

About this Report

Chairman's Statement

About Luxshare Precision

Sustainability Governance

Way of Governance

Leading the Green Path

People oriented Approach

The Path to Development

Appendix

Audit Criteria	Audit Contents	Rectification Items Completed
Management System	<ul style="list-style-type: none"> • ESG Management System • Training • Communication 	

About this Report

Chairman's Statement

About Luxshare Precision

Sustainability Governance

Way of Governance

Leading the Green Path

People oriented Approach

The Path to Development

Appendix

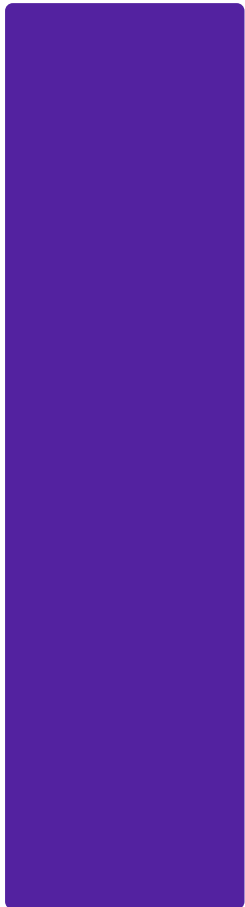
Conflict Minerals Management Process

Conflict minerals management advocacy and compliance

Sign the *Letter of Guarantee on Responsible Business Alliance Code of Conduct*, etc.

