		
Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.		
Measure	:	
Timeframe	:	

Intended Outcome

The board is committed to promoting good business conduct and maintaining a healthy corporate culture that engenders integrity, transparency and fairness.

The board, management, employees and other stakeholders are clear on what is considered acceptable behaviour and practice in the company.

Practice 3.2

The board establishes, reviews and together with management implements policies and procedures on whistleblowing.

Application	:	Applied
Explanation on application of the practice	:	<p>All Sime Darby Property employees are expected to operate with the highest standard of integrity as they work with the Group's business partners who share the same views and principles. Any breach of such principles and any offence committed against the Group's interest is viewed seriously by the Group, which will result in immediate action against the parties responsible.</p> <p>The Board has put in place a Whistleblowing Policy and Procedures ("WPP") that provides a transparent mechanism and avenue for employees or any external party to report any breach or suspected breach of any law or regulation, including business principles and the Group's policies and guidelines or raise concerns on any misconduct, in a safe and confidential manner.</p> <p>Examples of such misconduct include, but are not limited to the following:</p> <ol style="list-style-type: none">1) Fraud;2) Misappropriation of assets;3) Sexual harassment;4) Criminal breach of trust;5) Illicit and corrupt practices;6) Questionable or improper accounting;7) Misuse of confidential information;8) Acts or omissions which are deemed to be against the interest of the Company, laws, regulations or public policies;9) Giving false or misleading information (including suppression of any material facts or information);10) Breaches of Group Policies and / or COBC; or11) The deliberate concealment of any of the above matters or other acts of wrongdoings. <p>Sime Darby Property provides the following channels and/or avenues to report offences and misconduct:</p> <ol style="list-style-type: none">1) Whistleblowing e-form2) Toll Free Number at 1-800-88-2223) Telephone Hotline at 03-7849 5789

	<p>4) Mobile Hotline at 016-248 8909</p> <p>5) Letters to Whistleblowing Unit at P.O Box 8077, Kelana Jaya, 46781, Selangor</p> <p>6) Whistleblowing email at gacchair@simedarbyproperty.com or whistleblowing@simedarbyproperty.com</p> <p>The AC is responsible for overseeing the implementation of the WPP for the Group whilst duties relating to the day-to-day administration of the WPP are performed by the Group Corporate Assurance (“GCA”), while GCO manages the WB policy, training and communication requirements. The GCA will investigate each claim independently.</p> <p>Upon completion of each investigation, a report will be prepared to the Chairman of AC and is made available to other AC members. The GCA shall prepare a summary report on the status of the investigation and present it to the AC on a quarterly basis.</p> <p>During the financial year under review, several complaints channelled through the Whistleblowing channels had been considered, addressed and dealt with in the strictest confidence by the GCA in consultation with the Chairman of the AC.</p> <p>As stated in the COBC, the Group provides necessary support to the complainant when genuine concerns are raised and whereby the complainant reasonably believes the information reported to be true.</p> <p>The Group will keep the identity of the complainant confidential and protected. Consent will be sought if there is a need to reveal his or her identity in the course of the investigation and related matters to ensure that the outcome of the investigation is not impacted and for instances when the Group is compelled by law to disclose the identity of the complainant. The Group will seek to assure that the complainant shall not suffer from harassment, discrimination, retaliation or any adverse employment consequences (if applicable), regardless of whether the allegation is proven to be true or not. If the complainant believes that they have suffered such treatment, a report should be immediately lodged through the secured whistleblowing channels.</p> <p>However, the Group reserves the right to subject the parties responsible to appropriate actions if the allegations are proven to be malicious or otherwise made without reasonable grounds or belief.</p>
<p>Explanation for departure</p>	<p>:</p>

Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.

Measure	:		
Timeframe	:		

Intended Outcome

The company addresses sustainability risks and opportunities in an integrated and strategic manner to support its long-term strategy and success.

Practice 4.1

The board together with management takes responsibility for the governance of sustainability in the company including setting the company's sustainability strategies, priorities and targets.

The board takes into account sustainability considerations when exercising its duties including among others the development and implementation of company strategies, business plans, major plans of action and risk management.

Strategic management of material sustainability matters should be driven by senior management.

Application :	Applied
Explanation : on application of the practice	<p>The Board of Directors of Sime Darby Property recognises sustainability as fundamental to ensuring the Company's long-term success, resilience and value creation. In line with this, the Board, together with Management, takes responsibility for the governance of sustainability and actively oversees the integration of environmental, social, and governance ("ESG") considerations into the Company's business strategies, operations, and risk management framework.</p> <p>The Company has established a Sustainability Governance Structure designed to proactively manage sustainability-related and climate-related risks and opportunities. This structure ensures sustainability considerations are systematically embedded throughout the Company's decision-making processes, with clear roles and responsibilities assigned at different levels of the organisation.</p> <div><p style="text-align: center;">SUSTAINABILITY GOVERNANCE STRUCTURE</p><pre>graph TD Board[Board of Directors] --> RiskCom[Risk Management Committee] Board --> BoardSust[Board Sustainability Committee] RiskCom --> GroupRisk[Group Risk Management] BoardSust -- "Including Risk related matters" --> MgmtSust[Management Sustainability Committee] GroupRisk -- "Material Risk (informed and provide necessary feedback, where required)" --> RiskCom MgmtSust -- "Material ESG Risk Matters (informed and provided the necessary support in the management of material ESG risk matters)" --> GroupRisk MgmtSust --> BU[Business Units] MgmtSust --> SD[Sustainability Department] MgmtSust --> FU[Functional Units] BU --> BUChampion[BU level ESG Champion] FU --> FUChampion[Function level ESG Champion]</pre><p>Legend: Overall Governance Sustainability Governance</p></div>

	<p>1) Board of Directors</p> <p>The Board assumes ultimate responsibility for sustainability governance and oversees the Company's sustainability strategies, priorities and targets. Key updates, progress reports and recommendations on sustainability-related matters are submitted to the Board quarterly to ensure effective oversight.</p> <p>2) Board Sustainability Committee ("BSC")</p> <p>The BSC functions to support the Board of Directors in fulfilling its oversight responsibilities in relation to ESG by providing strategic direction and oversees the Group's ESG framework and its related material risks, leveraging the expertise of diverse sustainability professionals to assess the effectiveness of initiatives. It also engages in strategic discussions with third-party service providers to ensure robust sustainability assurance indicators and climate-risk assessment.</p> <p>3) Management Sustainability Committee ("MSC")</p> <p>The MSC, chaired by the GMD & CEO, comprised of senior leaders, functions to assist the Board and the BSC (from 1 January 2023) in ensuring the integration of sustainability considerations into the Group's corporate strategy, priorities and targets, governance and decision-making, in line with Sime Darby Property's Purpose, Vision, Mission, Values. The MSC also ensures oversight of the implementation of the Company's Sustainability Policy and material matters, manages ESG-related risk to the acceptable level and monitors the execution of the Sustainability Strategy.</p> <p>4) Sustainability Department</p> <p>The Sustainability Department develops and implements the Group's Sustainability Strategy across all organisational levels, standardising practices through ESG guidelines, frameworks, and toolkits. It also monitors the progress and alignment of ESG initiatives, provides guidance and advice to the business and functional units, where required. The Sustainability Department monitors the ESG risk exposure to the Group.</p> <p>5) Business Units and Function level ESG Champions</p> <p>ESG Champions, embedded within specific business segments and functions drive the practical application of the Sustainability Strategy and its related risk in daily operations. They integrate ESG considerations into decision-making and activities while ensuring alignment with the Group's ESG objectives and facilitating the successful completion of projects.</p>
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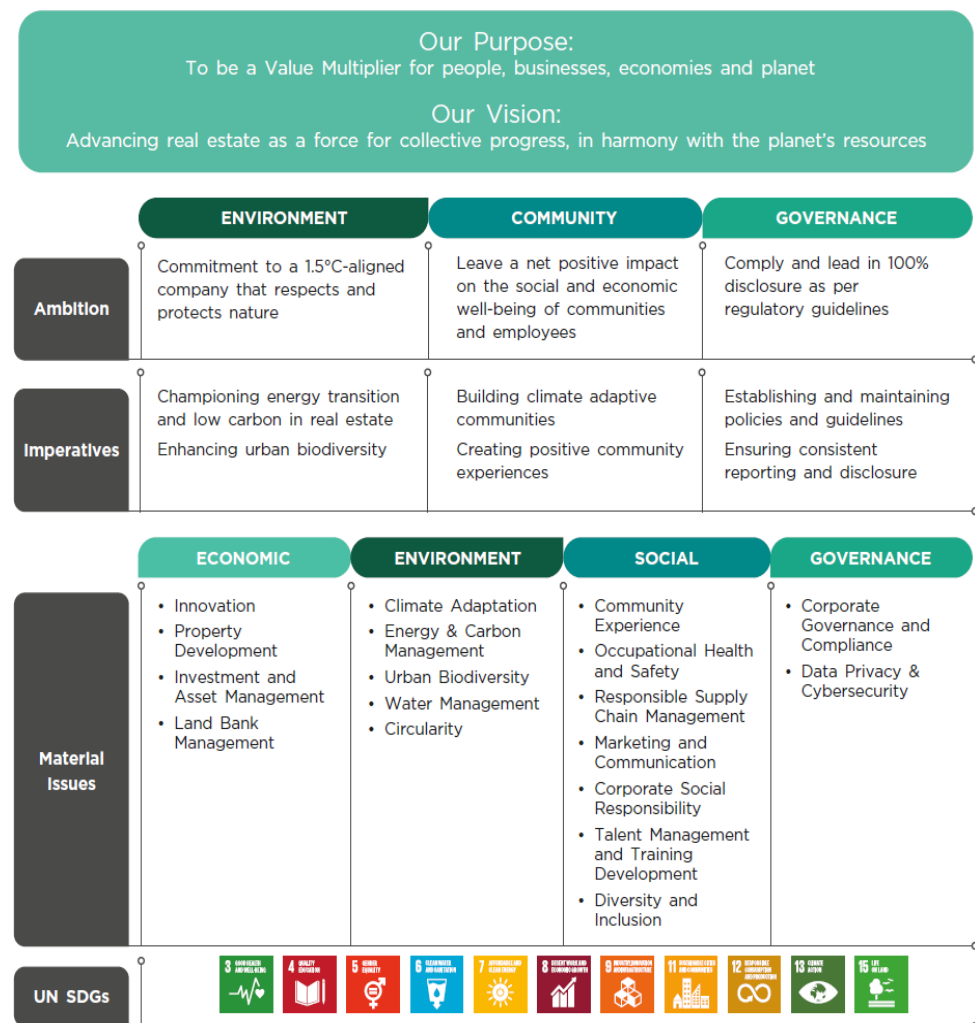
Integration of Sustainability into Business Strategy

The following are, among others, initiatives taken by the Company to ensure the integration of sustainability into Sime Darby Property's business strategies:

- 1) Developed a Net Zero pathway referencing the Science Based Targets initiative ("SBTi").
- 2) Conducted a double materiality assessment, which was instrumental in enhancing its ability to analyse the Company's impact across environmental, social and ethical dimensions.

The double materiality approach enables the Company to evaluate both how sustainability issues affect its business and how its operations influence sustainability. This dual perspective – assessing external impacts on company outside-in alongside the Company's impact on society and the environment inside-out – provides a well-rounded understanding of its sustainability footprint.

- 3) Established a Group Sustainability Framework which provides a common purpose and direction to its efforts across the ESG spectrum, highlighting key priorities essential to the business and its impacts and positioning Sime Darby Property as a catalyst for positive change, delivering value to all stakeholders.



	<p>4) Incorporated ESG considerations into investment decisions and operational practices.</p> <p>5) Strengthening its supply chain through the Group Sustainability Framework and the development of the Responsible Supply Chain Management (“RSCM”) Framework. Once formalised, this framework will guide procurement strategies and establish an implementation manual, detailing specific ESG-focused initiatives within Sime Darby Property’s real estate supply chain. By embedding sustainability into the supply chain, the Group is not only enhancing business resilience but also reinforcing its role as a responsible corporate leader, ensuring that its developments contribute to a more sustainable and equitable future.</p> <p>6) Implemented risk management processes to mitigate climate-related risks, regulatory risks, and social impact risks.</p> <p>Sime Darby Property have commenced its journey to assess physical and transition risk associated with climate change, using the guidance provided by Task Force on Climate-related Financial Disclosure and IFRS S2 Climate-related Disclosure standard. Using guidance provided by globally recognised standards reflects the Group’s dedication to adopting best practices in climate-related reporting and embedding climate considerations into its business strategies.</p> <p>In 2024, the BSC endorsed the Urban Biodiversity Guideline and ARC (Avoid, Regenerate and Conserve) Framework, which provide strategic direction for biodiversity conservation and nature-positive development.</p> <p>The Board and Management will continue to review and refine the Group’s Sustainability Strategy to ensure it remains relevant and effective in addressing evolving ESG challenges and opportunities. The Risk Management Committee will also continue to review and monitor sustainability risks if they are identified as material risks of the Group.</p>	
Explanation : for departure		
Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.		
Measure :		
Timeframe :		

Intended Outcome

The company addresses sustainability risks and opportunities in an integrated and strategic manner to support its long-term strategy and success.

Practice 4.2

The board ensures that the company's sustainability strategies, priorities and targets as well as performance against these targets are communicated to its internal and external stakeholders.

