PLANET

PEOPLE AND PARTNERSHIP

PEACE

SUPPORTING THE UNSDGs 8 DECENT WORK AND 3 GOOD HEALTH _/\/ \checkmark

MATERIAL MATTERS

Our People Human Rights and Labour Practices

MAPPED TO OUR CAPITALS

RELATED PRINCIPAL RISKS

Human Capital

5-YEAR SUSTAINABILITY ROADMAP (2019-2023)

Goal 2

Building an Agile, Inclusive and Sustainable Workforce in a VUCA (Volatility, Uncertainty, Complexity and Ambiguity) World

OUR PEOPLE

Our people are the bedrock of our company, and through their dedication, passion and belief in our shared values, we deliver desired results. While this year was a tough year for the Group and the entire nation, we continue to keep our employees safe, connected and engaged.



KLCC Parking Management's staff participated in the coral planting initiative in Langkawi island on 28 February 2020.

We elevated the robustness of our workforce to deliver superior performance against the challenges in pursuit of continued operational sustainability and making our workforce the capital driver for success. We remained focused on creating a dynamic environment that promotes diversity and inclusivity, with opportunities for holistic growth for our people to grow and build their careers, aligned to their unique needs and development abilities.

Our Approach

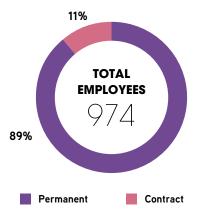
with many challenges which include difficulty juggling workload with home schooling responsibilities, internet connectivity, increased isolation and maintaining mental health. Supporting our people through this challenging period has been our focus during the year especially during the remote working period to support Government's effort in flattening the COVID-19 curve. Also, retaining employees' right mindset and motivation to remain working productively were keys to ensure performance was not jeopardised.

Despite these challenges, our employees stand guided by strict compliance to CoBE without any compromise to the organisation's integrity. We embrace the Cultural Beliefs which unleash potential in our employees to deliver excellent results. At KLCCP Stapled Group, we believe human capital is fundamental for us and we are guided by a high-performance culture based on meritocracy and performance, subscribing to our KLCC Shared Values, while our Human Resource policies adhere to the strict guidelines on non-discrimination and fairness.

Equality, Diversity and Inclusion

Our approach to equality, diversity and inclusion within our workplace allows us to harness different perspectives from different group of people for better decision-making, as well as providing access to the widest pool of available talent. Our people are from different cultural and ethnic backgrounds, and we aim to build a diverse workforce that reflects our stakeholders.

We continuously strive to provide equal opportunity in recruitment, career development, promotion, training and reward for all employees regardless of age, gender, race, religion, sexual orientation or disability. We also regularly monitor and adjust our processes, practices, policies and programs to ensure workplace gender equality is maintained at all levels of the business.



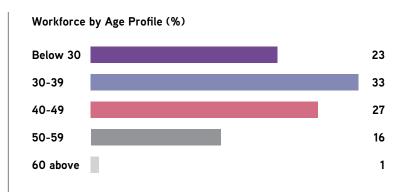
The COVID-19 pandemic has presented our employees

We are also committed to provide opportunities and nurture local talent by promoting talent retention within the organisation and ensure that employees make the best of our organisation. KLCCP Stapled Group strongly believes in investing in training and development initiatives as this leads our organisation towards gaining competitive advantage for future growth and success. Our retail and hotel, Suria KLCC and MOKL Hotel have their own structured approach in enhancing the capabilities of employees within their respective areas. We also proactively engage with our workforce through various avenues focusing on employees' well-being, performances, results and recognition.

FOCUS FOR THE YEAR

- · Safety, health and emotional wellbeing of our people throughout the COVID-19 pandemic
- Strengthening succession planning to ensure leadership continuity for business sustainability
- Implementation of leadership development programs to groom leaders to take up their roles effectively
- Transforming digital native mindset amongst the employees to face new realities with the evolving needs of the industry and workplace

