

"At Adani Energy Solutions Limited [AESL], we recognize that our operations, spanning Power Generation, Transmission, and Distribution, are inseparable from the intricate web of life that constitutes our planet's Environment & biodiversity. Our unwavering commitment to environmental stewardship stands as the cornerstone of our sustainability journey.

It is not merely a compliance exercise, but a strategic imperative as we firmly believe that a thriving natural environment is not only essential for the well-being of ecosystems but is also inextricably linked to the vitality and longevity of our business.

Objective:

This policy outlines the commitment of Adani Energy Solutions Limited [AESL] driven by the Precautionary Principle, taking proactive measures to safeguard the environment, even in the face of uncertainty. By doing so, AESL aims to:

- ✚ be leader in Energy Solutions space, setting new benchmarks on responsible and sustainable practices.
- ✚ to prioritize and actively engage in Environment & Resource conservation measures in alignment with ISO 14001:2018, ISO 50001:2018, ISO 46001:2019 and in compliance with other national and international standards and frameworks.
- ✚ systematically integrate environmental, bio-diversity considerations into our IMS processes, ensuring that all environmental impacts are assessed and addressed in all aspects of our operations.

Policy statement:

Compliance and Legal Requirements:

We commit to complying with and or exceed where possible, with all relevant environmental laws, regulations, and other requirements applicable to our operations. We will monitor legal requirements and adapt our operations accordingly to always ensure total compliance.

Environmental Objectives and Targets:

We will establish measurable environmental objectives and targets that are consistent with our significant environmental aspects, which shall be periodically reviewed and updated to drive continuous improvement of a robust Environment Management System.

Resource Efficiency:

We will strive to optimize the use of resources, including energy, water, and raw materials, in our operations and value chain. We will seek opportunities to reduce waste generation and promote recycling and reuse initiatives. Efficiency in logistics system optimization, including minimizing losses during the Transmission and Distribution process.

Pollution Prevention:

We will actively work to prevent pollution by implementing technologies and practices that minimize emissions, discharges, and waste generation. We will also promote the responsible use of hazardous materials and chemicals.

Climate Change Mitigation:

We are committed to reducing our greenhouse gas emissions and will set targets for emissions reduction in line with scientific recommendations to limit global warming. We will explore renewable energy options and energy-efficient technologies to minimize our carbon footprint.

Biodiversity and Ecosystem Protection:

We will consider the impacts of our operations on local biodiversity and ecosystems. We will implement measures to protect and restore natural habitats and promote sustainable land use practices.

Stakeholder Engagement:

We will engage with our stakeholders, including employees, customers, suppliers, and the community, to understand their concerns and expectations regarding our environmental performance. We will actively seek feedback and communicate our progress transparently.

Training and Awareness:

We will provide appropriate training and awareness programs to our relevant internal and external stakeholders to ensure they understand their roles and responsibilities in achieving our environmental objectives. We will promote a culture of environmental stewardship within the organization.

Proactive Risk Assessment and Decision Making

AESL will proactively assess environmental risks and opportunities using specific metrics methodologies, and strategies, ensuring that business decisions are aligned with sustaining high environmental performance across all operations, including joint ventures and subsidiaries with clearcut defined roles, responsibilities, and authorities for environmental management.

Environmental Considerations in Capital Investments

Environmental factors will be an important consideration in all capital investments, including but not limited to due diligence, mergers and acquisitions, and the selection of supply chain partners.

Continuous Improvement:

We are committed to a culture of continuous improvement in environmental performance. We will monitor, measure, and evaluate our environmental performance against established objectives and targets. by ensuring identification and management of significant environmental aspects and impacts on an ongoing basis.

Non-conformities and opportunities for improvement will be addressed promptly.

Circular Procurement:

- Encourage circular procurement practices, which prioritize products and services with extended lifecycles and lower resource footprints.
- Develop guidelines for sustainable procurement within the power sector.

Research and Innovation:

- Allocate funds and resources for research and development initiatives focused on resource efficiency and circular economy practices to accelerate environmental stewardship.
- Foster collaboration with academic institutions, research organizations, and industry experts.

Documentation and Communication:

This Environmental Policy will be documented, communicated, and made available to all relevant stakeholders. It will be reviewed periodically to ensure its ongoing suitability and effectiveness.

Reporting and Transparency:

We will report our environmental performance to relevant stakeholders in a transparent and accurate manner, in accordance with ISO 14001:2018 and or other globally accepted reporting guidelines, standards or frameworks.

Compliance and Enforcement: - Establish penalties and consequences for non-compliance with resource efficiency and circular economy guidelines.

The policy shall be implemented by respective CEO of the business divisions and shall be reviewed by Corporate Risk committee of the board periodically.

Applicability:

This policy is applicable to all employees, irrespective of their location or level within the organization, suppliers' partners including contractors and associated logistics, other stakeholders present in our value chain, this policy shall guide the products and services offerings of the company and will be made available to the public through our website.

By adhering to this comprehensive Environment Policy, we pledge to uphold its commitment to environmental stewardship and sustainable practices in all aspects of our value chain.

This policy is endorsed by the Board of Directors of AESL and will be communicated to all employees, stakeholders, and made publicly available on our website.