Application	:	Applied
Explanation on application of the practice	:	<p>The Board of Directors recognises that stakeholders, both internal and external, play a significant role in the Group's sustainability journey, as they can influence or be affected by the Group's activities, products, or services. As part of this commitment, the Board oversees the communication of sustainability-related matters to both internal and external stakeholders, reinforcing the Company's dedication to responsible business practices and long-term value creation.</p> <p>The Group has in place a Stakeholder Engagement Policy which ensures that stakeholders are informed, involved, and engaged in the Company's sustainability practices and performance, fostering trust and collaborative relationships.</p> <p>The Board, through the Board Sustainability Committee, ensures that sustainability commitments are clearly articulated, progress against sustainability targets is monitored and disclosed in the Sustainability Report, and stakeholder feedback from the double materiality assessment is considered in refining the Company's sustainability strategies and priorities.</p> <p>To maintain alignment and engagement, the Company ensures that its sustainability strategies, priorities, and targets are effectively communicated through the following channels:</p> <p>1) Employee Engagement Sessions</p> <p>Engagement with employees to enhance awareness and integration of sustainability practices within operations conducted through briefings, workshops, town halls, Annual Sustainability Day, Annual Management Dialogue, training and brown bag sharing sessions.</p> <p>2) Sustainability Reports</p> <p>Comprehensive disclosures on sustainability performance, published annually in line with recognised disclosure frameworks.</p>

	<p>3) Stakeholder Engagement Forums</p> <p>Ongoing engagement with stakeholder groups (i.e. customers, employees, vendors, investors and analysts, media, debt providers, regulators and government bodies, and community groups) to foster collaboration, communicate the Company’s sustainability initiatives and address material sustainability issues. Highlights of collaboration efforts for sustainability are appended below.</p> <p>For further details on the types of engagements with the stakeholders and their significance to Sime Darby Property, please refer to Sustainability Report 2024 published on the Group’s website at www.simedarbyproperty.com/sustainability.</p> <p><u>Highlights of Collaboration Efforts for Sustainability</u></p> <p>Sime Darby Property’s collaboration efforts include participation in industry dialogues and knowledge sharing and through partnerships, further accelerating its Sustainability efforts. The Company’s commitment to strong corporate governance is demonstrated by its active involvement in sustainability events and global forums, shaping sustainable practices both within its organisation and more broadly. Through such collaborations, the Company aspire to contribute to positive systemic change towards a sustainable future.</p> <p>1) National Climate Governance Summit</p> <p>In September 2024, Sime Darby Property proudly supported the second edition of the National Climate Governance Summit held from 10 to 12 September. As one of the key sponsors, Sime Darby Property demonstrated its commitment to addressing climate risks and promoting sustainable development within the property and construction sectors. With 15 workshops and 7 masterclasses, the summit provided valuable insights into national climate risks, systemic financial impacts, and biodiversity as a strategic advantage.</p> <p>2) CEO Action Network (“CAN”)</p> <p>CAN is a closed-door, peer-to-peer informal network of CEOs and Board members committed to advancing sustainable practices in corporate Malaysia. With over 60 members from diverse sectors, CAN fosters collaboration to drive ESG integration and future-ready business models. Sime Darby Property continues to play an active role in this network, with our BSC chairman, Dato’ Seri Johan Raslan serving on the Steering Committee, contributing to shaping sustainability strategies and initiatives across the Malaysian corporate landscape.</p>
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	<p>3) Real Estate and Housing Developers' Association ("REHDA") Institute</p> <p>Sime Darby Property is proud to be a part of the newly established ESG Committee (2024-2026) of REHDA. This committee was formed to unite key real estate players under a cohesive, industry-led initiative to drive sustainable and responsible development across Malaysia's property sector. With the increasing importance of climate resilience, responsible governance, and social well-being, the committee serves as a platform for collaboration, enabling developers to align with global sustainability standards, advocate for ESG-friendly policies, and implement best practices that shape the future of the industry.</p> <p>4) Star ESG Summit</p> <p>In November 2024, Sime Darby Property partnered with Star Media Group as the Urban Biodiversity Partner for the ESG Summit 2024. This collaboration highlighted our dedication to integrating urban biodiversity into real estate development. Dr. Yasmin Rasyid, Sime Darby Property's General Manager of Sustainability, delivered a plenary session titled "Harmonizing Urban Biodiversity in Real Estate: The Sime Darby Property Coexistence Approach," sharing insights on sustainable urban planning.</p> <p>5) ICE Malaysia Conference</p> <p>At the Institution of Civil Engineers ("ICE") Malaysia Conference on 3 December 2024, themed "Engineers' Responsibility to Act," GMD & CEO, Dato' Seri Azmir Merican, participated in a panel discussion alongside YB Tuan Nik Nazmi bin Nik Ahmad and Datin Seri Sunita Rajakumar. The conference focused on the pivotal role of civil engineers in addressing challenges such as climate change and urbanisation, emphasising the need for sustainable and resilient infrastructure.</p> <p>6) Sustainable Brands Kuala Lumpur</p> <p>In August 2024, Sime Darby Property co-hosted the Sustainable Brands Kuala Lumpur Conference 2024 (SB'24 KL) at the Sime Darby Convention Centre. The event, themed "Technology and AI in Service of Sustainability and Regeneration," explored how technological advancements can drive sustainable practices. Dr. Yasmin Rasyid emphasised Sime Darby Property's innovative approaches to urban biodiversity, stating, "Sime Darby Property is redefining what it means to champion urban biodiversity. We're not just protecting nature; we're pioneering innovative approaches for co-existence."</p>
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	7) Chief Audit Executive (“CAE”) Roundtable on Sustainability Audit <p>The CAE Roundtable on Sustainability Audit, held in February 2024 at Kuala Lumpur Golf & Country Club, was the first-ever roundtable organised specifically for Chief Audit Executives to discuss the growing importance of sustainability audits in aligning business practices with regulatory and stakeholder expectations. This forum provided a platform for leaders to exchange insights, share best practices and address common challenges.</p> <p>The first discussion focused on the role of internal auditors in advancing sustainability, while the second covered key topics including human rights compliance, supply chain and vendor performance, climate change as well sustainability governance, risk management and reporting</p>	
Explanation for departure :		
<i>Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.</i>		
Measure :		
Timeframe :		

Intended Outcome

The company addresses sustainability risks and opportunities in an integrated and strategic manner to support its long-term strategy and success.

Practice 4.3

The board takes appropriate action to ensure they stay abreast with and understand the sustainability issues relevant to the company and its business, including climate-related risks and opportunities.

Application	:	Applied
Explanation on application of the practice	:	<p>The Board is committed to addressing Sustainability-related and climate-related risks and opportunities in a strategic and integrated manner to support the Company's long-term success. As part of this commitment, the Board ensures its members are well-informed of key sustainability issues that are relevant to the Company's business, including climate-related risks and opportunities.</p> <p>Ongoing efforts are made to build Board capacity on sustainability matters, which include regular updates from the BSC and Management, covering developments in the sustainability landscape, ESG performance, stakeholder expectations, and emerging regulatory requirements. The General Manager of Sustainability also plays an active role in keeping the Board apprised of progress on sustainability initiatives and material matters.</p> <p>To deepen understanding, the Board participates in sustainability-focused discussions during strategic reviews and risk management deliberations. In addition, selected Board members attend relevant external forums and training programmes on ESG and climate-related topics.</p> <p>These proactive measures ensure the Board remains equipped to provide effective oversight of sustainability governance and contribute meaningfully to the formulation of the Company's sustainability strategies, targets, and priorities.</p> <p>Sime Darby Property is a member of Climate Governance Malaysia and Malaysia Green Buildings Council and a contributing member in CAN. Further to this, the Board would receive regular updates, newsletters, invitation to trainings / events and other communication materials relating to sustainability, e.g. BURSA Sustain, Minority Shareholders Watch Group ("MSWG") and Institute of Corporate Directors Malaysia ("ICDM").</p> <p>The Group Company Secretary will continue to share sustainability-related training programmes / webinars / dialogues relevant to the company and its business, including climate-related risks and opportunities by external / professional bodies for Directors' consideration.</p>

Details of training / seminars / conferences / site visits attended and participated by the Directors during the financial year under review are set out below:

Director	Training/ Seminar/ Conference / Site Visit
Dato' Rizal Rickman Ramli	<ol style="list-style-type: none"> 1) E-Learning: Refresher 2023 - Introduction to Financial Crime & Anti-Money Laundering 2) Innovation Leadership Training Program: Amazon Working Backwards Masterclass 3) PNB Public Market Dialogue 2024 4) E-Learning: (Module 2) Anti Bribery & Anti-Corruption Policies of PNB Group 5) E-Learning: SiberSAFE - Cyber Detective Social Engineering 6) 2024 PNB Board and Leadership Compliance Training 7) PNB Knowledge Forum I 2024: Economic Complexity (Navigating The Threads of Economic Complexity) 8) E-Learning: Merdeka 118 Fire & Life Safety Briefing 9) E-Learning: Information & Cyber Security Policies Declaration & Attestation 10) Project Converse: Fireside Chat with Nominee Directors of PNB 11) Sime Darby Property's Pre-Board Engagement Session on Macro-Economic Outlook, Industrial & Logistic Research, Empowering the Future with Generative AI and Fireside Chat on Customer Experience 12) Mandatory Accreditation Programme Part II ("MAP Part II"): Leading for Impact ("LIP") 13) Purposeful Leadership & Sustainability 14) E-Learning: PNB Group Conflicts of Interest Policy 15) PwC Updates on Sustainability Reporting Developments and Tax & Corporate Reporting Updates 16) Updates on Occupational Safety and Health Act ("OSHA")
Dato' Seri Azmir Merican	<ol style="list-style-type: none"> 1) Workshop on Affordable Housing II Report 2) Directors & Officers ("D&O") Liability Insurance and Medical & Hospitalisation Coverage 3) REHDA: Property Development Process Masterclass 2024 (Day 1) 4) Site Visit to The Green Factory 5) Sustainable Data Centers with Google 6) Official Launch of Asia ESG Positive Impact Consortium 7) The Official Launch of Selangor International Business Summit (SIBS) 2024 8) Google Cloud Day Malaysia - Build for the Transformative AI Era 9) Annual Delegates' Conference (ADC) 2024 10) Ikhlas Capital Annual Conference 2024 11) Malaysia Investment Development Authority MIDA Invest Series 2024 12) 2024 National Climate Governance Summit

Director	ning/ Seminar/ Conference / Site Visit
(cont'd) Dato' Seri Azmir Merican	13) Directors' Roles, Responsibilities and Liabilities 14) Malaysia Leadership Summit 2024 15) Sime Darby Property's Pre-Board Engagement Session on Macro-Economic Outlook, Industrial & Logistic Research, Empowering the Future with Generative AI and Fireside Chat on Customer Experience 16) Leadership Engagement Action Program ("LEAP") Visit at EDP 1A Dato Center Project, Elmina Business Park and Elmina Ridge 17) Board Level Cyber Security Workshop 18) PwC Updates on Sustainability Reporting Developments and Tax & Corporate Reporting Updates 19) Star ESG Summit 20) Updates on OSHA
Dato' Soam Heng Choon	1) D&O Liability Insurance and Medical & Hospitalisation Coverage 2) MAP Part II: LIP 3) Sime Darby Property's Pre-Board Engagement Session on Macro-Economic Outlook, Industrial & Logistic Research, Empowering the Future with Generative AI and Fireside Chat on Customer Experience 4) Board Level Cyber Security Workshop 5) PwC Updates on Sustainability Reporting Developments and Tax & Corporate Reporting Updates 6) Updates on OSHA
Tengku Datuk Seri Ahmad Shah Alhaj ibni Almarhum Sultan Salahuddin Abdul Aziz Shah Alhaj	1) D&O Liability Insurance and Medical & Hospitalisation Coverage 2) MAP Part II: LIP 3) LEAP Visit to Metrohub 1, SDPLOG, Bandar Bukit Raja 4) Knowledge-Sharing Session on Human Rights Awareness and Natural Catastrophic Analysis 5) Sime Darby Property's Pre-Board Engagement Session on Macro-Economic Outlook, Industrial & Logistic Research, Empowering the Future with Generative AI and Fireside Chat on Customer Experience 6) Board Level Cyber Security Workshop 7) Project Converse : Fireside Chat with Nominee Directors of PNB 8) PwC Updates on Sustainability Reporting Developments and Tax & Corporate Reporting Updates 9) Updates on OSHA
Tan Sri Jaganath Derek Steven Sabapathy	1) D&O Liability Insurance and Medical & Hospitalisation Coverage 2) Climate Transitional Risk Training 3) MAP Part II: LIP

Director	Training/ Seminar/ Conference / Site Visit
(cont'd) Tan Sri Jaganath Derek Steven Sabapathy	4) Sime Darby Property's Pre-Board Engagement Session on Macro-Economic Outlook, Industrial & Logistic Research, Empowering the Future with Generative AI and Fireside Chat on Customer Experience 5) Board Level Cyber Security Workshop 6) PwC Updates on Sustainability Reporting Developments and Tax & Corporate Reporting Updates 7) Updates on OSHA
Dato' Seri Ahmad Johan Mohammad Raslan	1) D&O Liability Insurance and Medical & Hospitalisation Coverage 2) ICDM Power Talk: Future – Proofing Malaysian Businesses: Navigating Cyber – Threats in the Age of AI 3) ICDM Powertalk : Being Sued as an INED – A Personal Journey 4) MIA Conference 2024: Navigating New Frontiers, Embracing Sustainability 5) Climate Transitional Risk Training 6) Knowledge-Sharing Session on Human Rights Awareness and Natural Catastrophic Analysis 7) Sime Darby Property's Pre-Board Engagement Session on Macro-Economic Outlook, Industrial & Logistic Research, Empowering the Future with Generative AI and Fireside Chat on Customer Experience 8) Board Level Cyber Security Workshop 9) PwC Updates on Sustainability Reporting Developments and Tax & Corporate Reporting Updates 10) Updates on OSHA
Datin Norazah Mohamed Razali	1) ICDM Power Talk: Future-Proofing Malaysian Businesses – Navigating Cyber-Threats in the Age of AI & Thriving in a Risk Landscape 2) Global Outlook for AMLCFT & TFS 3) ICDM Powertalk: Being Sued as an INED – A Personal Journey 4) Essential Financial Skills for Board Members 5) PNB Knowledge Sharing: Market Ambiguities and Risks – Insights and Opportunities in the Current Economic Climate 6) MISC Group Directors' Training FY2024 (Session 1) on Tackling Emerging Risks, Clean Energy Outlook and Trends, Navigating Maritime Cybersecurity in the Digital Era and Overview of the Shipping Industry 7) MAP Part II: LIP 8) PNB Knowledge Forum 2024: Navigating the Threads of Economic Relatedness 9) ICDM PowerTalk: Navigating Directorship – Legal Consequences, Responsibilities and Risks in the Office 10) PNB Tea Talk Session on Cyber Security

Director	Training/ Seminar/ Conference / Site Visit
(cont'd) Datin Norazah Mohamed Razali	11) Sime Darby Property's Pre-Board Engagement Session on Macro-Economic Outlook, Industrial & Logistic Research, Empowering the Future with Generative AI and Fireside Chat on Customer Experience 12) Board Level Cyber Security Workshop 13) MISC Group Directors' Training FY2024 (Session 2) on Understanding the Duties and Liabilities of D&O and How to Risk Manage Liability Exposures, Pathways towards Decarbonisation: Strategies and Sustainable Practices for the Energy Industry, Overview of the International Sustainability Standards Board (ISSB), IFRS S1 & S2 (International Sustainability Disclosure Standards) and Navigating Ammonia as the Low Carbon Solution 14) PNB Cyber Day 2024 15) PNB Board & Senior Management Offsite: 16) AHAM Capital - Building a Great Asset Management Distribution Business 17) McKinsey & Co – Artificial Intelligence 18) PwC Updates on Sustainability Reporting Developments and Tax & Corporate Reporting Updates 19) Updates on OSHA
Mohamed Ridza Mohamed Abdulla	1) D&O Liability Insurance and Medical & Hospitalisation Coverage 2) Carbon Markets: What Directors Need to Know 3) Climate Transitional Risk Training 4) Sime Darby Property's Pre-Board Engagement Session on Macro-Economic Outlook, Industrial & Logistic Research, Empowering the Future with Generative AI and Fireside Chat on Customer Experience 5) Board Level Cyber Security Workshop 6) PwC Updates on Sustainability Reporting Developments and Tax & Corporate Reporting Updates 7) Updates on OSHA
Dato' Hamidah Naziadin	1) Nestle Berhad's 2024 Company's Strategy & Plan and Business / I&R Showcase 2) D&O Liability Insurance and Medical & Hospitalisation Coverage 3) Maxis Berhad's Gaming Presentation on Moving Up The Value Chain in Gaming: A Regional Initiative by Bridge Alliance, Telkomsel Presentation on Game Publishing (Majamojo) and the Gaming Business and Taiwan Mobile Presentation on Game Publishing – "Becoming a Game Publisher 4) Integrated Risk Identification Solution (IRIS) tool. 5) Briefing on Sustainability Reporting for Nestlé (Malaysia) Berhad