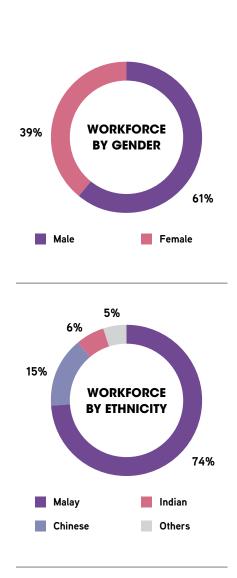




PLANET

PEOPLE AND PARTNERSHIP

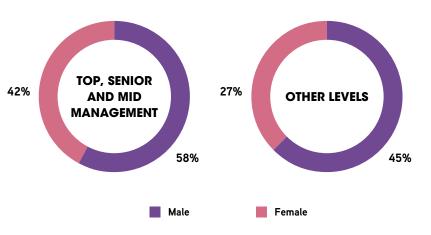
PEACE





Women Empowerment

KLCCP Stapled Group is committed to provide equal employment opportunities and practices merit-based promotion regardless of gender. Though our employee population is mainly male dominated with a 61% to 39% female ratio, there is still continuous efforts to balance the gender diversity within the organisation. We also create diverse opportunities to empower our women to be at the forefront and take leadership positions. As at December 2020 we have 42% of women in management positions.



Skills and Capability Development

While keeping our employees safe and connected throughout the year, we continued to unleash the power of our people through continuous learning experiences both virtually and physically where need be. We nurture talents through focused and strategic training, giving every employee the opportunity to learn and grow to build their careers while following their passion.



PER EMPLOYEE

Training Programmes

Initiatives for the Year

| TRAINING PROGRAMME | DETAILS AND BENEFITS |
|--|---|
| KLCC Group Emerging Leadership Program (KELPRO 2.0) | Focused on junior high to a 12-month program This KELPRO 2.0 introd |
| Leadership Program | Three leadership progr Program, Tactical Exce MOKL Hotel's "Move Up junior managers and ex enhancement of leader |
| KLCC Student Internship Programme | We partnered with loca the real estate sector In 2020, there were 16 |
| Virtual Classroom | New solution for all em Training topics covered business reporting |
| e-Learning through Harvard ManageMentor (HMM) digital platform | Self-directed learning pareas such as strategic presentation skills, and This e-learning was maphysical learning and s 100% of employees util |
| "Move In" Orientation Programme | MOKL Hotel's programs oriental heritage This year, our hotel inc COVID-19, control meas |
| Human Rights Training for Hotel Management Employees | All employees attendedAreas covered were th |
| MOKL Hotel Partnership for Student Employment Programme | Established partnership to enhance the opportu Tourism and Culinary A Under this programme, |
| | |

S

- n performers with high potential of becoming future leaders who are subjected n
- oduction program consist of 25 talents who are in the first batch of training
- rams designed for managerial levels and above Strategic Excellence ellence Program and Managerial Excellence Program
- Jp" and "Move Forward" Development Program Designed for supervisors, experienced managers to assist in building competencies, development and rship and business skills
- al tertiary education institutions to offer students internship opportunities in
- 6 interns assigned to various departments within the organisation
- nployees to effectively undergo trainings during the lockdown period d include creating dashboard with excel masterclass and data visualisation for
- platform through Harvard ManageMentor which includes 41 topics covering c thinking, business plan development, writing skills, customer focus, I marketing essentials
- ade mandatory via every employees' Key Performance Indicator (KPI) as seminars were limited due to the COVID-19 pandemic
- ilised this e-learning platform for the year 2020

nme which introduces new employees to its unique company culture and

- cluded 'We Care' programme sharing which consist of awareness on asures, and adapting to the new normal
- d training on human rights through the Code of Conduct training ne right to be heard, fair treatment, no discrimination and others

p with Taylor's University in its Student Employment Programme which aims unities available for top students of Taylor's University School of Hospitality, Arts

e, 12 students were absorbed into employment at supervisory level

PLANET

PEOPLE AND PARTNERSHIP

PEACE

Initiatives for the Year (cont'd)

| TRAINING PROGRAMME | DETAILS AND BENEFITS |
|---|--|
| On-the-Job Training and Group Training Techniques for MOKL Hotel employees | Enhance the department trainer's skills in order for them to conduct training according to the hotel standards Trainings were conducted in two categories: a) Generic Quality Trainings – Culture, Customer Service, Leadership, Integrated Management System and Standard Operating Procedure b) Fire, Life, Health, Safety, Security and Environment trainings – Occupational Safety, Emergency Response, Food Handling, Spa and Wellness and Business Continuity Management |
| Harrison Assessment for Suria KLCC | A cloud-based technology that provides predictive analytics for coaching and better understanding of candidates and employees to improve the business performance The organisational analytics solution enables one to inspire a culture of engagement, retain key talent, and build the behavioral competence that drives high performance It has online interactive dashboards for Engagement and Behavioral Competencies which allow the employer to analyse groups by department, team, or manager using customisable tags |

Talent Management

Our people strategy continues to focus on attracting, retaining and inspiring our people to make a significant impact within our organisation. We see the recruitment, promotion and retention of young talents as key strategy and thus our talents are managed from hire to retire. We ensure leadership continuity hence, we constantly strengthen our performance management system, engage our high-performing employees to set stretched key performance targets to assume bigger roles and responsibilities.

