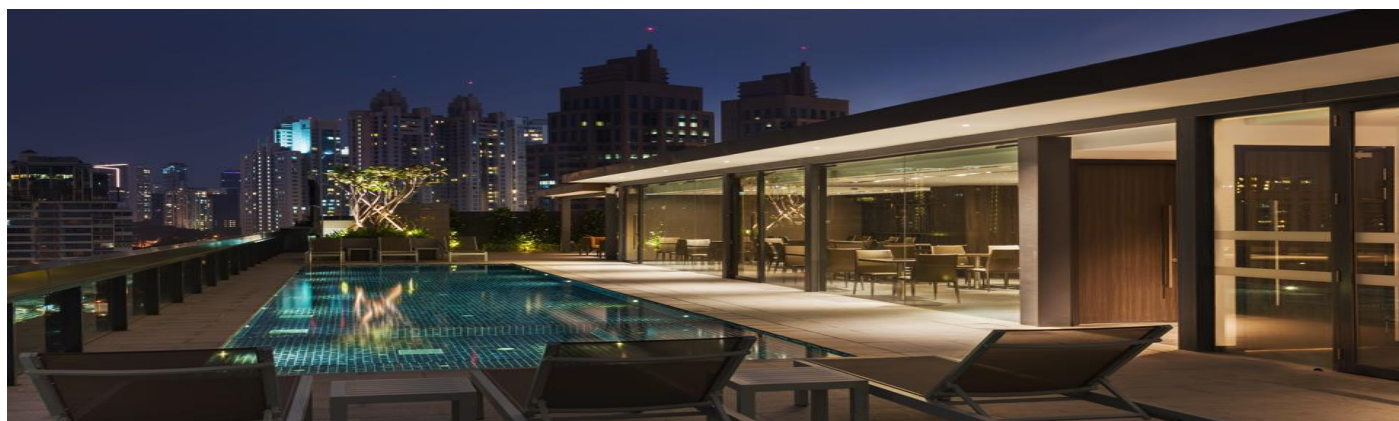


Pollux Properties

SUSTAINABILITY REPORT FY 2020





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This sustainability report has been reviewed by the Company's Sponsor, SAC Capital Private Limited (the "**Sponsor**").

This sustainability report has not been examined or approved by the Singapore Exchange Securities Trading Limited ("**SGX-ST**") and the SGX-ST assumes no responsibility for the contents of this sustainability report including the correctness of any of the statements or opinions made or reports contained in this sustainability report.

The contact person for the Sponsor is Ms Tay Sim Yee (Telephone number: +65 6232 3210) at 1 Robinson Road, #21-00 AIA Tower, Singapore 048542.

ABOUT THE REPORT

Reporting Boundary

As a guide, this report covers operations and all subsidiaries for which Pollux Properties Limited (“**Pollux**” or together with its subsidiaries, the “**Group**”) has management control, unless otherwise stated. It seeks to provide an overview of our sustainability practices, commitment, and performance of the Group’s material Environmental, Social and Governance (“**ESG**”) topics.

Reporting Period & Standard

The reporting period is the same as that of the financial year of the Group (1 April 2019 to 31 March 2020 – FY2020). This report was prepared in accordance with the Global Reporting Initiative (“**GRI**”) Standards – “Core” reporting requirements. The GRI Standards is the most widely used and internationally accepted sustainability reporting framework. A GRI Index at the end of the report specifies the location of the relevant disclosures.

Independent Assurance

The ESG performance data presented in the report have mainly been extracted from internal information systems and original records to ensure accuracy. The Group has not sought external assurance for this sustainability report but have relied on internal verification to ensure the accuracy of data.

Feedback

We are fully committed to our stakeholders and we welcome feedback on any aspect of our sustainability policies, processes and performance. Kindly address all feedback to info@pollux.com.sg. Your feedback will be valuable to us in achieving our goals to build a sustainable and thriving business. As an attempt to promote environmental conservation, there will be no hard copies of this report.

BOARD STATEMENT ON SUSTAINABILITY

Pollux Properties Ltd. (“**Pollux**”, together with its subsidiaries, the “Group”) is pleased to issue its third sustainability report prepared in accordance with the GRI Standards and in compliance with the SGX-ST guidelines on sustainability reporting.

The Group endeavour and is committed to continually consider material environmental, social and governance topics as part of our core business strategy. The report seeks to present an accurate and even account of our practices and performance in our quest to be a sustainable, responsible corporate citizen.