Director	Training/ Seminar/ Conference / Site Visit
(cont'd) Dato' Hamidah Naziadin	<ul style="list-style-type: none"> 6) Conflict of Interest and what Can Go Wrong – Unpacking Its Implications to Listed Issuers and their Directors 7) ICDM Power Talk: Future Proofing Malaysian Businesses: Navigating Cyber Threats in the Age of AI & Thriving in a High-Risk Landscape 8) Update from the Sustainability Council Project RELeaf 9) ICDM PowerTalk : Being Sued as an INED – A Personal Journey 10) Technology @ Maxis - IT/Network Overview on Technology Domain Overview for Telco, Maxis IT Systems and Deep Dive, Network Architecture and Deep Dive, and Network Operational Support System (OSS) 11) LEAP Visit to Metrohub 1, SDPLOG, Bandar Bukit Raja 12) Climate Transitional Risk Training 13) Competition Law in Malaysia 14) Business Continuity Management 15) Maxis Berhad's talks on ESG at STC by Saudi Telecom, Sustainability at Maxis, Use of Artificial Intelligence (AI) in Telcos, and Uses of AI and Workshop 16) Knowledge-Sharing Sessions on Human Rights Awareness and Catastrophic Analysis 17) Sime Darby Property's Pre-Board Engagement Session on Macro-Economic Outlook, Industrial & Logistic Research, Empowering the Future with Generative AI and Fireside Chat on Customer Experience 18) Impact of Artificial Intelligence on the Organisation 19) Malaysian Food Regulatory Landscape and Trends in the Food Industry 20) CS3D – Get Ready for EU's New Global-Reaching Legislation 21) Board Level Cyber Security Workshop 22) Data Centres : Talk by James Murphy from DC Bytes 23) Maxis Anti-Bribery and Corruption (MABC) System Trainings by Integrity and Governance Unit 24) PwC Updates on Sustainability Reporting Developments and Tax & Corporate Reporting Updates 25) HO Code Compliance update 26) Nestle on Sustainability Update 27) Update on CSRD Compliance
Dr. Lisa Lim Poh Lin	<ul style="list-style-type: none"> 1) D&O Liability Insurance and Medical & Hospitalisation Coverage 2) Sime Darby Property's Pre-Board Engagement Session on Macro-Economic Outlook, Industrial & Logistic Research, Empowering the Future with Generative AI and Fireside Chat on Customer Experience

Director	Training/ Seminar/ Conference / Site Visit
(cont'd) Dr. Lisa Lim Poh Lin	3) Knowledge-Sharing Session on Human Rights Awareness and Catastrophic Analysis 4) MAP Part II: LIP 5) Board Level Cyber Security Workshop 6) PwC Updates on Sustainability Reporting Developments and Tax & Corporate Reporting Updates 7) Updates on OSHA
Nur Farahbi Shaari	1) E-Learning: Refresher 2023 - Introduction to Financial Crime & Anti-Money Laundering 2) Market Evaluation and Real Estate Due Diligence in U.K 3) Engagement Session with Integrity Representatives - Integrity Updates (1/2024) 4) Market Evaluation and Real Estate Due Diligence in Beijing, China 5) Market Evaluation and Real Estate Due Diligence in UK 6) E-Learning: ChatGPT Awareness Training 7) Market Evaluation and Real Estate Due Diligence in Singapore, Tokyo, USA, UK, Australia, Korea 8) E-Learning: SiberSAFE - Cyber Detective Social Engineering 9) MAP Part II : LIP 10) Sime Darby Property's Pre-Board Engagement Session on Macro-Economic Outlook, Industrial & Logistic Research, Empowering the Future with Generative AI and Fireside Chat on Customer Experience 11) E-Learning: Information & Cyber Security Policies Declaration & Attestation 12) Senior Leaders Series: PNB-INSEAD Leadership Excellence: Accelerating Your Impact (Cohort 2) 13) Project Converse: Fireside Chat with Nominee Directors of PNB 14) PNB Cohort 2 - Women Leadership Programme (WLP) Workshop 1: Speed Mentoring 15) E-Learning: PNB Group Conflicts of Interest Policy 16) E-Learning: (Module 3) Anti-Bribery Management System & Corruption Risk Management 17) PwC Updates on Sustainability Reporting Developments and Tax & Corporate Reporting Updates 18) Updates on OSHA
Khalid Mohammed Noor (Alternate Director to Nur Farahbi Shaari)	1) E-Learning: Refresher 2023 - Introduction to Financial Crime & Anti-Money Laundering 2) PNB Nominee and Alternate Directors Excellence Series Programme ("NDESP") 3) D&O Liability Insurance and Medical & Hospitalisation Coverage 4) PNB Public Market Dialogue 2024

	Director	Training/ Seminar/ Conference / Site Visit
	(cont'd) Khalid Mohammed Noor (Alternate Director to Nur Farahbi Shaari)	5) E-Learning: (Module 2) Anti Bribery & Anti-Corruption Policies of PNB Group 6) MAP Part II: LIP 7) PNB Sustainability Day 8) User Training - Hercules and Athena Project Factsheet Training 9) E-Learning: SiberSAFE - Cyber Detective Social Engineering 10) New Performance Management System - SuccessFactors (SF) Briefing Session 11) ESG Disclosures: Improving the Quality of ESG Data and Its Impact (10 CPE) (ESG) 12) PNB Knowledge Forum I 2024: Economic Complexity (Navigating The Threads of Economic Complexity) 13) E-Learning: Merdeka 118 Fire & Life Safety Briefing 14) Climate Transitional Risk Training 15) E-Learning: Information & Cyber Security Policies Declaration & Attestation 16) PNB Security Champion Launch 17) Leadership - Senior Leaders Series: PNB-INSEAD Leadership Excellence: Accelerating Your Impact (Cohort 2) 18) Sime Darby Property's Pre-Board Engagement Session on Macro-Economic Outlook, Industrial & Logistic Research, Empowering the Future with Generative AI and Fireside Chat on Customer Experience 19) Knowledge-Sharing Session on Human Rights Awareness and Natural Catastrophic Analysis 20) Board Level Cyber Security Workshop 21) E-Learning: PNB Group Conflicts of Interest Policy 22) Purposeful Leadership & Sustainability 23) PwC Updates on Sustainability Reporting Developments and Tax & Corporate Reporting Updates 24) PNB Investments Division Townhall 25) Updates on OSHA 26) Year End Review 2024 SuccessFactors Briefing Session
Explanation for departure	:	
Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.		
Measure	:	

Timeframe	:		
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Intended Outcome

The company addresses sustainability risks and opportunities in an integrated and strategic manner to support its long-term strategy and success.

Practice 4.4

Performance evaluations of the board and senior management include a review of the performance of the board and senior management in addressing the company's material sustainability risks and opportunities.

Application	:	Applied
Explanation on application of the practice	:	<p>Sime Darby Property's commitment to sustainability is reflected in its performance evaluation processes at both the Board and Senior Management levels. The BEE exercise incorporates sustainability-related questions to assess the Board's oversight of sustainability strategies, prioritisation of material ESG risks and opportunities, and monitoring of performance against set targets.</p> <p>During the financial year under review, the Board and Management engaged in robust discussions to refine the Group's sustainability strategy, including goal prioritisation and the progress of key initiatives.</p> <p>Sustainability-related KPIs are embedded into Senior Management's performance scorecards and are linked to annual incentives to reinforce strategic alignment, performance accountability, and cultural integration of ESG values. These KPIs include targets relating to energy efficiency, carbon intensity, green certifications, and employee diversity.</p> <p>Sime Darby Property's Corporate Scorecard for FY2024 was developed based on 3Ps namely, Profit (Deliver Sustainable Value), People (Contribute to a Better Society) and Planet (Minimise Environmental Harm and across 7 Focus Areas).</p> <p>Safety and Sustainability is one of the seven (7) Focus Areas of the scorecard carrying a weightage of 10% of the overall score, which is targeted towards championing a 'Force for Good'. The KPIs for FY2024 were enhanced from FY2023 KPIs to continuously reinforce carbon sequestration and reduction practices across the Group. FY2024 KPIs comprised the following:</p> <ol style="list-style-type: none">1) <u>Journey Towards Operational Carbon Net Zero</u> Reduction of operational carbon emission (Scope 1 and 2) towards 2030 Carbon Net Zero.2) <u>Waste Diverted from Landfill (Reduce + Reuse +Recycle)</u> This KPI supports the Group's aspiration toward circularity, and aims to track and improve performance in managing waste generation across operations.

	<p>To support this effort, the Group developed enhanced internal guidelines to standardise definitions and improve understanding of the waste management hierarchy, encompassing Reduce, Reuse, and Recycle (“3R”) principles. In parallel, Sime Darby Property continues to explore strategic partnerships and collaborations to enable better waste separation and promote circular economy practices at the operational and community levels.</p> <p>3) <u>Toward Goal Zero – Barrier Thinking Index</u></p> <p>Another key ESG-linked KPI introduced in FY2024 is the “Toward Goal Zero – Barrier Thinking Index”, which forms part of the Group’s broader commitment to workplace safety and operational risk management.</p> <p>This KPI aims to promote a Barrier Thinking mindset, encouraging teams to proactively assess safety risks and implement effective safeguards (barriers) to prevent incidents.</p> <p>The index measures the extent to which Barrier Thinking discipline is applied across business units and project sites, including in risk assessments, incident investigations, and safety planning. It serves as a behavioural and process-driven metric designed to instil a proactive safety culture aligned with the Group’s aspiration of achieving Goal Zero - i.e., zero harm, zero incidents.</p> <p>The respective KPIs for Safety & Sustainability were developed based on a thorough analysis / review of key challenges and issues, which were discussed and monitored extensively throughout the calendar year via various internal management platforms and quarterly updates to / discussions with the Board of Directors. These KPIs are also cascaded to the business segments / operations team.</p> <p>These KPIs are cascaded to operations and business functions, and performance against these targets is reviewed by the BSC, NRC and the Board.</p> <p>Since 2021, the annual BEE embedded relevant sustainability-related performance measures and questions, which had been incorporated for evaluation in line with Practice 4.4 of the Malaysian Code on Corporate Governance (“MCCG”). This was a follow-through from the previous year’s BEE questionnaire.</p> <p>During the financial year under review, Management and Board had robust discussions to refine the sustainability strategy and prioritisation of goals, including monitoring the progress of sustainability initiatives in achieving set targets.</p>
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Explanation for departure :		
<i>Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.</i>		
Measure :		
Timeframe :		

Intended Outcome

The company addresses sustainability risks and opportunities in an integrated and strategic manner to support its long-term strategy and success.

Practice 4.5- Step Up

The board identifies a designated person within management, to provide dedicated focus to manage sustainability strategically, including the integration of sustainability considerations in the operations of the company.

<i>Note: The explanation on adoption of this practice should include a brief description of the responsibilities of the designated person and actions or measures undertaken pursuant to the role in the financial year.</i>	
Application	: Adopted
Explanation on adoption of the practice	<p>Sustainability at Sime Darby Property is led by the GMD & CEO and driven via a dedicated functional department, namely the Sustainability Department led by Dr. Yasmin Rasyid, General Manager of Sustainability.</p> <p>In January 2025, the Group strengthened its sustainability governance and operational integration by appointing Melissa Tan Swee Peng ("Melissa") as Chief Operating Officer – Operations Support. In this capacity, Melissa provides strategic oversight of the Group's sustainability function alongside other corporate areas.</p> <p>Melissa brings extensive experience in Sustainability Strategy, stakeholder engagement, and sustainability reporting, with a proven track record in driving sustainability transformation across organisations. As part of the Group's enhanced governance structure, Dr. Yasmin now reports to Melissa, reflecting a strategic move to embed sustainability more holistically into Sime Darby Property's operations, decision-making processes, and long-term strategic direction.</p> <p>The key responsibilities of the Sustainability Department are as follows:</p> <ol style="list-style-type: none">1) Sustainability Strategy Management Formulate the Group's Sustainability Strategy and Roadmap as well as lead the integration of sustainability / ESG considerations in business operations, decision making and risk management.2) Sustainability Implementation and Integration Lead the implementation of sustainability policies and procedures, drive and consider sustainability improvement plans in collaboration with businesses and functions, and elevate the efficacy of sustainability programmes.

	<p>3) Stakeholder Management and Communications Plan</p> <p>Support the engagement to advance the Group's sustainability goals by leading the articulation of sustainability messages to internal and external stakeholders.</p> <p>4) Build a Sustainability Culture</p> <p>Lead internal sustainability culture building, by introducing management tools, creating awareness, and where necessary, training and providing the environment for employees to be motivated to implement the sustainability plans.</p> <p>5) Governance</p> <p>Manage the overall governance (policies, procedures, manuals, etc) and administration (business plan, budget, etc) for the sustainability function.</p> <p>Work with the Board, BSC and MSC to support their respective oversight duties of Sustainability matters.</p>
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Intended Outcome

Board decisions are made objectively in the best interests of the company taking into account diverse perspectives and insights.

Practice 5.1

The Nomination Committee should ensure that the composition of the board is refreshed periodically. The tenure of each director should be reviewed by the Nomination Committee and annual re-election of a director should be contingent on satisfactory evaluation of the director's performance and contribution to the board.

Application	:	Applied
Explanation on application of the practice	:	<p><u>Refreshment of Board and Board Committee Composition</u></p> <p>The main functions and duties of the NRC include, but not limited to:</p> <ol style="list-style-type: none">1) Annual evaluation, review and recommend to the Board the appropriate size of the Board, required mix of skills, experience and other qualities, including core competencies which NEDs shall bring to the Board to ensure that they are in line with Sime Darby Property's requirements.2) Period review of the term of office of all Board Committees.3) Ensure appropriate assessment of Directors on an ongoing basis. <p>The NRC will regularly review the Board and Board Committees compositions and ensure their continuing effectiveness that fits the Company's objectives and strategic goals. The tenure of Independent Directors had also been limited to nine (9) years without further extension, to ensure continued effective functioning and progressive refreshing of the Board.</p> <p>During the financial year under review, the Board had, upon the recommendation of the NRC, approved the appointment of Datuk Ir. Ho Hon Sang effective 1 January 2025 as INED and additional AC Member to succeed Tan Sri Jaganath Sabapathy.</p> <p>In respect of the size and composition of the Board, based on the 2024 BEE results, the NRC had ensured that the Board had the right mix in relation to skills, expertise and experience. The NRC will regularly review the Board and Board Committees' composition and ensure their continuing effectiveness throughout the year.</p> <p>As part of its ongoing Board succession planning efforts, the NRC has identified two (2) Independent Non-Executive Directors ("INEDs") whose tenure will reach the 9-year tenure in mid-2026. To ensure a structured and seamless transition, the NRC plans to commence the search for suitable successor(s) in FY2025, taking into consideration the required mix of skills, industry experience and governance expertise. The transition timeline will be carefully planned to support Board continuity and effective knowledge transfer.</p>

Retirement and Re-election of Directors

Pursuant to Rule 92.3 of the Constitution, any new Director appointed shall hold office only until the conclusion of the forthcoming AGM and shall be eligible for re-election.