In 2020, we intensified the succession planning to realign critical position successors to enhance and retain qualified and competent talent for business sustainability. Our Group Human Resource Division also refreshed the Capability Development Working Committee with new members to steer organisational capability development and review capability inventory and standards to set the benchmark and thresholds. To keep employees motivated, we reward them based on merit and performances, taking into account the challenges faced and efforts put in. They are rewarded based on individual performance and participation in company events, recognising outstanding Business Units or Divisions and appreciating the retirees and long serving employees.

Workforce Engagement

Maintaining employee engagement and productivity during these challenging times is utmost important to our overall performance. As we always put our people first, particularly this year, we focused on the health and emotional wellbeing of our people by ensuring consistent communication and remaining close to their needs and concerns.

Our employee engagement programs have created a conducive work environment for our people whom we consider our greatest asset. We engage and enrich our employees through work-life balance, building a workforce that embraces our Cultural Beliefs in delivering performance. This has resulted in an improved Employee Satisfaction score of 64% compared to 62% in 2019. We are also proud to have achieved an attrition rate of 4% compared to the property and development industry average of 9%. This is reflective of the trust the employees have in our organisation for providing them a workplace that cares and inspires.

Initiatives for the Year

| TIATIVES | DETAILS AND BENEF | |
|--|--|--|
| Virtual CEO Townhall | An avenue for comr addressing employe This year, our CEO our company was n queries and concern | |
| MOKL Hotel Round Table Conference | An avenue for empl general concerns or Issues raised in this addressed by the re | |
| Hi-Tea with MOKL Hotel General Manager | A special Hi-Tea se of the Month" – to h characteristics, and | |
| Blood Donation Campaign | A charity event held emotional health an This year, donors w the pandemic and n | |
| Naluri App for Mental and Physical Health Support during COVID-19 | Leveraged PETRON solution that helps p | |
| Employee Assistance Programme via Turning Point Integrated Wellness Centre | A consultation aven need to speak to so Turning Point Integr specialised in creati community | |
| Virtual Fitness Sessions | Virtual Dance Cardinsweat and have fun Low Intensity Home which was held ever | |
| | Virtual CEO Townhall MOKL Hotel Round Table Conference Hi-Tea with MOKL Hotel General Manager Blood Donation Campaign Naluri App for Mental and Physical Health Support during COVID-19 Employee Assistance Programme via Turning Point Integrated Wellness Centre | |

FITS

- municating the company's performance and plans for the future and ees' concerns
- connected and engaged with all employees virtually where he shared how navigating through these unprecedented times and addressed employees' rns
- ployees (by department) to raise any issues relating to their challenges at work, or enquiries
- s conference were recorded and tracked in the Master Improvement List and espective division heads
- ession was organised to celebrate the winners of "Colleagues and Leaders honour those employees/Management team for specific accomplishments, d core values
- d in collaboration with the National Blood Bank which also benefit employees' nd physical wellbeing
- vere required to follow the Ministry of Health's Blood Donation SOP in light of new norm
- NAS' initiatives of collaborating with Naluri, a pioneer digital therapeutics people manage their stress during these trying times
- nue for employees who are overwhelmed with work/new norm, stressed or omeone
- grated Wellness Centre consist of psychological and wellness professionals, ting psychological wellbeing and vitality for individual, family, workplace and
- io with Hip Hop Cardio instructor a virtual cardio workout session meant to $\ensuremath{\mathbf{n}}$ at the same time
- e Workout virtual workout sessions under the MESTI*fit*4Health Campaign ery Friday before Iftar during the fasting month