The Board of Directors (“**Board**”) and senior management (“**Management**”) remains committed to establish and maintain an effective Sustainability Management framework, which is supported by underlying internal controls, risk management practices, clear accountability and reporting process. The Board evaluates and considers ESG risks and opportunities relevant to the Group during the formulation of overall business strategy, objectives and performance measurements.

The Sustainability Reporting (“**SR**”) Committee supports the Management in identifying the type of relevant ESG topics caused by its day-to-day operations. Management then determines the materiality of the ESG topics based on the level of significance of impact, and influence on stakeholder values, and the achievement of the Group's strategic objectives. The Board supports and approves the identification and assessment parameters of material ESG topics.

The ESG topics in this report, reviewed by the Board and Management, are assessed to be material and relevant. The Board and Management shall continue to dedicate leadership and maintain a high standard of sustainability governance to drive continuous and long-term growth for all its stakeholders. The Group will continue to work towards a balanced disclosure on the management and monitoring of material ESG topics for continual improvement.

ABOUT THE GROUP

Corporate Profile

Pollux Properties Ltd. (“**Pollux**” or the “**Company**”, together with its subsidiaries, the “**Group**”) is a property developer in Singapore with an exclusive focus on the development of residential and commercial properties. The Group actively engages in the business of developing premium real estate projects, with the key aim of creating homes reflecting the philosophy of lavish and modern living. Pollux develops high-end real estate projects with distinguished style and luxurious quality. We are committed to develop iconic residential as well as commercial properties. Pollux looks forward to embarking on many more projects that will give the Group a greater presence in the property market both as a developer and investor. In addition, with the enlarged investment property portfolio, the Group will not only be able to ride on potential valuation growth in the local property market, but also widen recurring revenue streams through the leasing of commercial and residential units and the serviced apartment to provide greater income stability and visibility for shareholders in the longer-term.

Our Commitments:

- The pursuit of excellence and perfection are embedded into everything we do.
- We build the future through confidence and trust.
- We build lasting impressions, long-term value and peace of mind.
- We build excellence and perfection through our people.

Our Vision:

To be a premier multi-national corporation creating iconic luxury property developments in the region.

Our Mission:

To create innovative landmark developments of perennial value to the community and achieving sustainable higher returns to our shareholders.

Corporate Philosophy

Excellence in crafting great homes and plush communities starts by working with leading interior designers and suppliers of the best home fittings.

Relationships built on integrity and trust are important to us because we believe in building homes, not just apartments.

Refined luxury to us means tasteful finishing and intricate pairings. Simply put, we are making it a point to fuss over every detail even when you are not.

Passion for details sets Pollux apart. We are constantly in the search of the best materials befitting your dream home. We want to make moving in a pleasure and living as leisurely as possible. That's why we call it home, it's the way living is meant to be.