Pursuant to Rule 111 of the Constitution, at least one-third (1/3) of the Directors for the time being shall retire from office at each AGM. Rule 112 of the Constitution states that all Directors shall retire from office once in each three (3) years. A retiring Director shall be eligible for re-election.

Based on the schedule of retirement by rotation determined by the NRC, the following Directors are due to retire at the 52nd AGM in accordance with:

Rule 92.3 of the Company's Constitution

- 1) Datuk Ir. Ho Hon Sang

Rule 111 of the Company's Constitution

- 1) Tengku Datuk Seri Ahmad Shah Alhaj ibni Almarhum Sultan Salahuddin Abdul Aziz Shah Alhaj
- 2) Tan Sri Jaganath Sabapathy
- 3) Datin Norazah Mohamed Razali
- 4) Dato' Hamidah Naziadin

For the purpose of determining the eligibility of the Directors to stand for re-election at the 52nd AGM, the Board and the NRC, had assessed each of the retiring Directors, and considered the following:

- 1) The Directors' performance and contribution, based on the Self and Peer Assessment results of the BEE 2024.
- 2) The Directors' level of contribution to the Board deliberations through his / her skills, experience and strength in qualities as well as their effective leadership as chairperson of respective Board Committees.
- 3) The level of independence demonstrated by the Independent Director and his ability to act in the best interests of the Company in decision-making.
- 4) The Directors have the character, integrity, experience and competence, as well as fit and properness to discharge their role effectively.
- 5) The Directors' ability to commit and devote adequate time to fulfil their responsibilities effectively.

Based on the aforesaid assessment, the Board and the NRC are satisfied that the individual Directors (including the retiring Directors) of the Company have met the performance criteria required of an effective and high-performance Board and the Board's expectations by continuously discharging their duties diligently as Directors of the Company. Accordingly, the Board recommends the re-election of the retiring Directors to the shareholders at the 52nd AGM.

	<p>These Directors are retiring in accordance with Rules 92.3 and 111 of the Company's Constitution and, being eligible, have offered themselves for re-election at the 52nd AGM.</p> <p>The Board is confident that their re-election will ensure continuity, preserve institutional knowledge and support the Group's strategic priorities moving forward.</p> <p>The Integrated Annual Report 2024 provides more information on the expertise and experience of retiring Directors up for re-election on pages 209, 210, 212, 214 and 216 of the Board Profile section of the Integrated Annual Report 2024.</p>	
Explanation for departure	:	
<i>Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.</i>		
Measure	:	
Timeframe	:	

Intended Outcome

Board decisions are made objectively in the best interests of the company taking into account diverse perspectives and insights.

Practice 5.2

At least half of the board comprises independent directors. For Large Companies, the board comprises a majority independent directors.

Application	:	Applied
Explanation on application of the practice	:	<p>As at financial year ended (“FYE”) 31 December 2024, the Board comprises eleven (11) Directors out of which 55% are Independent Directors:</p> <ul style="list-style-type: none">(a) Six (6) INEDs;(b) Four (4) NINEDs including Chairman; and(c) GMD & CEO (Non-independent Executive Director). <p>Based on the above, the Board has complied with the Practice 5.2 to have more than 50% INEDs on its Board during the financial year under review, which is higher than the 1/3 requirement of the Main Market Listing Requirements (“Listing Requirements”) of Bursa Malaysia Securities Berhad (“Bursa Securities”).</p> <p>Sime Darby Property has a Board Composition Policy in place since 26 July 2017 prior to the Company’s listing on 30 November 2017, which sets out the approach of the Board regarding the composition of the Board and addresses specific requirements of the Listing Requirements of Bursa Securities and the MCGG. Based on the principles of the Board Composition Policy, the Board acknowledges that a Board comprising a majority of Independent Directors allows more effective oversight of Management. The Board Composition Policy is available on Group’s website.</p> <p>In alignment with the Board Composition Policy, the Board regularly reviews the skills, expertise, and industry experience of its members to ensure alignment with Sime Darby Property’s strategic priorities, including sustainability, digitalisation, capital management, and international operations. The Board maintains a balanced mix of competencies across areas such as real estate and property development, finance and accounting, legal and governance, ESG and sustainability, digital innovation, risk management and human capital. These competencies support the Board in providing effective oversight and strategic guidance in a dynamic business environment.</p>

	<p>During the financial year under review, Dato' Soam Heng Choon, the Senior Independent Director ("SID") had acted as a sounding board for the Chairman and served as an intermediary for the other NEDs where necessary and on matters that were deemed sensitive. He also provided an alternative avenue of communication for shareholders and stakeholders to convey their concerns and raise any issues so these can be channelled to and addressed by the relevant parties. The SID, similar to the other NEDs, has the same legal responsibilities to the Group as all other Directors. The role of the SID is clearly specified in the Board Charter under Clause 5.4, available on the Group's website.</p> <p>The Board also assessed the independence of the INEDs during the financial year under review. The Board was satisfied with the level of independence demonstrated by all the INEDs and was of the view that they could continue to bring sound independent and objective judgement to Board deliberations. Each INED also provided his / her declaration of independence to the Company in compliance with the criteria set out in the Listing Requirements.</p> <p>During the financial under review, the Board upon the recommendation of the NRC had approved the appointment of Datuk Ir. Ho Hon Sang ("Datuk Ho") effective 1 January 2024. As per the announcement made to Bursa Securities on 20 November 2024, Datuk Ho will succeed Tan Sri Jaganath, who is due for retirement by rotation at the upcoming AGM and has offered himself for re-election. Subject to shareholders' approval of his re-election, Tan Sri Jaganath is expected to continue serving on the Board and AC until 30 September 2025 to facilitate a smooth transition and institutional knowledge transfer. This structured transition plan ensures leadership continuity while maintaining governance stability and Board effectiveness. The Board and AC are of the view that Tan Sri Jaganath's continued involvement in the AC during the financial year under review was appropriate, given his extensive experience in property development, international markets and governance oversight.</p> <p>Additionally, Tan Sri Jaganath continues to serve as a Director on the Board of Battersea Project Holding Company Limited ("BPHCL"), representing Sime Darby Property. He was redesignated from Chairman to Director effective 1 October 2024, following the appointment of an Independent Chairman. His continued role on the Board of Sime Darby Property supports a smooth transition and continuity in BPHCL's governance and strategic oversight following this leadership change.</p> <p>Tan Sri Jaganath has been involved with the Battersea Power Station project and his deep industry knowledge is key in ensuring that there is continued leadership in following through with the completion of the remaining phases of the project. His property development and industry background and experience, including in the international market, qualify him as a suitable representative of Sime Darby Property. His involvement to date</p>
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	has been valuable to the Battersea Power Station team in aligning their deliveries to the expected return on investment for the shareholders.	
Explanation for departure	:	
<i>Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.</i>		
Measure	:	
Timeframe	:	

Intended Outcome

Board decisions are made objectively in the best interests of the company taking into account diverse perspectives and insights.

Practice 5.3

The tenure of an independent director does not exceed a cumulative term limit of nine years. Upon completion of the nine years, an independent director may continue to serve on the board as a non-independent director.

If the board intends to retain an independent director beyond nine years, it should provide justification and seek annual shareholders' approval through a two-tier voting process.

Application	:	Not applicable - Step Up 5.4 adopted	
Explanation on application of the practice	:		
Explanation for departure	:		
<i>Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.</i>			
Measure	:		
Timeframe	:		

Intended Outcome

Board decisions are made objectively in the best interests of the company taking into account diverse perspectives and insights.

Practice 5.4 - Step Up

The board has a policy which limits the tenure of its independent directors to nine years without further extension.

<i>Note: To qualify for adoption of this Step Up practice, a listed issuer must have a formal policy which limits the tenure of an independent director to nine years without further extension i.e. shareholders' approval to retain the director as an independent director beyond nine years.</i>	
Application	: Adopted
Explanation on adoption of the practice	: As of 31 December 2024, none of the Independent Directors have served the Company beyond nine (9) years in line with Practice 5.3 of the MCCG. In line with Step-Up Practice 5.4 of the MCCG, the Board had also approved the revised Board Charter and TOR of the NRC on 25 November 2021, which includes the tenure of its Independent Directors shall not exceed a cumulative term limit of nine (9) years.

Intended Outcome

Board decisions are made objectively in the best interests of the company taking into account diverse perspectives and insights.

Practice 5.5

Appointment of board and senior management are based on objective criteria, merit and with due regard for diversity in skills, experience, age, cultural background and gender.

Directors appointed should be able to devote the required time to serve the board effectively. The board should consider the existing board positions held by a director, including on boards of non-listed companies. Any appointment that may cast doubt on the integrity and governance of the company should be avoided.

Application	:	Applied
Explanation on application of the practice	:	<p><u>Appointment of Directors</u></p> <p>The Board is committed to ensuring diversity and inclusiveness in its composition and deliberations and it recognises that a diversified Board would contribute to give a positive and valuable impact on Sime Darby Property Group. In line with this, the Board considers all elements of diversity, i.e. skill set, experience, age, ethnicity, nationality and gender in the nomination, selection, and appointment of candidates to the Board.</p> <p>There is a clear and transparent process for the nomination, selection and appointment of suitable candidates to the Board of Sime Darby Property and achieving Board balance through diversity in skillset, experience, age, ethnicity, nationality and gender. The principle is encapsulated in the Board Composition Policy Framework and TOR of NRC.</p> <p>The formal process involves the NRC first identifying the gaps in the Board composition before sourcing, screening, conducting the initial selection of potential candidates and assessing the ability to perform effectively on those who have been identified. During the selection process, all candidates are considered taking into account the following criteria:</p> <ol style="list-style-type: none">1) Required skills, knowledge, expertise and experience;2) Time commitment, character, professionalism and integrity;3) Fit and properness;4) Ability to work cohesively with other Board members;5) Specialist knowledge or technical skills in line with the Company's strategy;6) Diversity in age, gender and experience / background; and7) Number of directorships in companies outside the Group, including on boards of non-listed companies.

During the financial year under review, no new Director was appointed to the Board.

The Board comprises Directors with diverse demographics, skills and experience, all of whom contribute diverse perspectives and insights on Board decisions. The findings of the BEE conducted in 2023 showed that the Board has the right mix of Directors with good balance of skills and background. The Board size and composition was viewed appropriate.

The current Board's diversity (total of 12 directors) is depicted as follows:

Independence	58% Independent Director		42% Non-Independent Director		
Gender	67% Male		33% Female		
Ethnicity	67% Malay		25% Chinese	8% Indian	
Age Band	8% 30 – 39 years	17% 40 – 49 years	25% 50 – 59 years	50% Above 60 years	
Tenure	17% Less than 3 years	42% 3 to 6 years	25% 7 to 9 years	8% 10 to 12 years	8% More than 12 years

A more detailed description of the diverse background, experience and composition of the Board are made available in the Board of Directors' Profile contained in the Integrated Annual Report 2024.

All members of the Board and Board Committees achieved more than 95% rate of attendance for meetings held in 2024. There were also various engagements between the Board members and Management, both formally and informally throughout the year. These demonstrated the Directors' commitment in devoting adequate time to fulfil their responsibilities effectively. Although some Directors hold multiple directorships within the Listing Requirements' limit on directorship, they managed to commit and devote their time to the Board / Board Committee meetings either attending in person or virtually. The Board is satisfied that each Director has devoted sufficient time to effectively discharge his / her responsibilities.

	<p><u>Appointment of Key Senior Management</u></p> <p>For the appointment of Key Senior Management, the NRC will consider and review the candidates based on objective criteria, merit, and with due regard for diversity in skills, competencies, experience, age, gender, cultural background and other qualities prior to recommendation to the Board for approval.</p>	
<p>Explanation for departure</p>	:	
<p><i>Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.</i></p>		
<p>Measure</p>	:	
<p>Timeframe</p>	:	

Intended Outcome

Board decisions are made objectively in the best interests of the company taking into account diverse perspectives and insights.

Practice 5.6

In identifying candidates for appointment of directors, the board does not solely rely on recommendations from existing board members, management or major shareholders. The board utilises independent sources to identify suitably qualified candidates.

If the selection of candidates was based on recommendations made by existing directors, management or major shareholders, the Nominating Committee should explain why these source(s) suffice and other sources were not used.

Application	:	Applied
Explanation on application of the practice	:	<p>The NRC of Sime Darby Property reviews the composition of the Board and Board Committees, and considers the gaps in the composition and requirements before sourcing, screening and conducting the initial selection of potential candidates.</p> <p>In June 2024, the NRC initiated the process to identify a suitably qualified INED to succeed Tan Sri Jaganath. The NRC undertook a structured and rigorous selection process, to ensure the incoming INED possesses the necessary expertise, leadership and strategic oversight capabilities. The ideal candidate profile was defined as follows:</p> <ul style="list-style-type: none">(i) Extensive experience in the property development industry.(ii) Deep understanding of regulatory frameworks and policies relevant to the sector.(iii) Proven leadership experience in top management roles.(iv) International exposure and strategic oversight capabilities. <p>To maintain a diverse and independent talent pipeline, the candidate search was conducted through multiple channels, including PNB's database, ICDM recommendations and referrals from existing Board members. Each candidate underwent an assessment and evaluation process, with careful deliberation by the NRC. The final selection also took into account Board dynamics, ensuring a balanced composition that aligns with Sime Darby Property's strategic direction and governance framework.</p> <p>Following this process, the Board, upon the recommendation of the NRC, approved the appointment of Datuk Ho effective 1 January 2025. Concurrently, he was also appointed as a Member of the AC.</p>

	<p>In the said assessment, the NRC had referred to the guidelines stipulated in the Board selection criteria set out in the Board Appointment Process as mentioned above under Practice 5.5 and on pages 250 to 252 of the Integrated Annual Report 2024.</p> <p>The NRC will continue to leverage on various sources, such as referrals from existing Directors and other leadership development and consulting organisations to identify potential candidates for nomination as Directors.</p>	
Explanation for departure	:	
<p><i>Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.</i></p>		
Measure	:	
Timeframe	:	

Intended Outcome

Board decisions are made objectively in the best interests of the company taking into account diverse perspectives and insights.

Practice 5.7

The board should ensure shareholders have the information they require to make an informed decision on the appointment and reappointment of a director. This includes details of any interest, position or relationship that might influence, or reasonably be perceived to influence, in a material respect their capacity to bring an independent judgement to bear on issues before the board and to act in the best interests of the listed company as a whole. The board should also provide a statement as to whether it supports the appointment or reappointment of the candidate and the reasons why.