PLANET

PEOPLE AND PARTNERSHIP

PEACE

Z



Initiatives for the Year (cont'd)

| INITIATIVES | | DETAILS AND BENEFITS | |
|----------------------------|--|--|--|
| EMPLOYEE WELLNESS (CONT'D) | MOKL Hotel Wellness Engagement Programme – MOFIT 2020 | An avenue for all MOKL Hotel employees to participate in physical exercise and other engagement programmes after working hours which included: Sun Salutation Yoga Body Toning Circuit Training Run at KLCC Park Evening Walk to Saloma Bridge Painting and Macrame Workshops Cooking Classes Objective is to contribute towards building a healthy, productive work life balance, whilst making MOKL Hotel a great place to work | |
| | MOKL Hotel Sports and Recreational Activities | MOKL Hotel formed an in-house committee to organise social and recreational activities for its employees This year, many activities were canceled and only few took place which included: E-Sports FIFA 20 Tournament Inter-Department Sepak Takraw Inter-Department Bowling Tournament | |

Job Security

The COVID-19 pandemic has affected the livelihood of thousands across the country. Many companies had to retrench and lay off their employees ever since the MCO took place. Understanding that retrenchment and unexpected loss of income can cause a great deal of financial and emotional stress to our employees, KLCCP Stapled Group valued our people, and kept the organisation intact by not laying off any employees during the year. Despite the immediate transition to work from home, we ensured every employee received their monthly salary ensuring their job was not at stake. We also compensated employees with a one-off payment to cover working from home work related expenses amounting to over RM70,000.

HUMAN RIGHTS AND LABOUR PRACTICES

Since human rights and labour practices are paramount to us, we demonstrated responsible workplace practices and fully comply with the Malaysian legislations on the welfare and rights of our employees as well as service providers at our project sites. Towards enhancing our Human Rights Commitment, we intend to form a committee to identify relevant focus areas and establish applicable guidelines on Social Risk Assessment, Human Rights Due Diligence and Grievance Mechanism in line with PETRONAS' Human Rights Commitment.

Responsible Employment

KLCCP Stapled Group adopts fair and responsible employment practices while abiding to the Malaysian Labour Laws encompassing the Employment Act 1955, Trade Union Act 1959, Industrial Relation Act 1967, amongst others, together with all related regulations and guidelines which promote fair and responsible employment practices. Our remuneration practices comply with Malaysia's Minimum Wage regulation and overtime compensation in accordance with the Employment Act which are also aligned to industry's best practices and market benchmarks, with reviews conducted annually.

KLCCP Stapled Group does not condone any act of forced or child labour and supports the laws to prevent and punish the crime of children exploitation and will cooperate with the authorities to address any such instances of which our organisation becomes aware.

Non-Discrimination

In Malaysia, the basic concept of equality is contained in the Federal Constitution which generally prohibits discrimination against a person or class of persons. Pursuant to our Code of Conduct and Business Ethics, we do not tolerate unlawful discrimination in the workplace or on the job. We aim to address any grievance or complaints amongst employees or third party fairly and effectively. The grievance mechanism that we have in place enables employees to raise issues such as dissatisfaction regarding conditions of employment, relationship with colleagues or supervisor, or discrimination.

In order to minimise conflict situation and resolve the grievances as equitably as possible, our employees can voice their grievances through multiple communication channels such as via the HR Careline, submission of official grievance form or even through face to face conversation with a HR representative. When a grievance report is filed, our HR team will closely monitor any concerns and conduct an investigation with due process which may include disciplinary actions within the framework of local laws and practices, if necessary.

In 2020, there were no incidents and grievances of discrimination, child labour and forced labour reported in KLCCP Stapled Group.

New Ways of Working

COVID-19 has required many companies including us to rapidly embrace new ways of working to adapt to the 'new normal'. As an employer that cares, KLCCP Stapled Group invested RM2.3 million in the roll out of the Microsoft 365 services which came just in time for all employees to transition smoothly to the new remote and virtual ways of working. To ensure the pandemic does not put a stop for continuous learning, we engaged all our people through virtual learning platforms.

In ensuring the safety of our people, we provided mandatory COVID-19 screening for all employees prior to returning to work in office. We practiced flexible work arrangement by providing flexible clock in and clock out time to stagger the crowd into office. We also provided weekly supply of face masks, face shields and hand sanitiser for employees.

There was continued implementation for social distancing within the work cubicles, common areas, lifts and meeting rooms as an effective way to help reduce the risk of exposure to COVID-19. All large meetings or events held were required to undergo risk assessment to assess COVID-19 risk on a case to case basis prior to the event.