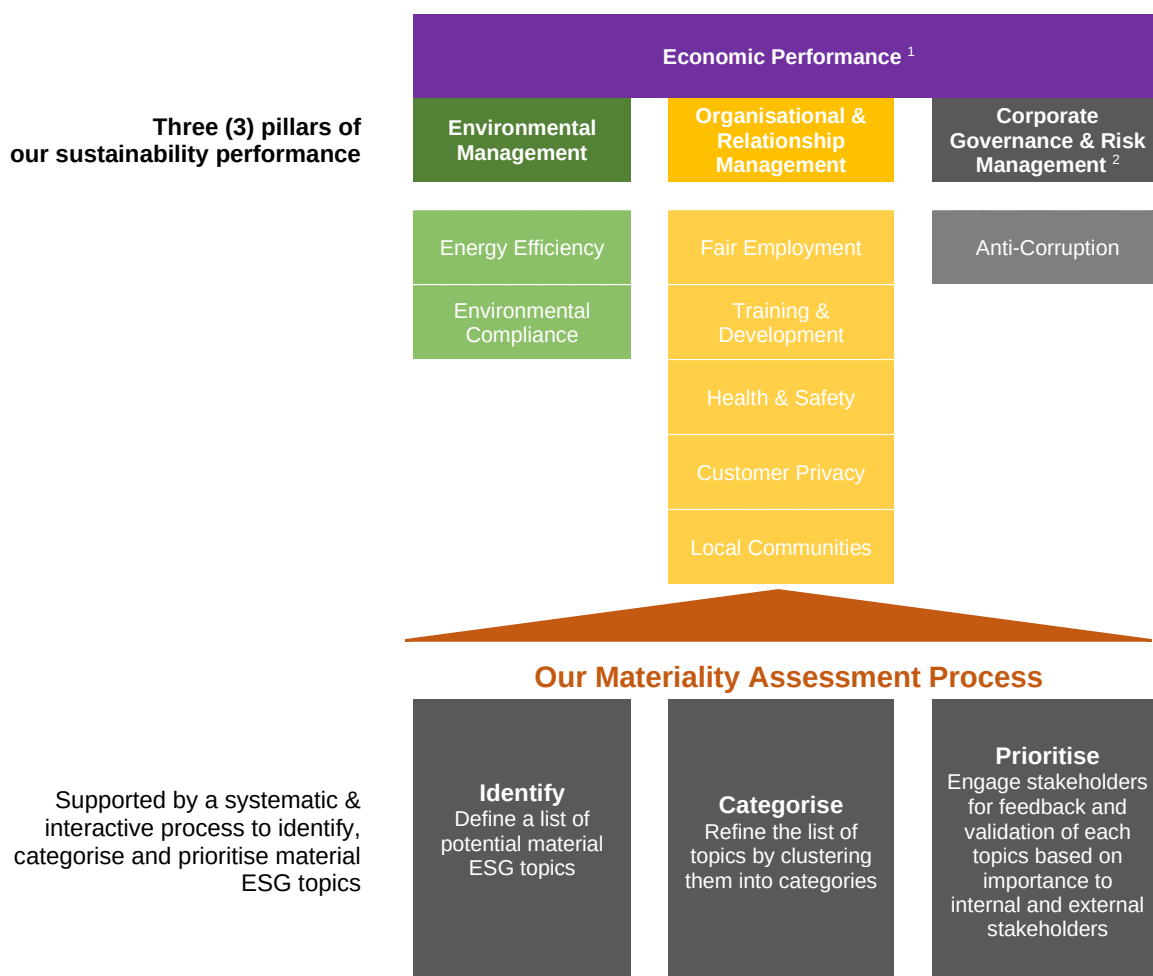
STRATEGIC APPROACH FOR SUSTAINABILITY

The Group firmly believes that while our businesses are driven by earnings, what we do must also have a positive impact on environment, employees and all other stakeholders in our value chain.

In FY2019, apart from achieving desired economic performance, the Group with the help of an independent external consultant established a sustainability performance management framework (Refer to Exhibit 1) to review and monitor our sustainability practices and performance. Under this framework, the Management have defined key pillars and non-financial topics that are material to the sustainability of our economic performance and business operations.

In FY2020, with facilitation by the same independent external consultant, the Management have reviewed and concluded that the framework and topics for FY2020 disclosure.

Exhibit 1. Pollux Group's Sustainability Performance Management Framework



Notes:

1. Please refer to Financial Statement of the annual report for FY2020.

2. Please refer to the Corporate Governance section of the annual report for FY2020.

GOVERNANCE STRUCTURE

Sustainability is integrated into our business and embedded across various roles and functions. The SR Committee, chaired by our Chief Executive Officer (“CEO”), comprises senior management of all businesses to provide an oversight on the integration of sustainability practices into all aspects of the business. The Board maintains overall responsibility and ensure that sustainability matters are considered as part of business strategy. There were no changes in the composition of the Committee since the first year of reporting.

The Committee focuses in formulating, implementing and reviewing the Group’s sustainable policies and practices, sustainability development programs and initiatives. Periodic reviews are carried out at both the Committee and business department level to ensure the effective implementation and that initiatives remain in line with the Group’s strategic development

STAKEHOLDER ENGAGEMENT

The Group recognises that knowing and understanding the demands and concerns of stakeholders is key to sustainable growth. Through internal discussion and review with the independent consultants, the Management has identified three (3) key stakeholder groups across the Group’s value chain. These are stakeholders defined as having the most influence over and the highest level of interest in the Company’s operations as set out in Exhibit 2.

Exhibit 2. Key Stakeholder Groups



Employees	Customers	Shareholders and Investors
Engagement with employees is conducted regularly to measure satisfaction level, gather feedback as well as discuss business strategy and organisational changes.	Customer satisfaction is one of the Key Performance Indicators (KPI) for all our businesses. Engagement with customers allows us to receive timely, valuable feedback to improve our service standards.	We strive to maximise shareholder returns, maintain good corporate governance, and improve levels of transparency through financial and sustainability reporting and timely communication.

