

# Our Environmental Stewardship



## Water Management

### Why It Matters

Given the water-intensive nature of our plantation and mill operations, efficient water management is a key priority.

By optimising water use, we minimise environmental impacts, manage operational costs and sustain productivity across our sites.

### OUR APPROACH

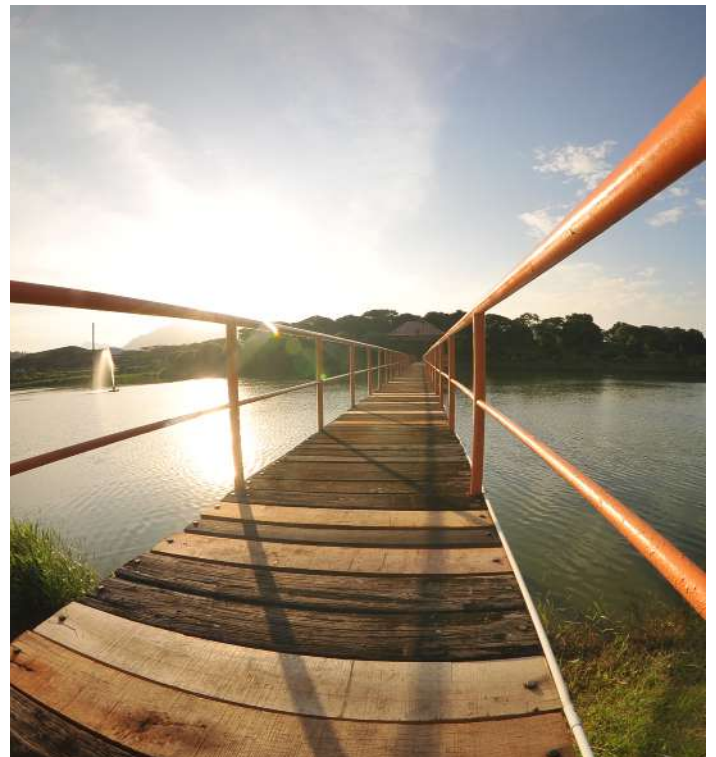
#### Optimising Water Usage

Processing FFB requires high-quality water, and at our mills, we treat natural water sources to meet operational standards. Our water consumption remains carefully monitored, with usage consistently within 1.5 m<sup>3</sup> per MT of FFB, reflecting the effectiveness of our ongoing water efficiency initiatives.

#### Protecting Waterways

We recognise that our estates and mills share rivers with local communities, and safeguarding these waterways is central to our environmental stewardship. All mills conduct regular water quality monitoring, with monthly upstream and downstream samples analysed by accredited external laboratories and reported to Malaysia's DOE.

Through proactive monitoring, skilled operations management and strict oversight, there have been no incidents of water contamination near our operations. This demonstrates our commitment to maintaining clean, safe water resources for both the environment and surrounding communities.



A water catchment area at Gedong Complex.

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## OUR PERFORMANCE

In FY2025, total water consumption increased slightly by 0.62%, mainly as a result of suboptimal turbine operations at certain mills. Identified areas are now undergoing improvement measures to enhance operational efficiency.

Water Consumption in Mill Operations ('000 l)		
Mill	Water Consumption in Mill Operations ('000 litres)	
	2024	2025
Bukit Lawiang, Johor	296,810	322,100
Kota Bahagia, Pahang	189,963	187,478
Sungai Tenegang, Sabah	143,272	203,851
Mamahat, Sabah	81,538	69,763
Raja Udang, Sarawak	354,812	340,238
Gedong, Sarawak	283,359.30	234,737.03
<b>Total</b>	<b>1,349,754.30</b>	<b>1,358,167.03</b>

Total Volume of Water Used (megalitres)		Water Consumption Rate (m <sup>3</sup> /MT FFB)	
2023	1,176.032	2023	1.46
2024	1,349.754	2024	1.47
2025	1,358.167	2025	1.50

### Maintaining Water Level in Peatlands

To ensure effective peatland water management, the Group has implemented an integrated system comprising drainage, irrigation and piezometer monitoring to maintain optimal water levels. Bund, water gates and flap gates have been constructed to prevent saline water intrusion into the fields. Standard Operating Procedures (“SOPs”) governing water level management have been established and consistently applied, supported by regular training provided to relevant staff on site.



A bund constructed at Ladang Mamahat (Terusan Division).