Application	:	Applied	
Explanation on application of the practice	:	<p>The profiles of Directors are published in the Integrated Annual Report and Group’s website. These include their age, gender, tenure of service, directorship in other companies (listed and non-listed), working experience and any conflict of interest as well as their shareholdings in Sime Darby Property, if any.</p> <p>The views of the NRC on the appointment of Datuk Ir. Ho Hon Sang on 1 January 2025 set out in Practice 5.1 of this report and in the NRC Report on page 252 and, his expertise and background as per page 216 of the Integrated Annual Report 2024.</p> <p>The Board and NRC’s assessment and recommendations on the proposed re-election of Directors retiring pursuant to Rule 92.3 and 111 of the Constitution of the Company are set out in Practice 5.1 of this report and the Explanatory Notes to the Notice of 52nd AGM to ensure shareholders have sufficient information to make an informed decision on the proposed re-election of Directors who are retiring by rotation.</p>	
Explanation for departure	:		
<i>Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.</i>			
Measure	:		
Timeframe	:		

Intended Outcome

Board decisions are made objectively in the best interests of the company taking into account diverse perspectives and insights.

Practice 5.8

The Nominating Committee is chaired by an Independent Director or the Senior Independent Director.

Application	:	Applied	
Explanation on application of the practice	:	<p>The NRC is chaired by Datin Norazah Mohamed Razali, an INED.</p> <p>The SID, Dato’ Soam Heng Choon, is a member of the NRC.</p> <p>The details of the NRC’s activities for the FYE 31 December 2024 are set out in the NRC Report on pages 247 to 248 of the Integrated Annual Report 2024.</p>	
Explanation for departure	:		
<i>Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.</i>			
Measure	:		
Timeframe	:		

Intended Outcome

Board decisions are made objectively in the best interests of the company taking into account diverse perspectives and insights.

Practice 5.9

The board comprises at least 30% women directors.

Application	:	Applied	
Explanation on application of the practice	:	As at 31 December 2024, the Board comprises four (4) women Directors, namely Datin Norazah Mohamed Razali, Dato' Hamidah Naziadin, Dr. Lisa Lim Poh Lin and Nur Farahbi Shaari constituting 36% of the total number of Directors of 11 pax.	
Explanation for departure	:		
Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.			
Measure	:		
Timeframe	:		

Intended Outcome

Board decisions are made objectively in the best interests of the company taking into account diverse perspectives and insights.

Practice 5.10

The board discloses in its annual report the company's policy on gender diversity for the board and senior management.

Application	:	Applied
Explanation on application of the practice	:	<p>The Board Composition Policy of Sime Darby Property was first adopted by the Board on 26 July 2017. The policy ensures that the mix and profiles of Board members in terms of age, gender and ethnicity provide the necessary range of perspectives, experience and expertise required to achieve effective stewardship and management. The policy on gender diversity is set out under the NRC Report on pages 242 and 249 of the Integrated Annual Report 2023.</p> <p>The TOR of the NRC, since November 2021, has included gender diversity in its selection criteria for new appointments on the Board and Senior Management of Sime Darby Property Group. The updated TOR also indicates that the NRC shall consider and recommend to the Board the composition of the Board, which must comprise a majority of Independent Directors and at least 30% women Directors. The participation of women in Senior Management is also monitored and reviewed to ensure a sustainable talent pipeline in Sime Darby Property. The TOR of the NRC is available on the Group's website.</p>
Explanation for departure	:	
<i>Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.</i>		
Measure	:	
Timeframe	:	

Intended Outcome

Stakeholders are able to form an opinion on the overall effectiveness of the board and individual directors.

Practice 6.1

The board should undertake a formal and objective annual evaluation to determine the effectiveness of the board, its committees and each individual director. The board should disclose how the assessment was carried out its outcome, actions taken and how it has or will influence board composition.

For Large Companies, the board engages an independent expert at least every three years, to facilitate objective and candid board evaluation.

<i>Note: For a Large Company to qualify for adoption of this practice, it must undertake annual board evaluation and engage an independent expert at least every three years to facilitate the evaluation.</i>	
Application	: Applied
Explanation on application of the practice	<p>The Board, through the NRC, conducts an annual review and assessment on the effectiveness of the Board, the Board Committees, the individual Directors and Board Committee members of Sime Darby Property. This assessment for the financial year under review, covers the performance of individual Directors, Board Committees and Board as a whole. It is especially important in deciding whether a Director who is subject to re-election can be recommended accordingly at the next AGM.</p> <p>In line with the best practices of the MCCG, the NRC had since 2018 engaged an independent third-party consultant to conduct the BEE. Since 2021, ICDM had undertaken the BEE and for the financial year under review, ICDM had conducted the BEE through a questionnaire approach by way of self and peer assessment to identify key themes of strengths and areas for improvement, as well as interviews with six (6) Directors to gain deeper insights. During the evaluation exercise, in addition to the areas of improvement, Board members and selected Senior Management also provided feedback on areas of improvement moving forward.</p> <p>The overall results of the BEE were positive on twelve (12) parameters of Board oversight as reported on pages 253 to 254 of the NRC Report of the Integrated Annual Report 2024. The Board was viewed as being a formal, professional board, and had undertaken its various board duties, roles and responsibilities well. The Board was also reported to have met expectations of a high-performing board based on the chairmanship and board governance, and there were no major concerns relating to the evaluation of Sime Darby Property's board effectiveness.</p>

	<p>Upon completion of the assessment process, ICDM presented its BEE report to the NRC, which sets out the detailed findings from the BEE, all of which have been benchmarked against corporate governance best practices.</p> <p>While the Board was encouraged by the FY2024 BEE results, which showed positive progress across several dimensions, it also identified the following areas to be prioritised for further enhancement in FY2025 which are largely similar to FY2023 BEE results:</p> <ol style="list-style-type: none"> 1) Cybersecurity Oversight: Strengthening governance on cyber risk management, security maturity assessments and compliance measures. 2) Leadership & Succession Planning: Enhancing leadership development and ensuring structured talent pipelines for key roles. 3) Board & Stakeholder Engagement: Improving strategic communications, including media and social media engagement. 4) Employee Wellbeing: Reviewing resources and initiatives to support a resilient and high-performing workforce. <p>Action plans to address these focus areas are currently being reviewed and refined, and progress will be regularly monitored by the Board and the relevant Board Committees in ensuring accountability and effective implementation.</p>	
Explanation for departure	:	
<p><i>Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.</i></p>		
Measure	:	
Timeframe	:	

Intended Outcome

The level and composition of remuneration of directors and senior management take into account the company's desire to attract and retain the right talent in the board and senior management to drive the company's long-term objectives.

Remuneration policies and decisions are made through a transparent and independent process.

Practice 7.1

The board has remuneration policies and procedures to determine the remuneration of directors and senior management, which takes into account the demands, complexities and performance of the company as well as skills and experience required. The remuneration policies and practices should appropriately reflect the different roles and responsibilities of non-executive directors, executive directors and senior management. The policies and procedures are periodically reviewed and made available on the company's website.

Application :	Applied
Explanation on application of the practice :	<p>Sime Darby Property recognises that to attract and retain Directors, it is important to have a fair and competitive remuneration package that commensurate with their experience, skills, responsibilities, performance, contribution as well as industry benchmark.</p> <p>As delegated by the Board, the NRC is responsible to set the principles, parameters and governance framework relating to the Group's remuneration matters. The NRC is authorised to formulate, develop and implement formal and transparent procedures for the Group's NEDs and Senior Management ensuring that their compensation remains competitive and consistent with industry standards as well as commensurate with their experience, skills, level of responsibilities and complexity of the business.</p> <p><u>Non-Executive Directors</u></p> <p>The Board has established a remuneration policy for the NEDs that aligns remuneration with strategy to drive the long-term success of the Company together with a comprehensive and fair remuneration package to continue to attract, retain and motivate Directors.</p> <p>The level of remuneration reflects their experience, level of responsibilities and industry's benchmark as well as the complexity of business. The remuneration of NEDs consists of fixed Directors' fees per annum for Board and Board Committees.</p> <p>The Board as a whole resolves on the fees for NEDs. The fees payable to the NEDs are subject to the approval of the shareholders at the AGM.</p>

Key details of the Remuneration Framework of NEDs for the financial year under review (which remains unchanged since June 2020) are set out below:

Fees / Benefits	Amount / Description																					
Non-Executive Directors' Fees	<table><tr><th></th><th>Board (RM/Year)</th><th>Board Committees (RM/Year)</th></tr><tr><td>Chairman</td><td>540,000</td><td>70,000</td></tr><tr><td>Member</td><td>220,000</td><td>40,000</td></tr></table>		Board (RM/Year)	Board Committees (RM/Year)	Chairman	540,000	70,000	Member	220,000	40,000												
	Board (RM/Year)	Board Committees (RM/Year)																				
Chairman	540,000	70,000																				
Member	220,000	40,000																				
Per diem allowance	Claims to be based on "reasonable amount for reimbursables". (on official events and Government related matters within Malaysia or overseas)																					
Transportation	Business class air travel (official business assignments)																					
Accommodation (on official duty)	Group designated hotels. Unreceipted Local Business Travel <table><tr><th>Region</th><th>Meals</th><th>Accommodation</th></tr><tr><td>Malaysia</td><td>RM200 / day</td><td>RM200 / day</td></tr></table> Unreceipted Overseas Business Travel <table><tr><th>Continent</th><th>Meals</th><th>Accommodation</th></tr><tr><td>Asia (including Oceania)</td><td>USD80</td><td>USD100</td></tr><tr><td>United Kingdom</td><td>€100</td><td>€200</td></tr><tr><td>Europe</td><td>€100</td><td>€200</td></tr><tr><td>America</td><td>USD150</td><td>USD200</td></tr></table>	Region	Meals	Accommodation	Malaysia	RM200 / day	RM200 / day	Continent	Meals	Accommodation	Asia (including Oceania)	USD80	USD100	United Kingdom	€100	€200	Europe	€100	€200	America	USD150	USD200
Region	Meals	Accommodation																				
Malaysia	RM200 / day	RM200 / day																				
Continent	Meals	Accommodation																				
Asia (including Oceania)	USD80	USD100																				
United Kingdom	€100	€200																				
Europe	€100	€200																				
America	USD150	USD200																				
Entertainment	Reasonable entertainment expenses for the promotion of the Group's interest will be reimbursed against receipts.																					
Club Membership / Privileges	Honorary membership at Kuala Lumpur Golf & Country Club ("KLGCC") / other clubs owned by Sime Darby Property Group with free monthly subscription fees. NED who becomes President of the KLGCC will be made a lifetime honorary member of the Club.																					

	Insurance	<table><tr><th>Description</th><th>Amount</th></tr><tr><td>i) Group Personal Accident Policy</td><td>RM1,000,000</td></tr><tr><td>ii) Directors and Officers Liability Insurance</td><td>Cover limit of USD30 million, including an Employment Practices Liability cover of USD1 million.</td></tr><tr><td>iii) Medical & Security Assistance Programme</td><td>Medical & Security Assistance Programme with International SOS provides pre-travel and destination services including immunisation recommendations, travel and visa information, 24/7 telephone medical and security assistance, etc. in case of emergency when travelling abroad.</td></tr></table>	Description	Amount	i) Group Personal Accident Policy	RM1,000,000	ii) Directors and Officers Liability Insurance	Cover limit of USD30 million, including an Employment Practices Liability cover of USD1 million.	iii) Medical & Security Assistance Programme	Medical & Security Assistance Programme with International SOS provides pre-travel and destination services including immunisation recommendations, travel and visa information, 24/7 telephone medical and security assistance, etc. in case of emergency when travelling abroad.
Description	Amount									
i) Group Personal Accident Policy	RM1,000,000									
ii) Directors and Officers Liability Insurance	Cover limit of USD30 million, including an Employment Practices Liability cover of USD1 million.									
iii) Medical & Security Assistance Programme	Medical & Security Assistance Programme with International SOS provides pre-travel and destination services including immunisation recommendations, travel and visa information, 24/7 telephone medical and security assistance, etc. in case of emergency when travelling abroad.									
	Medical and Hospitalisation	<p>For NEDs:</p> <p>Free medical treatment (excluding major surgeries), dental and optical subject to treatment being given by the:</p> <ul style="list-style-type: none">i) Group / Company's Panel of Doctors.ii) Physician referred to by the Group / Company's Panel of Doctors. <p>The Company will also cover the cost of Annual Health Screening ("AHS") by any medical provider.</p> <p>For NEDs' Spouse and Dependent Children:</p> <p>Medical treatment (excluding AHS and major surgeries) subject to the treatment given as stated in items no. (i) and (ii) above.</p>								
	Purchase of Group/Company Products	This entitlement is available only for products of Sime Darby Property Group.								

The remuneration of the NEDs consisting of fixed directors' fees and other benefits, is subject to the approval of shareholders at the AGM. The fees for NEDs' services to the Board and Board Committees are paid to all NEDs on a monthly basis.

In the first quarter of FY2025, the NRC engaged an independent external consultant to conduct a review on the NEDs' remuneration structure, benchmarked against industry peers and relative public listed entities. The last external review was conducted in 2019, with the current fee structure unchanged since its adoption at the 2020 AGM. The latest assessment considered market trends, remuneration practices among comparable listed companies, and key factors such as the Group's revenue, size, governance responsibilities and the time commitments required of NEDs and Board Committee members

The NRC and Board had, in March 2025, reviewed the external consultants findings on the NEDs Remuneration Framework and concluded that it was still current and competitive in attracting and retaining Directors at 75th percentile. The Company's healthy financial and operational performance maintained despite the economic and market uncertainties, as well as sustainability risks and opportunities were also taken into consideration.

At the upcoming 52nd AGM, the Company is seeking shareholders' approval for the increase in the benefits cap for NEDs to RM1,500,000. The proposed is intended to provide greater flexibility to accommodate broader participation by NEDs, particularly in encouraging those who have not previously utilised the benefit to support and purchase the Group / Company's products. The increase also anticipates higher utilisation in the future and addresses the fact that the NEDs' remuneration and benefits cap have remained unchanged for several years. The proposal is aligned with prevailing market practices.

Details of the said proposal are provided in the Notice of 52nd AGM on pages 413, 416 and 417 of the Integrated Annual Report 2024.

Senior Management Remuneration

As per the NRC's TOR, it is responsible:

- 1) To set the policies and procedures on the remuneration framework, including reviewing and making recommendations to the Board on all elements relating to remuneration, terms of employment, reward structure and fringe benefits for Executive Directors, the GMD & CEO and key pivotal positions.
- 2) To set the policies and / or guideline on the remuneration framework including reviewing and making remuneration recommendations relating to remuneration, to the Board for employees of the Group.

Rewards Management

Base Salary and Annual Increment

Sime Darby Property maintains market-competitive salary ranges for different level of employees in the Company, which are tied to the Performance Management Framework.

The Management considers the economic outlook, market benchmark against both comparable companies within the industry as well as Company's affordability for the annual review exercise.