Awards & Certifications

- Certificate of Excellence (TripAdvisor) – 2019
- Love by Guest Award (Expedia) – 2019
- Traveller Review Award (Booking.com) – 2020

MATERIALITY ASSESSMENT

Materiality with respect to sustainability reporting, as defined by GRI Standards, includes topics and indicators that reflect the organisation's significant economic, environmental, and social impacts; and would substantively influence the assessments and decisions of stakeholders.

Guided by our independent external consultant and having considered the topics of concerns and expectation of identified key stakeholders. The SR Committee together with the Management have assessed and prioritised the material topics to focus on for the Group, as well as targets and commitments.

OUR TARGETS AND COMMITMENTS

ENVIRONMENTAL MANAGEMENT 	
Energy	❖ Maintain and achieve energy efficiency and a balance energy intensity usage correlated with business growth.
Environmental Compliance	❖ Zero incidents of non-compliance ❖ No significant fines or non-monetary sanctions for non-compliance with environmental laws and regulations
ORGANISATIONAL & RELATIONSHIP MANAGEMENT 	
Fair Employment	❖ Continue to promote diversity and equal opportunity in the workplace. ❖ Comply with local labour regulations across our operations.
Training and Education	❖ Achieve an average of 12 hours or more of training per employee annually.
Occupational Health and Safety	❖ Zero fatalities and/or workplace injuries.
CORPORATE GOVERNANCE 	
Anti-Corruption	❖ Zero incidents of bribery and corruption, including facilitation payment. ❖ Zero tolerance towards all forms of bribery and corruption.

The material ESG topics were also reviewed by Pollux's Board of Directors and determined as being relevant. Moving forward, to keep abreast of critical issues, Management will review annually Pollux's material ESG topics against the changing business environment, stakeholder opinions, and emerging global and local trends.

ENVIRONMENTAL MANAGEMENT

Environmental sustainability forms an integral part of the Group's sustainability philosophy. With increased pressure on corporations to be accountable for their environmental footprint and rising cost of natural resources, we endeavour to integrate the best sustainability practices across our business operations to reduce adverse environmental impact on the ecosystem.

ENERGY EFFICIENCY

In our daily operations, the Group continues to be committed on energy-saving practices and undertaking measures to reduce energy consumption.

Through initiatives such as turning off lights and air-con when not in use, our energy consumption has reduced by 10% as compared to FY2019. The table below reflects the past two years energy consumption at Louis Kienne Serviced Residences, which also house the Corporate Office in FY2020. As such, energy consumption is not monitored separately for the Corporate Office in FY2020.

Service Apartment	Energy Consumption (kWh)	
	FY2020	FY2019
Louis Kienne Serviced Residences	1,293,704 kWh	1,440,000 kWh

The Group will continue to explore solutions that minimise environmental impact and will seek to actively reduce energy consumption.

ENVIRONMENTAL COMPLIANCE

The Group's operations continue to conform to local environmental laws and regulations. All employees of Pollux and that of contractors and consultants are encouraged to be proactive and forthcoming in managing and reporting environmental related issues and complaints.

During the reporting period, there were no incidents of non-compliance and penalties pertaining to environmental-related issues.

