

# Chunghwa Telecom Co., Ltd.

## Guidelines in Participation in Climate and Sustainable Development Public Policies

Approved on 2024.5.10 in Letter Gui-ESG-Zi No.1130000234

### Article 1 (Purpose)

With the increasing importance of climate change issues, Chunghwa Telecom Co., Ltd. (hereinafter referred to as “the Company”) responds to the global initiative of the 2015 Paris Agreement, aiming to limit the global average temperature increase to no more than 1.5°C above pre-industrial level, sets ambitious carbon reduction targets and participates in negotiations with climate-related organizations. These guidelines are established for the Company to comply with when participating in climate and sustainable development-related public policies activities and organizations, to ensure that the Company promotes sustainable development as well as energy conservation and carbon reduction in a way that not only in alignment with its sustainability vision and strategy, but also taking the shareholders and diverse stakeholders’ interests and requirements into consideration.

### Article 2 (Scope)

These guidelines apply to the following collaborative activities related to climate and sustainable development:

- I. Participation in climate and sustainable development-related public policy activities organized by government agencies, including but not limited to forums, seminars, public hearings, and policy briefings;
- II. Participation in climate and sustainable development-related associations.

### Article 3 (Governance Mechanism and Framework)

The Sustainable Development and Strategy Committee, overseeing the Company’s sustainability efforts, consists of 5-9 directors, predominantly independent, and functions under the Board, with one Director designated as the convener. The Sustainable Development

Promotion Committee, chaired by the Chief Sustainability Officer, is responsible for promoting the implementation of sustainable development, which include supervising the Company's engagement in climate and sustainable development-related public policies, participation in associations, and negotiation activities. The following governance mechanism is established and applied to all jurisdictions where the Company has operations:

I. Public policy engagement

Adhering to the “Ethical Corporate Management Best Practice Principles for Chunghwa Telecom Co., LTD.”, and based on the Company's sustainable development goals set by the Sustainable Development Promotion Committee, including net-zero carbon emission pathways and promotion actions, the Company expresses its concerns and gives suggestions about net-zero emissions, energy conservation, carbon reduction, and sustainable development matters through participation in public policies and climate-related organizational negotiations in accordance with the objectives of the Paris Agreement, aiming to limit the average global temperature increase to within 1.5°C of pre-industrial level.

II. Management of participation in climate-related associations

- (I) Before joining an association, the Company must understand the association's climate policy and sustainable development position through the purpose of its establishment and the activities it organized, and then evaluate if its position is aligned with the Paris Agreement and the Company's sustainable development principles, strategies and goals.
- (II) When participating in relevant negotiations and association activities, the Company must declare its climate policy and sustainable development positions, explicitly stating its response to the initiative of limiting global temperature increase to no more than 1.5°C as per the Paris Agreement, and committing to active carbon reduction efforts, in order to achieving net-zero sustainability.

(III) Through active participation in educational training, forums, workshops, etc., organized by relevant associations, the Company gains new knowledge and exchanges experiences with benchmark enterprises. In addition, by means of regular evaluation of these participation, the Company reviews and assesses the association's public policy positions, activity plans, and practices to ensure their alignment with the Paris Agreement and the Company's climate policy and sustainable development goals.

(IV) If the policy and activities position of the association are not aligned with the Paris Agreement and the Company's climate policy and sustainable development goals and positions, the Company will take the following steps:

1. Clearly address the Company's position to the association through multiple channels, actively engage in communication, and continue to monitor whether the association makes any adjustments in its response, plans, or related activities.
2. If there are no adjustments or appropriate responses from the association after six months of communication, the Company will terminate any form of support and participation in the association and announce the withdrawal publicly.

### III. Information Reporting

Results of the Company's participation in important climate and sustainable development-related public policies and organizational negotiations shall be disclosed in the Sustainability Report or the Company's official website, and shall be reported to the Sustainable Development and Strategy Committee and the Sustainable Development Promotion Committee as necessary.

#### Article 4 (Implementation and Amendment)

These guidelines are implemented upon approval by the CEO and are subject to revision in the same manner.