Salary increments were based on employees' performance and the salary position within their job grade, i.e. using the comparative-ratio approach. The increment framework was designed to accelerate salary growth for performing employees to be within market reference range.

Benefits Management

The Employee Handbook for the different job categories and job levels outlines the employment terms and conditions including compensation, leaves, medical coverage, education assistance and other benefits.

	<p><u>Bonus Framework</u></p> <p>1) Guiding Principles</p> <ul style="list-style-type: none"> i) Bonus is a form of short-term incentive to reward past performance and a motivator for future performance. It is an important enabler in the Group's journey to become a high-performing organisation. ii) Bonus payout must be directly aligned and commensurate with the Group, Company, Department / Business Units and individual performance. There must be a clear differentiation in the bonus quantum awarded between the high-performing organisations / individuals and the others. <p>2) The fundamental design principles of the approved Short-term Incentive Plan (Annual Bonus) are as follows:</p> <ul style="list-style-type: none"> i) Performance measures aligned to employees' line-of-sight. ii) Performance factors to facilitate the achievement of the objectives and goals of the Group, Company and Department/ Business Unit. iii) Sustainability-related performance metrics are incorporated into the FY2024 Corporate Scorecard under the "Safety & Sustainability" focus area, which carries a 10% weighting. These KPIs covers carbon emissions reduction, waste diversion, and proactive safety culture (Barrier Thinking Index) to evaluate Senior Management performance and are linked to annual bonus outcomes. This reinforces the Group's commitment to long-term value creation and ensures alignment between incentive structures and material Sustainability priorities <p>Sustainability KPIs are cascaded across business segments and are monitored by the MSC, BSC, and NRC as part of the Group's performance and remuneration governance process.</p> <ul style="list-style-type: none"> iv) Bonus payments are both a reward for past performance and a motivator for future performance. It is an important enabler in the Group's journey to become a high-performing organisation. <p><u>Long-Term Variable Compensation</u></p> <p>A long-term variable compensation ("LTIP") has been designed based on Sime Darby Property's 3-year business plan from FY2023 to FY2025, which takes into consideration global and local macroeconomic headwinds as well as longer-term risks and opportunities, and alignment with stakeholders' interests. This is to ensure the continued strength and resilience of Sime Darby Property for the longer term. Together with an independent compensation and benefits consultant, a cash-based long-term variable compensation plan has been devised to retain key Senior Management who will be driving and delivering on the 3-year plan.</p>
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	The performance indicators under the plan reflect a balanced mix of financial and selected non-financial considerations, supporting the Group's long-term resilience, sustainable value creation, and responsible business practices.	
Explanation for departure		
<i>Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.</i>		
Measure		
Timeframe		

Intended Outcome

The level and composition of remuneration of directors and senior management take into account the company's desire to attract and retain the right talent in the board and senior management to drive the company's long-term objectives.

Remuneration policies and decisions are made through a transparent and independent process.

Practice 7.2

The board has a Remuneration Committee to implement its policies and procedures on remuneration including reviewing and recommending matters relating to the remuneration of board and senior management.

The Committee has written Terms of Reference which deals with its authority and duties and these Terms are disclosed on the company's website.

Application	:	Applied
Explanation on application of the practice	:	<p>The NRC is responsible to formulate and review the remuneration policies and packages for the Directors as well as the Senior Management to ensure that they remain competitive, appropriate and commensurate with their experience, skills, level of responsibilities, industry benchmark as well as the complexity of business.</p> <p>Based on the BEE conducted for year 2024, the Board is satisfied that the NRC has effectively discharged its roles and responsibilities and provided strong support with respect to its nomination and remuneration functions, which include, among others, review the remuneration framework for the Board and key management personnel.</p> <p>The TOR of the NRC delineates the roles and responsibilities in relation to the nomination and remuneration matters, as provided in the TOR of the NRC which is available on Group's website at www.simedarbyproperty.com/who-we-are/corporate-governance.</p> <p>The TOR shall be reviewed and updated where necessary, i.e. when there are changes to the MCCG, Listing Requirements, any other regulatory requirements or changes to the direction or strategies of the Group that may affect the NRC's role.</p>
Explanation for departure	:	
<i>Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.</i>		

Measure	:		
Timeframe	:		

Intended Outcome

Stakeholders are able to assess whether the remuneration of directors and senior management is commensurate with their individual performance, taking into consideration the company's performance.

Practice 8.1

There is detailed disclosure on named basis for the remuneration of individual directors. The remuneration breakdown of individual directors includes fees, salary, bonus, benefits in-kind and other emoluments.

Application	:	Applied
Explanation on application of the practice	:	<p>In line with the best corporate governance practice, the disclosure of Directors' remuneration on a named basis has been made since the Company's first Integrated Annual Report in year 2018.</p> <p>The remuneration received by each of the NEDs (as approved by the shareholders at the 51st AGM held on 20 May 2024) and GMD & CEO in 2024 is set out in the table below on page 79 of this report.</p> <p>The fees for Dato' Rizal Rickman Ramli and Nur Farahbi Shaari, Nominee Directors representing PNB, were paid to PNB.</p> <p>The GMD & CEO does not receive any fees in his capacity as Executive Director.</p> <p>For the purpose of disclosure in this report pertaining to the remuneration paid to / utilised by each individual director in FY2024 (Sales and Service Tax of 6% charged by applicable Directors are excluded from the disclosure):</p> <ol style="list-style-type: none">1) The benefits for the NEDs as set out in the table below comprises discount on the per diem allowances as well as insurance, medical and hospitalisation coverage.2) The amount of GMD & CEO's salary and bonus as set out in the table below includes the employer's contribution to the Employees Provident Fund ("EPF"). Other emoluments comprise Social Security Organisation ("SOCSO") contributions. His benefits-in-kind includes personal driver, mobile phone subscription, as well as subsidies for petrol and parking.3) Following the completion of the Internal Reorganisation of the Group, all NEDs received or become entitled to receive any remuneration from the Company for the FYE 31 December 2024. In respect of the GMD & CEO, he received his remuneration as an Executive Director of Sime Darby Property for the period from 1 January to 30 November 2024 and Sime Darby Property (Management Services) Sdn Bhd, a related company providing management services to the Sime Darby Property Group for the period from 1 December to 31 December 2024.

No	Name	Directorate	Company ('000)							Group ('000)						
			Fee	Allowance	Salary	Bonus	Benefits-in-kind	Other emoluments	Total	Fee	Allowance	Salary	Bonus	Benefits-in-kind	Other emoluments	Total
1	Dato' Rizal Rickman Ramli	Non-Executive Non-Independent Director	540	0	0	0	20	0	560	540	0	0	0	20	0	560
2	Dato' Seri Azmir Merican	Executive Director	0	132	2,254	2,986	17	1	5,390	0	144	2,459	2,986	18	1	5,608
3	Dato' Soam Heng Choon	Independent Director	478	0	0	0	2	0	480	478	0	0	0	2	0	480
4	Tengku Datuk Seri Ahmad Shah Alhaj ibni Almarhum Sultan Salahuddin Abdul Aziz Shah Alhaj	Non-Executive Non-Independent Director	330	0	0	0	4	0	334	330	0	0	0	4	0	334
5	Tan Sri Jaganath Derek Steven Sabapathy	Non-Executive Non-Independent Director	478	72	0	0	22	0	572	478	72	0	0	22	0	572
6	Dato' Seri Ahmad Johan Mohammad Raslan	Independent Director	400	0	0	0	2	0	402	400	0	0	0	2	0	402
7	Datin Norazah Mohamed Razali	Independent Director	370	0	0	0	66	0	436	370	0	0	0	66	0	436
8	Mohamed Ridza Mohamed Abdulla	Independent Director	370	0	0	0	2	0	372	370	0	0	0	2	0	372
9	Dato' Hamidah Naziadin	Independent Director	300	0	0	0	5	0	305	300	0	0	0	5	0	305
10	Dr. Lisa Lim Poh Lin	Independent Director	300	0	0	0	7	0	307	300	0	0	0	7	0	307
11	Nur Farahbi Shaari	Non-Executive Non-Independent Director	260	0	0	0	3	0	263	260	0	0	0	3	0	263

12	-	Choose an item.	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here
13	-	Choose an item.	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here
14	-	Choose an item.	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here
15	-	Choose an item.	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here

Intended Outcome

Stakeholders are able to assess whether the remuneration of directors and senior management is commensurate with their individual performance, taking into consideration the company's performance.

Practice 8.2

The board discloses on a named basis the top five senior management's remuneration component including salary, bonus, benefits in-kind and other emoluments in bands of RM50,000.

Application	:	Departure														
Explanation on application of the practice	:															
Explanation for departure	:	<p>The NRC and the Board are of the view that disclosure on a named basis of the top five (5) Senior Management’s remuneration components in bands of RM50,000 as being disadvantageous to the Group given the competitiveness in the property industry for talent due to confidentiality of remuneration packages.</p> <p>The Board will continuously undertake a robust internal process to ensure that the remuneration of Senior Management commensurate with their experience, skills, roles, level of responsibilities, accountability and complexity of the business.</p> <p>As an alternative to the recommended practice and in order to achieve the intended outcome, the Board has opted to disclose the remuneration of Senior Management paid for the FYE 31 December 2024 on a group basis as follows:</p> <table><tr><th>Remuneration (Top 5 Senior Management)</th><th>RM</th></tr><tr><td>Salary (including employer’s EPF contributions)</td><td>4,753,593</td></tr><tr><td>Allowance</td><td>419,248</td></tr><tr><td>Bonus</td><td>4,428,215</td></tr><tr><td>Benefits-in-kind</td><td>102,902</td></tr><tr><td>Other emoluments</td><td>597,111</td></tr><tr><td>Total</td><td>10,301,069</td></tr></table> <p>The remuneration of top five (5) Senior Management personnel has been benchmarked against the industry and is aligned with the market</p>	Remuneration (Top 5 Senior Management)	RM	Salary (including employer’s EPF contributions)	4,753,593	Allowance	419,248	Bonus	4,428,215	Benefits-in-kind	102,902	Other emoluments	597,111	Total	10,301,069
Remuneration (Top 5 Senior Management)	RM															
Salary (including employer’s EPF contributions)	4,753,593															
Allowance	419,248															
Bonus	4,428,215															
Benefits-in-kind	102,902															
Other emoluments	597,111															
Total	10,301,069															

Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.

Measure	:	Please explain the measure(s) the company has taken or intend to take to adopt the practice.	
Timeframe	:	Choose an item.	

No	Name	Position	Company					
			Salary	Allowance	Bonus	Benefits	Other emoluments	Total
1	-	-	Choose an item.	Choose an item.	Choose an item.	Choose an item.	Choose an item.	Choose an item.
2	-	-	Choose an item.	Choose an item.	Choose an item.	Choose an item.	Choose an item.	Choose an item.
3	-	-	Choose an item.	Choose an item.	Choose an item.	Choose an item.	Choose an item.	Choose an item.
4	-	-	Choose an item.	Choose an item.	Choose an item.	Choose an item.	Choose an item.	Choose an item.
5	-	-	Choose an item.	Choose an item.	Choose an item.	Choose an item.	Choose an item.	Choose an item.

Intended Outcome

Stakeholders are able to assess whether the remuneration of directors and senior management is commensurate with their individual performance, taking into consideration the company's performance.

Practice 8.3 - Step Up

Companies are encouraged to fully disclose the detailed remuneration of each member of senior management on a named basis.

Application	:	Not Adopted
Explanation on adoption of the practice	:	

No	Name	Position	Company ('000)					
			Salary	Allowance	Bonus	Benefits	Other emoluments	Total
1	-	-	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here
2	-	-	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here
3	-	-	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here
4	-	-	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here
5	-	-	Input info here	Input info here	Input info here	Input info here	Input info here	Input info here

Intended Outcome

There is an effective and independent Audit Committee.

The board is able to objectively review the Audit Committee's findings and recommendations.
The company's financial statement is a reliable source of information.

Practice 9.1

The Chairman of the Audit Committee is not the Chairman of the board.

Application	:	Applied	
Explanation on application of the practice	:	<p>The AC Chairman, Dato’ Seri Ahmad Johan Mohammad Raslan is a Fellow Member of the Institute of Chartered Accountants of England and Wales, a member of the Malaysian Institute of Accountants and the Malaysian Institute of Certified Public Accountants. Dato’ Seri Ahmad Johan Mohammad Raslan is an INED and was appointed as the AC Chairman since 12 July 2017. He is not the Chairman of the Board.</p> <p>The TOR of the AC has reflected the requirements in Practice 9.1 of the MCCG that “<i>The AC Chairman is not the Chairman of the Board</i>”.</p>	
Explanation for departure	:		
Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.			
Measure	:		
Timeframe	:		

Intended Outcome

There is an effective and independent Audit Committee.

The board is able to objectively review the Audit Committee's findings and recommendations.
The company's financial statement is a reliable source of information.

Practice 9.2

The Audit Committee has a policy that requires a former partner of the external audit firm of the listed company to observe a cooling-off period of at least three years before being appointed as a member of the Audit Committee.

Application	:	Applied
Explanation on application of the practice	:	<p>Sime Darby Property has always recognised the need to uphold independence and objectivity of its AC. None of the AC members were former audit partners of the external audit firm within the cooling-off period of three (3) years.</p> <p>The recommendation under Practice 9.2 has been adopted in the TOR of the AC. The AC TOR was last reviewed in March 2025 mainly to:</p> <ol style="list-style-type: none">1) Align with the Global Internal Audit Standards to ensure the AC's TOR reflect the best practices.2) Alignment with Sime Darby Property's GPA including updated job titles according to the latest designations.3) Benchmark against leading public listed companies to ensure the AC's TOR meets industry standards.
Explanation for departure	:	
<i>Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.</i>		
Measure	:	
Timeframe	:	

Intended Outcome

There is an effective and independent Audit Committee.

The board is able to objectively review the Audit Committee's findings and recommendations.
The company's financial statement is a reliable source of information.

Practice 9.3

The Audit Committee has policies and procedures to assess the suitability, objectivity and independence of the external auditor to safeguard the quality and reliability of audited financial statements.

Application	:	Applied
Explanation on application of the practice	:	<p>The Board is committed to ensuring a clear, balanced and a meaningful assessment of Sime Darby Property Group's financial performance and prospects through the audited financial statements and quarterly announcement of results are provided to the shareholders and regulatory bodies. In this regard, the Board, through the AC, oversees the process and the integrity and quality of reporting, annually and quarterly. The AC assists the Board by reviewing the financial statements and quarterly announcements of results to ensure completeness, accuracy and adequacy in the presence of external auditors and internal auditors prior to recommending the same to the Board for approval.</p> <p>The AC manages the relationship with its external auditors on behalf of the Board. The AC considers the re-appointment, remuneration and terms of engagement of the external auditors annually.</p> <p>The AC had, at its meeting held on 21 March 2025, deliberated on reappointment of PwC as the external auditors of Sime Darby Property. The AC was satisfied with the suitability of PwC based on the quality of audit, performance, competency and sufficiency of resources the external audit team provided to the Sime Darby Property Group. The AC was also satisfied in its review that the provisions of non-audit services by PwC to the Company for the financial year 2024 did not in any way impair their objectivity and independence as external auditors of Sime Darby Property.</p> <p>The Board had, at its meeting held on 26 March 2025, approved the AC's recommendation on the re-appointment of PwC as external auditors of the Company for the financial year ending 31 December 2025 to the shareholders for approval at the 52nd AGM. The present external auditors, PwC, have indicated their willingness to continue their services for the next financial year.</p>
Explanation for departure	:	

<i>Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.</i>		
Measure	:	
Timeframe	:	

Intended Outcome

There is an effective and independent Audit Committee.