Moving Forward

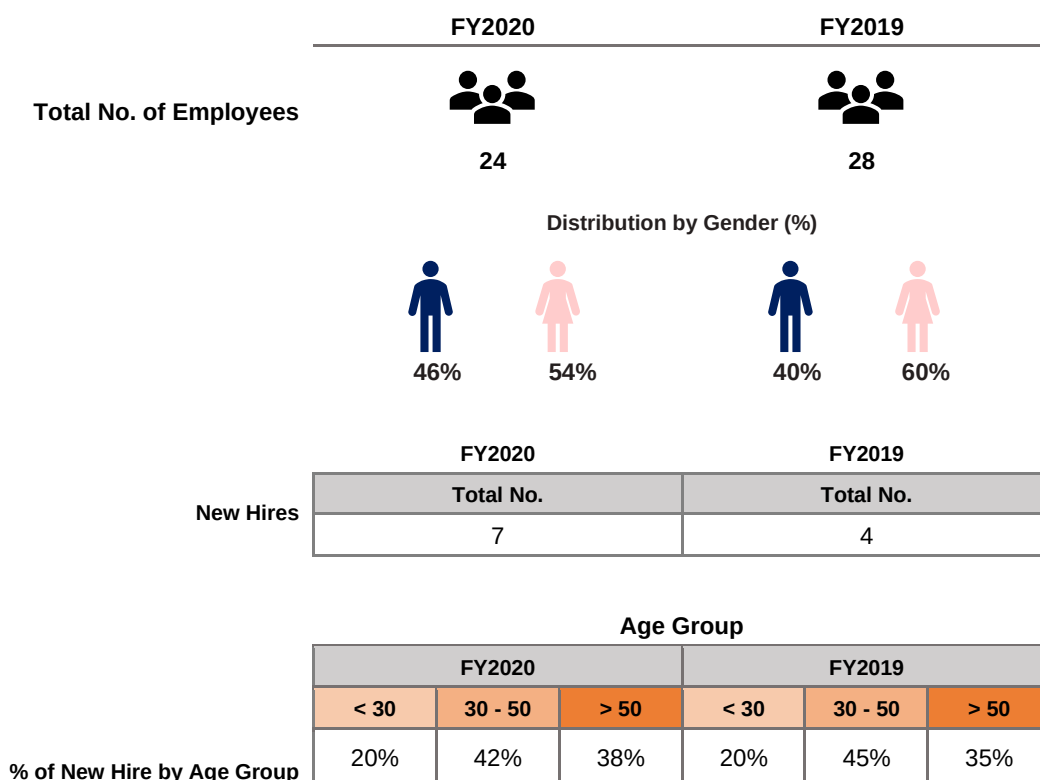
To maintain the highest standard of environmental compliance, the Management will continue to review and improve current environmental management system and practices and ensure that all our activities and operations comply with existing regulatory requirements. For FY2021, the Group will aim to ideally reduce overall energy consumption by 1-3%, though this target is very much dependant on the occupancy rates and guests' profile for the year.

ORGANISATIONAL & RELATIONSHIP MANAGEMENT

FAIR EMPLOYMENT

Employees are one of our most valuable assets. We are committed to fair employment practices, uphold human rights principles and invest in developing and training our people. The Group strive to foster an inclusive and performance driven work environment to attract, retain and develop our talents. As an equal opportunity employer, the Group have instituted a fair system to ensure equal opportunities and non-preferential treatment for all employees. There is no preference or prejudice towards religion, age, ethnicity, any physical disability or gender. Employees are required to observe and adhere to all relevant policies and practices.

As at 31 March 2020, the Company has a total number of 24 employees as compared to 28 employees in financial year ended 31 March 2019. The reduction of headcount is due to the reduction in business activities and operations.



Employee Remuneration and Benefit

The Group recognise the valuable contribution of all employees. We strongly believe in fair remuneration and sets remuneration packages which are competitive and sufficient to attract, retain and motivate personnel with adequate experience and expertise to manage the business and operations of the Group. In setting remuneration packages, the Group considers the regulatory requirements, salary, and employment conditions within the same industry and in comparable companies.

As a Singapore company, the Group make contributions to the Central Provident Fund scheme in Singapore, a defined pension scheme. All employees are assessed regularly and remunerated fairly based on their experience, qualifications and performance.

Pollux strives to continuously cultivate a transparent and inclusive environment for all employees, as well as ensure a top-down approach to promote fair and ethical business dealings. We maintain zero tolerance for unethical labour practices such as child labour, forced labour, slavery and human trafficking in all our operations.

The Group also have an open-door policy where employees are encouraged to speak-up or report grievances directly to their superior, head of department, human resource department, chief executive officer and/or independent directors. This is to reinforce our commitment to our employees to provide them with a workplace that is healthy, safe and secure. Across our business segments, there were no grievance cases reported in FY2020.

TRAINING AND DEVELOPMENT

The Group recognises that employees need to stay informed and update their skill sets in the ever-changing work environment. To encourage and support our employees to develop their fullest potential and have a fulfilling career, both on-the-job and ad-hoc trainings are made available to our employees. At Pollux, it is mandatory for every employee to attend at least one work-related course each year. Employees can attend courses which are relevant to their work nature. The table below illustrates the average number of hours of training undertaken by each employee. The Group target average of 12 training hours per employee, which includes varied mode of training (i.e. e-learning inclusive) for FY2020.

In FY2020, the company invested approximately S\$150 and clocked a total of about 216 hours in training. This was higher compared to about 56 hours clocked during FY2019 mainly due to more new hires in FY2020.