All credentials are met

Promote warehousing and file building of the supplier



About this Report

Chairman's Statement

About Luxshare Precision

Sustainability Governance

Way of Governance

Leading the Green Path

People oriented Approach

The Path to Development

Supply Chain Management System

Conflict Minerals Management

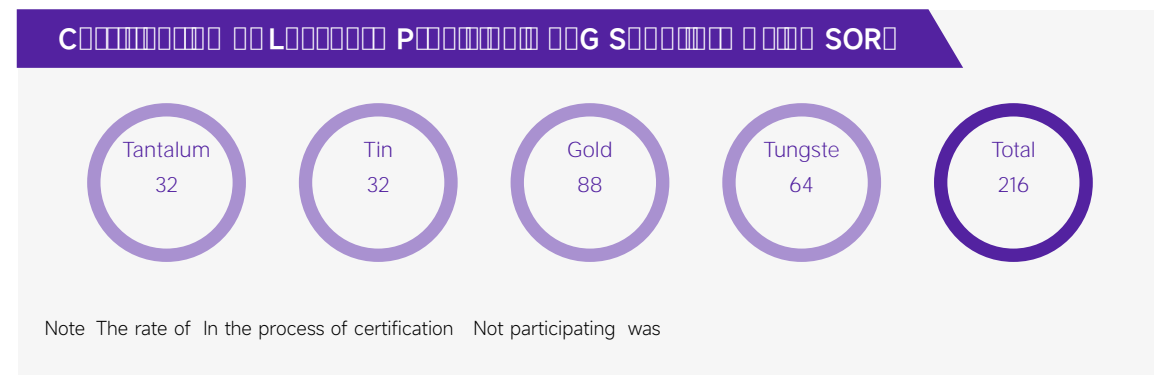
Green Supply Chain

Giving back to the Society

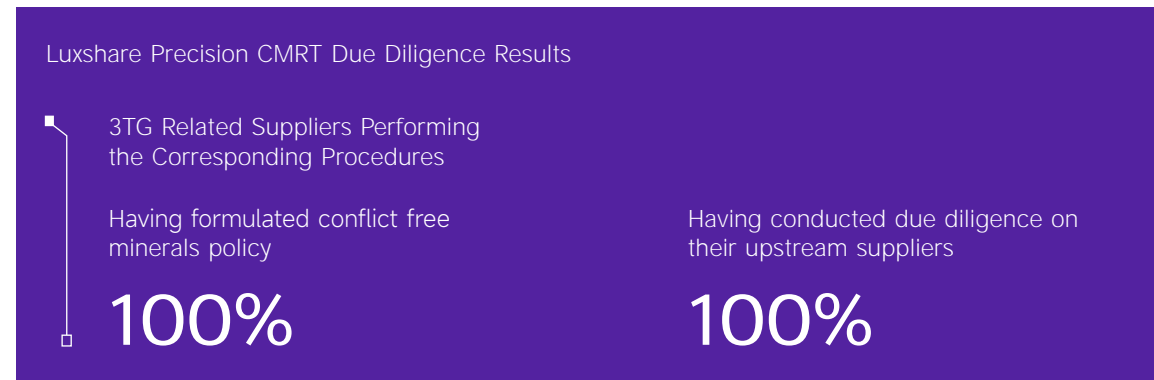
Appendix

Due Diligence

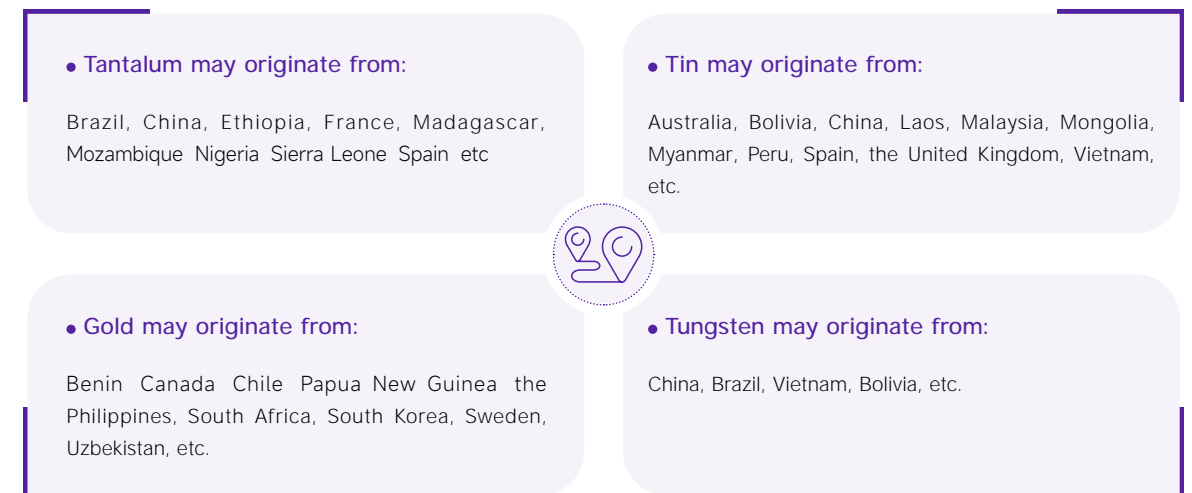
Luxshare Precision conducts reviews of materials and product compositions to identify all suppliers in the Company's supply chain that may be involved in the use of 3TG and cobalt minerals, and uses RMI's Conflict Minerals Reporting Template (CMRT) and Extended Minerals Reporting Template (EMRT) to conduct due diligence audits on the identified suppliers, assisting them in removing SORs that have not passed RMAP certification. **As of the end of the Reporting Period, 100% of the SORs involved in the use of 3TG in Luxshare Precision's supply chain had passed RMAP certification. In the future, we will continue to implement responsible procurement and strive to 100% avoid the use of conflict minerals.**



In 2023, we included the conflict minerals due diligence process into the **conflict minerals module of the GSCM system**. After identifying suppliers in the supply chain that may be involved in the use of 3TG and cobalt minerals, we used this system to distribute, collect, and consolidate CMRT and/or EMRT questionnaires for suppliers, identified and confirmed SORs that have not participated in RMAP certification, and issued timely warnings. We continuously followed up, evaluated, and audited the progress of suppliers in removing non compliant SORs until all SORs involved in the supply chain were qualified, further enhancing our conflict minerals management capabilities. **During the Reporting Period, Luxshare Precision conducted CMRT surveys with 1,924 suppliers involved in the use of 3TG, with a 100% response rate; conducted EMRT surveys with 1,373 suppliers involved in the use of cobalt, with a nearly 90% response rate.**



We combined **the RMAP certification audit results** and **the RCOI tool** provided by RMI to investigate the 3TG in the Company's supply chain and **determine the origin countries of the relevant minerals to the greatest extent possible, ensuring that all 3TG minerals in the Company's mass produced products are traceable**. By cross referencing the consolidated SOR information with the RCOI database, we had identified the country location of **216 SORs** providing 3TG to our suppliers and determined **the potential countries of origin** for 3TG minerals in Luxshare Precision's supply chain:



Risk Management

We comprehensively evaluate and define the risk level of suppliers based on the due diligence and RCOI survey results. For **high risk suppliers**, we will further conduct **CSR audits that include conflict minerals evaluation** to more holistically assess their conflict minerals management and we will provide more guidance and support to them, continuously following up, evaluating, and auditing their progress in SOR certification and mineral traceability, until verifying that all SORs involved in the supply chain are qualified. For **non high risk suppliers**, we provide **regular education and training**, timely sharing the latest information and updates on conflict minerals with them to help enhance their conflict minerals management capabilities and awareness.