The board is able to objectively review the Audit Committee's findings and recommendations.
The company's financial statement is a reliable source of information.

Practice 9.4 - Step Up

The Audit Committee should comprise solely of Independent Directors.

Application	:	Not Adopted
Explanation on adoption of the practice	:	

Intended Outcome

There is an effective and independent Audit Committee.

The board is able to objectively review the Audit Committee's findings and recommendations. The company's financial statement is a reliable source of information.

Practice 9.5

Collectively, the Audit Committee should possess a wide range of necessary skills to discharge its duties. All members should be financially literate, competent and are able to understand matters under the purview of the Audit Committee including the financial reporting process.

All members of the Audit Committee should undertake continuous professional development to keep themselves abreast of relevant developments in accounting and auditing standards, practices and rules.

Application	:	Applied
Explanation on application of the practice	:	<p>The members of the AC, collectively, have a wide range of relevant skills, knowledge and industry experience. They are capable of providing sound advice to the Board not only in terms of financial reporting but also on internal audit and the state of the Group's risk and internal control environment.</p> <p>All Directors including the AC members had during the financial year under review, attended / participated in various training programmes and seminars organised by the relevant regulatory authorities and professional bodies to broaden their knowledge and to keep abreast with the relevant changes in law, regulations, risk management and business environment. Details of the trainings or seminars attended by the members during the financial year under review are set out under Practice 4.3 of this report.</p> <p>The Group Company Secretary facilitated the Directors' external training programmes, workshops and seminars covering areas that were considered useful and relevant to the Directors in the effective discharge of their duties. Following the individual and collective assessment of the Directors, a list of training programmes was recommended to the Board for its endorsement. An online virtual training for the Board on Malaysian Financial Reporting Standards and Tax was organised in December 2024.</p> <p>All AC members are aware of the need to continuously develop and enhance their knowledge in accounting and auditing standards considering the frequent change and development in the aforesaid areas. The members of the AC had continuously been briefed on the relevant changes in the financial reporting standards by the Group Chief Financial Officer ("GCFO") and External Auditors at the AC quarterly meetings.</p>

	<p>Based on the results of the BEE exercise for the financial year under review, the Board was satisfied that the AC collectively and its members individually, had discharged their functions, duties and responsibilities effectively in accordance with the TOR of the AC.</p> <p>The details of the AC's activities during the FYE 31 December 2024 are set out in the AC Report on page 261 of the Integrated Annual Report 2024.</p>	
Explanation for departure :		
<i>Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.</i>		
Measure :		
Timeframe :		

Intended Outcome

Companies make informed decisions about the level of risk they want to take and implement necessary controls to pursue their objectives.

The board is provided with reasonable assurance that adverse impact arising from a foreseeable future event or situation on the company's objectives is mitigated and managed.

Practice 10.1

The board should establish an effective risk management and internal control framework.

Application	:	Applied
Explanation on application of the practice	:	<p>The Board is responsible for effective risk management and internal control of Sime Darby Property Group. The Board embeds risk management practices into activities, initiatives and processes of the Group. The risk management framework has been set in place by the Board to identify, evaluate, mitigate and monitor key risks faced by the Group.</p> <p>The Board recognises that the framework is designed to mitigate rather than eliminate risks or events with significant adverse impact on the achievements of the Group's objectives and strategies.</p> <p>The Board, through the RMC, reviews the risk management framework and processes to ensure they remain relevant for use and monitors the effectiveness of risk treatment / mitigation action plans for the management and control of the key risks. The RMC deliberated the Group's quarterly risk report which identified principal risks of the Group and the corresponding rating for each risk. The appropriate risk tolerance will depend on the nature of the projects undertaken and the objectives pursued. The risk appetite will be reviewed periodically by the RMC in response to the operating environment.</p> <p>The Statement on Risk Management and Internal Control which provides an overview of the state of internal controls within the Group is provided on pages 272 to 281 of the Integrated Annual Report 2024.</p>
Explanation for departure	:	
<i>Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.</i>		
Measure	:	

Timeframe	:		
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Intended Outcome

Companies make informed decisions about the level of risk they want to take and implement necessary controls to pursue their objectives.

The board is provided with reasonable assurance that adverse impact arising from a foreseeable future event or situation on the company's objectives is mitigated and managed.

Practice 10.2

The board should disclose the features of its risk management and internal control framework, and the adequacy and effectiveness of this framework.

Application	:	Applied	
Explanation on application of the practice	:	The Board has disclosed the key features of its risk management and internal control system, and the adequacy and effectiveness in detail in the Statement on Risk Management and Internal Control (“ SORMIC ”) on pages 272 to 281 of the Integrated Annual Report 2024.	
Explanation for departure	:		
Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.			
Measure	:		
Timeframe	:		

Intended Outcome

Companies make informed decisions about the level of risk they want to take and implement necessary controls to pursue their objectives.

The board is provided with reasonable assurance that adverse impact arising from a foreseeable future event or situation on the company's objectives is mitigated and managed.

Practice 10.3 - Step Up

The board establishes a Risk Management Committee, which comprises a majority of independent directors, to oversee the company's risk management framework and policies.

Application	:	Adopted																		
Explanation on adoption of the practice	:	<p>As at 31 December 2024, the RMC comprised the following five (5) members, majority of whom were INEDs, and had satisfied the independence test under the Listing Requirements of Bursa Securities, to oversee the Company's Risk Management Framework and policies.</p> <table><tr><th>No.</th><th>Director / Designation</th><th>Membership</th></tr><tr><td>1</td><td>Mohamed Ridza Mohamed Abdulla (INED)</td><td>Chairman</td></tr><tr><td>2</td><td>Dato' Soam Heng Choon (INED)</td><td>Member</td></tr><tr><td>3</td><td>Tengku Datuk Seri Ahmad Shah Alhaj ibni Almarhum Sultan Salahuddin Abdul Aziz Shah Alhaj (NINED)</td><td>Member</td></tr><tr><td>4</td><td>Tan Sri Jaganath Derek Steven Sabapathy (NINED)</td><td>Member</td></tr><tr><td>5</td><td>Dr. Lisa Lim Poh Lin (INED)</td><td>Member</td></tr></table> <p>The Board has adopted the TOR of RMC which is available on the Group's website at www.simedarbyproperty.com/who-we-are/corporate-governance.</p> <p>The RMC Report is presented on pages 264 to 271 of the Integrated Annual Report 2024.</p>	No.	Director / Designation	Membership	1	Mohamed Ridza Mohamed Abdulla (INED)	Chairman	2	Dato' Soam Heng Choon (INED)	Member	3	Tengku Datuk Seri Ahmad Shah Alhaj ibni Almarhum Sultan Salahuddin Abdul Aziz Shah Alhaj (NINED)	Member	4	Tan Sri Jaganath Derek Steven Sabapathy (NINED)	Member	5	Dr. Lisa Lim Poh Lin (INED)	Member
No.	Director / Designation	Membership																		
1	Mohamed Ridza Mohamed Abdulla (INED)	Chairman																		
2	Dato' Soam Heng Choon (INED)	Member																		
3	Tengku Datuk Seri Ahmad Shah Alhaj ibni Almarhum Sultan Salahuddin Abdul Aziz Shah Alhaj (NINED)	Member																		
4	Tan Sri Jaganath Derek Steven Sabapathy (NINED)	Member																		
5	Dr. Lisa Lim Poh Lin (INED)	Member																		

Intended Outcome

Companies have an effective governance, risk management and internal control framework and stakeholders are able to assess the effectiveness of such a framework.

Practice 11.1

The Audit Committee should ensure that the internal audit function is effective and able to function independently.

Application	:	Applied
Explanation on application of the practice	:	<p>The Group Corporate Assurance (“GCA”) is an in-house internal audit function. During the financial year under review, GCA was led by a Chief Assurance Officer (“CAO”) who reports functionally to the AC and administratively to the GMD & CEO to ensure independence. Effective 1 January 2025, GCA is led by the Head, Group Corporate Assurance (“HGCA”) following the transition of the former CAO to a new role as Chief Business Officer. The HGCA similarly reports functionally to the AC and administratively to the GMD & CEO.</p> <p>As guided by the Group Audit Charter approved by the AC, the GCA is an independent and objective function that supports the:</p> <ol style="list-style-type: none">1) Organisation in achieving its defined strategic, operational, financial and compliance objectives; and2) Board of Directors and its Committees in discharging their governance responsibilities. <p>The HGCA functions include, among others, as follows:</p> <ol style="list-style-type: none">1) Provides regular assessment on the adequacy and effectiveness of the Group’s processes for controlling its activities and managing its risks in the areas set forth under the mission and scope of work;2) Report significant issues related to the processes for controlling the activities of the company, including potential improvements to those processes and provide information concerning such issues through resolution;3) Periodically provide information on the status and results of the annual GCA plan as well as the adequacy of resources; and4) Design, maintain and resource an effective and efficient internal audit organisation in GCA. <p>To ensure that the responsibilities of GCA are fully discharged, the AC:</p> <ol style="list-style-type: none">1) Recommends to the Board the appointment, transfer or dismissal of the HGCA;

	<p>2) Assesses and reviews the performance and effectiveness of the HGCA;</p> <p>3) Assess the HGCA's competencies and qualifications periodically. Succession planning and professional education plans for the HGCA should form part of the assessment; and</p> <p>4) Performs appraisal or assessment of the performance of the GCA function.</p> <p>The GCA engagements were carried out based on the audit plan for the FYE 31 December 2024 as approved by the AC. The results of the audits as disclosed in the GCA reports were reviewed by AC and discussed at quarterly AC meetings. The relevant Management members were made responsible for ensuring corrective actions on reported weaknesses were taken within the required timeframes. GCA conducted follow-up audits on key engagements to ensure that the corrective actions were implemented appropriately.</p> <p>A summary of the GCA's activities during the FYE 31 December 2024 is set out in the AC Report on page 263 in the Integrated Annual Report 2024.</p>	
Explanation for departure :		
<i>Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.</i>		
Measure :		
Timeframe :		

Intended Outcome

Companies have an effective governance, risk management and internal control framework and stakeholders are able to assess the effectiveness of such a framework.

Practice 11.2

The board should disclose—

- whether internal audit personnel are free from any relationships or conflicts of interest, which could impair their objectivity and independence;
- the number of resources in the internal audit department;
- name and qualification of the person responsible for internal audit; and
- whether the internal audit function is carried out in accordance with a recognised framework.

Application	:	Applied
Explanation on application of the practice	:	<p>In accordance with the GCA Charter, the GCA acts as an independent and objective function that supports Sime Darby Property Group in achieving its objectives by bringing a systematic, disciplined approach to evaluate and improve the effectiveness of risk management, control and governance processes.</p> <p>During the financial year under review, the GCA was spearheaded by the Chief Assurance Officer, Aravindan K. Devapalan (“Aravindan”) who is a Fellow Member of the Association of Chartered Certified Accountants (“ACCA”) and a member of the Malaysian Institute of Accountants (“MIA”). He subsequently assumed a new role as Chief Business Officer, and Goh An Nee assumed the leadership of the internal audit function as Head, GCA effective 1 January 2025. She holds the same professional qualifications as Aravindan, being a Fellow Member of ACCA and a member of MIA.</p> <p>The GCA department is staffed by 12 internal auditors including the Head, GCA, with relevant experience and qualifications and all of which are free from any relationship or conflicts of interest, which could impair their objectivity and independence.</p> <p>As per the GCA Charter, the GCA activities are governed by adherence to International Professional Practices Framework (“IPPF”) issued by the Institute of Internal Auditors (“IIA”). The IPPF sets out, inter alia, the Global Internal Audit Standards, which are a mandatory guidance that enables effective internal auditing. This mandatory guidance constitutes principles of the fundamental requirements for the professional practice of internal auditing and for evaluating the effectiveness of the corporate governance activity’s performance.</p> <p>In addition, the GCA activities will adhere to the Group’s relevant policies and procedures and the assurance activity’s standard operating procedures manual which has been drawn up with reference to the standards.</p>

Explanation for departure :		
<i>Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.</i>		
Measure :		
Timeframe :		

Intended Outcome

There is continuous communication between the company and stakeholders to facilitate mutual understanding of each other's objectives and expectations.

Stakeholders are able to make informed decisions with respect to the business of the company, its policies on governance, the environment and social responsibility.

Practice 12.1

The board ensures there is effective, transparent and regular communication with its stakeholders.

Application	:	Applied
Explanation on application of the practice	:	<p>The Board acknowledges the importance of effective, regular and transparent communications with the Group's stakeholders, institutional investors and investing public at large to provide clarity of the Group's performance and position. Sime Darby Property is committed to maintain high standards in the dissemination of relevant and material information on the Group in order to maintain effective, comprehensive and timely disclosure of information. Amongst the Company's key stakeholders are the Investors & Analysts, Media, Debt Providers, Existing and Potential Customers, Suppliers/ Contractors/ Strategic Partners, Regulators & Industry Affiliates and Employees.</p> <p>1) The Group values constant dialogue and is committed to clear communications with its shareholders and investors. Continuous engagement is maintained with the investing community through a planned Investor Relations ("IR") programme managed by the IR unit under the patronage of the Head, Corporate Planning & Development.</p> <p>Communication and feedback from investors can also be directed to investor.relations@simedarbyproperty.com or :</p> <p>Sime Darby Property Berhad Level 7, Block G No. 2, Jalan PJU 1A/7A Ara Damansara, PJU 1A 47301 Petaling Jaya Selangor Darul Ehsan Malaysia Tel: +603-7849 5000</p> <p>Sime Darby Property provides a section for "Investor Relations" on its website at www.simedarbyproperty.com which publicises the latest information on the Group such as quarterly financial results, Bursa Securities' announcements, Board Charter, TOR for Board Committees, stock performance, shareholder and dividend information, investor presentations and investor calendar.</p>

	<p>The Group also embraces social media, apart from its website, as an important communication channel with stakeholders as these channels allow immediate and easy access to information, as well as providing a platform to gain feedback from stakeholders.</p> <p>In 2024, the quarterly financial results were announced via Bursa LINK immediately after the Board's approval and, analysts and media briefings were conducted on the same day. This ensures equal and fair access to information is provided to the investing public, so that they can make informed decisions.</p> <p>2) The Board ensures shareholders are provided with timely, clear, and accurate information to make informed investment decisions. This includes maintaining transparency on corporate actions, business performance, and returns to shareholders.</p> <p>In this respect, the Company maintains an accessible dividend policy that aims to distribute of not less than 20% of its consolidated profit attributable to the owners of the Company, subject to the availability of distributable reserves and other relevant considerations. For FY2024, the Group declared a total dividend of 3.0 sen per share, amounting to RM204.0 million in total payout. The policy and track record are also made available on the Company's website under the Investor Relations section.</p> <p>3) The 51st AGM of Sime Darby Property was conducted on a fully virtual basis on 20 May 2024. Active participation by the shareholders was encouraged during the AGM in which an online platform was made available to the shareholders to raise questions relevant to the AGM agenda and appropriate responses and clarification were promptly provided by the Board / Management to the shareholders.</p> <p>Sime Darby Property will continue to leverage on technology to broaden its channels to disseminate information, enhance the quality of engagements with its shareholders and facilitate further participation of shareholders at the Company's general meetings as well as promote environmental sustainability and cost-efficiency.</p> <p>In line with the Securities Commission Malaysia's Guidance and Frequently Asked Questions ("FAQs") on the Conduct of General Meetings for Listed Issuers, which requires all general meetings to be conducted either fully physical or hybrid from 1 March 2025 onwards, Sime Darby Property's 52nd AGM will be conducted in a hybrid format.</p>
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	4) As provided under Rules 71.2 and 71.3 of the Company's Constitution (which is available on the Company's website), shareholders representing at least 10% of the Company's paid-up capital carrying the right of voting at shareholders' meetings can requisition for a meeting. The requisition notice must state the general nature of the business to be dealt with at the meeting and the proposed resolution that is to be tabled at the meeting.	
Explanation for departure	:	
<i>Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.</i>		
Measure	:	
Timeframe	:	

Intended Outcome

There is continuous communication between the company and stakeholders to facilitate mutual understanding of each other's objectives and expectations.