	FY2020	FY2019
Average Hours of Training Per Employee	 9 hours	 2 hours

The Group will continue to provide training and education opportunities through development programmes wherever applicable and promote a conducive corporate environment where everyone could achieve their potential.

HEALTH AND SAFETY

Pollux remains committed to maintaining a safe and productive environment, free from harassment in which all individuals are treated with respect and dignity and we expect all our employees and individuals who work at our sites to follow our health and safety policies and procedures and be free from substance abuse.

Processes are in place to identify, mitigate and report risks and communicate best practices across the Group, and we work with our contractors and subcontractors to ensure that they understand our requirements and expectations.

The Group engages contractors and suppliers who are not only committed to high quality, but also to environmental, health and safety standards. In Singapore, we only appoint bizSAFE Level 3 and above certified vendors and service providers. Our main contractors appointed for development projects are required to be Occupational Health and Safety Management System (OHSAS) 18001 certified or to engage an independent accredited assessor to conduct site OHS legal compliance audits.

In FY2020, there were no incidents of fatalities across Pollux's business operations. The Group strives to continue maintain its health and safety standards and drive continuous improvement in our Operational Health and Safety processes and performance.

CUSTOMER PRIVACY

Data security is of utmost importance to us and we are committed to protecting and maintaining customers' privacy and data. In addition to internal policies and procedures designed to safeguard customer information, Pollux does not divulge or sell such personal information to third parties for marketing or promotional purposes.

Commitments & Targets

- Maintain zero breaches of customer privacy or loss of data.

Our privacy policy which states in detail the information that we collect, how we use it, and under what circumstances we disclose it, along with any changes, is publicly accessible on our website.

In FY2020, we have had no complaints of breaches of customer privacy or loss of data.

LOCAL COMMUNITIES

Corporate social responsibility ("**CSR**") is embedded in our corporate culture and forms an integral part of our business direction. We are guided by our belief that the inclusion of community interests into our business processes supports the long-term interests of the Company and our stakeholders. The Group encourage employees to recycle items and reduce wastage through donation of unwanted usable items and participate in volunteering activities. We believe that when our employees contribute their time and effort to worthy causes, they would in turn develop professionally and personally, with a greater sense of purpose.

We continue to strive to achieve a positive and sustainable outcome for our business and the community by balancing our corporate social responsibility and commercial viability. The Group will continue to enhance relationships with stakeholders in our value chain and hope to create wider economic value in the communities we operate in.

CORPORATE GOVERNANCE

Pollux is committed to upholding the highest standards of corporate governance and business integrity in all our business activities, which are essential for the long-term viability of the Group's businesses and the enhancement of shareholder value.

The Management closely monitor developments in the laws and regulations of countries where Pollux operates to ensure that our businesses and operations comply with all relevant laws and regulations. Pollux currently operates in Singapore only.

ANTI CORRUPTION

The Board undertakes to investigate complaints of suspected fraud in an objective manner and has put in place a whistle-blowing policy and procedures which provide employees with well-defined and accessible channels within the Group including a direct channel to the Audit Committee, for reporting suspected fraud, corruption, dishonest practices or other similar matters.

The policy aims to encourage the reporting of such matters in good faith, with the confidence that employees making such reports will be treated fairly and, to the extent possible, be protected from reprisal. On an ongoing basis, the whistle-blowing policy is covered during staff training as part of the Group's efforts to promote fraud control awareness. The policy and its effectiveness will be reviewed by the Audit Committee periodically, with recommendations regarding updates or amendments, if any, to be made to the Board as required. There was no whistle-blowing report received during FY2020.

Commitments & Targets

- We are fully committed to upholding the highest standards of corporate governance and business integrity in all our business activities. Our emphasis is clear and consistently reiterated.
- We have zero tolerance for bribery, corruption, fraud and violation of laws and regulations.

Moving Forward

The Audit Committee continues to support the Board in its oversight of anti-corruption and is responsible for driving Pollux's focus on implementing effective compliance and governance systems. At an operational level, the respective department within the Group continues to be responsible to identify, self-assess the adequacy and effectiveness of mitigating measures, and manage their financial, operational, compliance and reputational related risks.

Please refer to the Corporate Governance section of the annual report for more information.