Stakeholders are able to make informed decisions with respect to the business of the company, its policies on governance, the environment and social responsibility.

Practice 12.2

Large companies are encouraged to adopt integrated reporting based on a globally recognised framework.

Application	:	Applied	
Explanation on application of the practice	:	<p>The Board recognises that the integrated reporting process is an ongoing journey to improve the quality of information disclosures to stakeholders in order to promote greater transparency and accountability.</p> <p>Sime Darby Property has adopted integrated reporting since its first Integrated Annual Report in year 2018 for the FYE 30 June 2018.</p> <p>This is the eighth (8th) Integrated Annual Report that Sime Darby Property has adopted the International Integrated Reporting Framework issued by the International Integrated Reporting Council.</p>	
Explanation for departure	:		
<i>Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.</i>			
Measure	:		
Timeframe	:		

Intended Outcome

Shareholders are able to participate, engage the board and senior management effectively and make informed voting decisions at General Meetings.

Practice 13.1

Notice for an Annual General Meeting should be given to the shareholders at least 28 days prior to the meeting.

Application	:	Applied
Explanation on application of the practice	:	<p>Sime Darby Property dispatches the notice of its 51st AGM on 19 April 2024 to its shareholders, which was more than 28 days before the AGM on 20 May 2024, well in advance of the 21-day requirement under the Companies Act 2016 and the Listing Requirements of Bursa Securities.</p> <p>The additional time given to the shareholders allows them to make the necessary arrangements to attend and participate in person or through corporate representatives or proxies. More importantly, it enables the shareholders to read the Integrated Annual Report, consider the resolutions and make an informed decision in exercising their voting rights at the General Meeting.</p> <p>The notice was also published in a nationally circulated newspaper as required under the Listing Requirements of Bursa Securities and is made available on Group's website. The notice of AGM was published in the English language.</p> <p>The explanatory notes to the Notice of the AGM had provided detailed explanations for each resolution proposed to enable shareholders to make informed decisions in exercising their voting rights.</p> <p>For shareholders who want to appoint proxies to attend the AGM on their behalf, they may download the proxy forms from the Company's website, complete and submit the form to the Share Registrar by the deadline.</p> <p>Administrative Details, which furnished useful information regarding the conduct of the AGM together with the explanatory guide on remote participation and voting were circulated to the shareholders together with the Notice of the AGM.</p>
Explanation for departure	:	
<p><i>Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.</i></p>		

Measure	:		
Timeframe	:		

Intended Outcome

Shareholders are able to participate, engage the board and senior management effectively and make informed voting decisions at General Meetings.

Practice 13.2

All directors attend General Meetings. The Chair of the Audit, Nominating, Risk Management and other committees provide meaningful response to questions addressed to them.

Application	:	Applied
Explanation on application of the practice	:	<p>In line with the Government's initiative and the Securities Commission Guidance Note, the 51st AGM Court Convened Meeting ("CCM") of Sime Darby Property was conducted on 20 May 2024 and 5 August 2024 via a fully virtual basis through live streaming and online remote voting via Remote Participation & Electronic Voting ("RPEV") facilities which are available on Boardroom Smart Investor Portal's ("BSIP") at https://investor.boardroomlimited.com provided and operated by Boardroom Share Registrars Sdn Bhd ("Boardroom").</p> <p>All Directors [save for one (1) Director who attended the AGM and six (6) Directors who attended the CCM virtually] the AGM, Group Company Secretary and selected Senior Management together with external auditors were present at the 51st AGM and CCM broadcast venue in order to provide responses to questions raised by the shareholders.</p> <p>The proceedings of the 51st AGM included the GMD & CEO presentation of the Company's overall performance and the moving forward plan of the Sime Darby Property Group. Subsequently, the GCFO also shared with the shareholders the Company's responses to the questions submitted in advance by the MSWG.</p> <p>To enhance the efficiency of the proceedings of the 51st AGM and CCM, shareholders were encouraged to submit the questions to the Board in advance via BSIP or write directly to the Company. During the proceedings of the 51st AGM and CCM, shareholders are encouraged to post their queries in the query box to transmit their questions online.</p> <p>All queries raised were responded to by the Board during the 51st AGM and CCM. Several questions received after the Q&A session was closed were replied to via email after the meeting(s).</p>
Explanation for departure	:	

Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.

Measure	:		
Timeframe	:		

Intended Outcome

Shareholders are able to participate, engage the board and senior management effectively and make informed voting decisions at General Meetings.

Practice 13.3

Listed companies should leverage technology to facilitate–

- voting including voting in absentia; and
- remote shareholders' participation at general meetings.

Listed companies should also take the necessary steps to ensure good cyber hygiene practices are in place including data privacy and security to prevent cyber threats.

Application	:	Applied
Explanation on application of the practice	:	<p>The AGM and CCM of Sime Darby Property was conducted on a fully virtual basis through live streaming and online remote voting via RPEV facilities which were available on BSIP at https://investor.boardroomlimited.com provided and operated by Boardroom.</p> <p>The Administrative Details had furnished useful information regarding the conduct of the AGM and CCM together with the explanatory guide on remote participation and voting were circulated to the shareholders together with the Notice of the AGM.</p> <p>Attendance of the shareholders and proxies at the 51st AGM was encouraging as evidenced by a total of 1,397 shareholders registered through the RPEV facilities on BSIP, which represented 4,245,341,842 ordinary shares, constituting 62.42% of the total issued shares of the Company. While 805 shareholders registered to attend the CCM, which is represented by 4,462,030,003 ordinary shares, constituting 65.61% of the Company's total issued shares.</p> <p>Sime Darby Property continued to leverage on technology to enable remote shareholders' participation and online remote voting (or voting in absentia) at the 51st AGM in accordance with Section 327 (1) and (2) of the Companies Act 2016 and Rule 72 of the Company's Constitution. Shareholders who attended the 51st AGM via remote participation were encouraged to submit their questions to the Board in advance via BSIP.</p> <p>The remote voting at the 51st AGM and CCM commenced from the start of the meetings until the time the Chairman announced the completion of the voting session at the meetings. The representative from Boardroom briefed the shareholders on the online remote voting procedure.</p>

	<p>The Scrutineers, Coopers Professional Scrutineers Sdn Bhd (“Coopers”), upon verification of the poll results, announced the results for each resolution, which included votes in favour and against, upon which the Chairman of the 51st AGM and CCM declared whether the resolutions were carried. The poll results, which shows approving, dissenting and abstaining votes for all resolutions were also announced by Sime Darby Property via Bursa LINK on the same day for the benefit of all shareholders. Minutes of the 51st AGM and CCM were also made available on Group’s website within a month after the meeting.</p> <p>Boardroom confirmed that the RPEV platform is hosted securely via Amazon Web Services and complies with international standards including ISO/IEC 27001:2013 and SOC2 Type 2, and has been independently proven to be accurate and secure.</p>	
Explanation for departure	:	
<i>Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.</i>		
Measure	:	
Timeframe	:	

Intended Outcome

Shareholders are able to participate, engage the board and senior management effectively and make informed voting decisions at General Meetings.

Practice 13.4

The Chairman of the board should ensure that general meetings support meaningful engagement between the board, senior management and shareholders. The engagement should be interactive and include robust discussion on among others the company's financial and non-financial performance as well as the company's long-term strategies. Shareholders should also be provided with sufficient opportunity to pose questions during the general meeting and all the questions should receive a meaningful response.

<i>Note: The explanation of adoption of this practice should include a discussion on measures undertaken to ensure the general meeting is interactive, shareholders are provided with sufficient opportunity to pose questions and the questions are responded to.</i>	
Application	: Applied
Explanation on application of the practice	<p>The Chairman had, at the commencement of the 51st AGM of Sime Darby Property, briefed the shareholders, corporate representatives and proxies present virtually of their right to exercise their rights to vote and pose questions on the resolutions set out in the Notice of the 51st AGM dated 19 April 2024.</p> <p>The GMD & CEO took the opportunity to engage with the shareholders by giving a brief presentation on the following:</p> <ol style="list-style-type: none">1) Key Highlights of Sime Darby Property in 2023, which includes, among others, the Key Milestones, Sustainability Highlights, Financial and Operational Performance, ESG, Industrial Development Fund ("IDF-1") and Battersea Power Station Updates.2) Total Shareholder Return and Dividend Payout Trend.3) Strategy Moving Forward focused on the execution of Sime Darby Property's plans towards advancing as a Real Estate Company through the following three engines of growth framework:<ol style="list-style-type: none">i) Engine 1 : Core Businessii) Engine 2 : Business Reinventioniii) Engine 3: Experimental Bets <p>All the 11 Directors and selected Senior Management were present at the 51st AGM, physically and virtually, to provide responses to the questions posed by the shareholders via Boardroom's RPEV facilities in relation to the agenda items of the 51st AGM, prior to and during the AGM.</p> <p>The questions posed by shareholders were displayed on the screen for the participants of the meeting whilst the questions were read out by the GMD and responded to accordingly.</p>

	<p>The questions raised and responses given for the 51st AGM of the Company were uploaded to www.simedarbyproperty.com/investor-relations/shareholders. Questions that were received after the Q&A session ended were responded to by the Company via e-mail after the 51st AGM.</p> <p>Whilst the AGM is one of the platforms where shareholders can raise issues or seek explanation from the Board or Management, they are free to share their feedback and questions at investor.relations@simedarbyproperty.com at any time, outside the AGM.</p>	
Explanation for departure		
<p><i>Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.</i></p>		
Measure		
Timeframe		

Intended Outcome

Shareholders are able to participate, engage the board and senior management effectively and make informed voting decisions at General Meetings.

Practice 13.5

The board must ensure that the conduct of a virtual general meeting (fully virtual or hybrid) support meaningful engagement between the board, senior management and shareholders. This includes having in place the required infrastructure and tools to support among others, a smooth broadcast of the general meeting and interactive participation by shareholders. Questions posed by shareholders should be made visible to all meeting participants during the meeting itself.

Note: The explanation of adoption of this practice should include a discussion on measures undertaken to ensure the general meeting is interactive, shareholders are provided with sufficient opportunity to pose questions and the questions are responded to. Further, a listed issuer should also provide brief reasons on the choice of the meeting platform.

Application	:	Applied
Explanation on application of the practice	:	<p>The 51st AGM and CCM was conducted on a fully virtual basis through live streaming and online remote voting via RPEV facilities, which were available on BSIP at https://investor.boardroomlimited.com provided and operated by Boardroom.</p> <p>The questions posed by Shareholders had been captured and transmitted to the Company for action and response, prior to and during the 51st AGM and CCM. During the 51st AGM and CCM, shareholders submitted their questions in real-time (in the form of typed text) through BSIP. The questions posed and responded to were made visible to all participants during the meeting.</p> <p>The RPEV facilities allowed shareholders to vote on the proposed Resolutions on the Agenda and submit their votes at any time from the commencement of the AGM and CCM, and before the end of the voting session. The Poll Administrator also briefed the shareholders through its video presentation on the e-voting procedures to facilitate the e-voting process at the start of the AGM. The poll results were verified and announced by the Independent Scrutineers, Coopers. Coopers also provided a factual finding report of the AGM to the Company and confirmed that they have obtained and validated the Final Proxy Listing, Final Remote Participation & Voting Listing and Final Poll Results (“all Final Reports”). All the Final Reports did not contain any errors, exceptions or irregularities.</p> <p>A post-mortem report, which included inputs from the working committee was also prepared and circulated to the respective parties, particularly on action plans for improvement.</p>
Explanation for departure	:	

<i>Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.</i>		
Measure	:	
Timeframe	:	

Intended Outcome

Shareholders are able to participate, engage the board and senior management effectively and make informed voting decisions at General Meetings.

Practice 13.6

Minutes of the general meeting should be circulated to shareholders no later than 30 business days after the general meeting.

<i>Note: The publication of Key Matters Discussed is not a substitute for the circulation of minutes of general meeting.</i>		
Application	:	Applied
Explanation on application of the practice	:	<p>The Minutes of 51st AGM held on 20 May 2024 as published on the Group's website together with the following documents at https://www.simedarbyproperty.com/investor-relations/shareholders on 4 July 2024, which was within 30 business days from date of meeting:</p> <ol style="list-style-type: none">1) Presentation deck by the GMD & CEO on the FY2022 Highlights, Shareholders' Returns and Moving Forward Strategy.2) Reply Letter to MSWG dated 17 May 2024.3) Post-Meeting Response to Questions Raised by Shareholders. <p>The Minutes, among others, showed the names of directors, management, auditors and shareholders who attended the 51st AGM, briefing to shareholders on the voting procedures at the start of the meeting, highlights of presentation by the GMD & CEO questions received from MSWG and shareholders and the respective responses, as well as poll results for all resolutions.</p>
Explanation for departure	:	
	:	
<i>Large companies are required to complete the columns below. Non-large companies are encouraged to complete the columns below.</i>		
Measure	:	
Timeframe	:	
	:	

SECTION B – DISCLOSURES ON CORPORATE GOVERNANCE PRACTICES PURSUANT CORPORATE GOVERNANCE GUIDELINES ISSUED BY BANK NEGARA MALAYSIA

Disclosures in this section are pursuant to Appendix 4 (Corporate Governance Disclosures) of the Corporate Governance Guidelines issued by Bank Negara Malaysia. This section is only applicable for financial institutions or any other institutions that are listed on the Exchange that are required to comply with the above Guidelines.

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