GRI CONTENT INDEX

Category	Disclosure	Description	Page Reference and Remarks
GRI 102: General Disclosures	102-1 *	Name of the organization	Cover Page
	102-2 *	Activities, brands, products, and services	Refer to Page 4
	102-3 *	Location of headquarters	554 Havelock Road Singapore 169639
	102-4 *	Location of operations	Singapore
	102-5 *	Ownership and legal form	Refer to Notes 1, 14 to 16 of Notes to The Financial Statements of Annual Report FY2020
	102-6 *	Markets served	Refer to Chairman's Statement and Corporate Structure of Annual Report FY2020
	102-7 *	Scale of the organization	Page 9
	102-8 *	Information on employees and other workers	Page 9
	102-9 *	Supply chain	Group suppliers are all local operators.
	102-10 *	Significant changes to the organization and its supply chain	No significant changes
	102-11 *	Precautionary Principle or approach	Page 4
	102-12 *	External initiatives	Awards and Certification Page 6
	102-13 *	Membership of associations	Nil
GRI 102: Strategy	102-14 *	Statement from senior decision-maker	Refer to Chairman's Statement of Annual Report FY2020
GRI 102: Ethics and Integrity	102-16 *	Values, principles, standards, and norms of behaviour	Page 4
GRI 102: Governance	102-18 *	Governance structure	Page 6

Category	Disclosure	Description	Page Reference and Remarks
GRI 102: Stakeholder Engagement	102-40 *	List of stakeholder groups	Page 6
	102-41 *	Collective bargaining agreements	None
	102-42 *	Identifying and selecting stakeholders	Page 6
	102-43 *	Approach to stakeholder engagement	Page 6
	102-44 *	Key topics and concerns raised	Page 7
GRI 102: Reporting Practice	102-45 *	Entities included in the consolidated financial statements	Refer to Corporate Structure of Annual Report FY2020
	102-46 *	Defining report content and topic Boundaries	Page 2
	102-47 *	List of material topics	Page 7
	102-48 *	Restatements of information	Not Applicable
	102-49 *	Changes in reporting	Not Applicable
	102-50 *	Reporting period	1 April 2019 to 31 March 2020
	102-51 *	Date of most recent report	FY2019
	102-52 *	Reporting cycle	Annual
	102-53 *	Contact point for questions regarding the report	Page 2
	102-54 *	Claims of reporting in accordance with the GRI Standards	Core option
	102-55 *	GRI content index	Page 13 - 16
	102-56 *	External Assurance	The Group has not sought external assurance for this sustainability report.
GRI 302: Energy	DMA	Disclosure of Management Approach	Page 8
	302-1	Energy consumption within the organisation	Page 8
	302-4	Reduction of energy consumption	Page 8

GRI 307: Environmental Compliance	DMA	Disclosure of Management Approach	Page 8
	307-1	Non-compliance with environmental laws and regulations	Page 8
GRI 401: Employment	DMA	Disclosure of Management Approach	Page 9
	401-1	New employee hires and employee turnover	Page 9
	401-2	Benefits provided to full-time employees that are not provided to temporary or part-time employees	As per Employment Act
	401-3	Parental leave	In support of the Singapore government's pro-family legislation, eligible working mothers and fathers who are legally married and whose newborn child is a Singapore citizen are entitled to 16 weeks of maternity leave and 2 weeks of paternity leave respectively. Eligible working parents of at least one Singapore citizen child whom is less than seven years old; or between ages of 7 to 12 (by extension) are entitled to 6 days of paid childcare leave annually.
GRI 403: Occupational Health and Safety	DMA	Disclosure of Management Approach	Page 10-11
	403-2	Types of injury and rate of injury	Page 10-11
GRI 404 Training & Education	DMA	Disclosure of Management Approach	Page 10
	404-1	Average hours of training per year per employee	Page 10
	404-2	Programmes for upgrading employee skills and transition assistance programmes	Page 10
	404-3	Percentage of employees receiving regular performance and career development reviews	All employees are assessed regularly and remunerated fairly based on their experience, qualifications and performance.
GRI 413: Local Community	DMA	Disclosure of Management Approach	Page 11
	413-1	Operations with local community engagement, impact assessments, and development programs	Page 11
GRI 413: Customer Privacy	DMA	Disclosure of Management Approach	Page 11
	418-1	Substantiated complaints concerning breaches of customer privacy and losses of customer data development programs	Page 11
GRI 205 Anti-Corruption	DMA	Disclosure of Management Approach	Page 12
	GRI 205-3	Confirmed incidents of corruption and actions taken	Page 12



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