

## **CORPORATE SOCIAL RESPONSIBILITY**

The Company is cognizant of the importance of the Corporate Social Responsibility such as to render its business practices adherent to ethical and sustainable imperatives, i.e., with due regard for its business practices' impact on the local community, society in general, on the company's various stakeholders, and on the environment.

The Company also engages in programs to fulfil its social responsibility to the community. Thus, it regularly donates substantial amounts to victims of major calamities such as typhoons and earthquakes. Through its subsidiaries, the Company provides free venues for the hosting of socially & relevant events such as those sponsored by the Philippine Red Cross, World Wildlife fund, UNICEF, UNESCO, Greenpeace, National Commission of Culture and Arts, etc.

The Company also enforces such cognizance of and adherence to Corporate Social Responsibility among its subsidiaries and their various developments. In keeping with its commitment towards supporting environment friendly efforts and business and operations practices, instance, in dealing with its suppliers or contractors, due care is observed so that only those with environment friendly practices are awarded works and contracts. Internally, the Company has instituted efforts to reduce wastage and establish guidelines for the efficient management of resources such as electricity, water, paper and environment friendly and green practices is observed within the Group. Thus, for instance, the Company's subsidiary, KSA Realty Corporation has been awarded by internationally prestigious bodies for its energy conservation programs for its condominium facility, The Enterprise Center which is located at the heart of Makati City (i.e., the Asean Energy Awards, Asean Energy Efficient Building). As with the Enterprise Center and the Group's other developments (The Shang Grand Tower, The St. Francis Shangri-La Place, One Shangri-La Place), Shangri-La Plaza, green practices are sought by the Company to the extent possible i.e., through the adoption of technology which optimize energy use with the least impact to the environment, the adoption of technology which optimize energy use with the least impact to the environment, the adoption of waste management programs, green procurement policy with respect to suppliers and contractors, etc., observance of all relevant regulations promulgated by regulatory authorities. The Fort Bonifacio Shangri-La Hotel, Inc., which is the latest development of a subsidiary of the Company, is among the few pioneer developments in the Philippines which conforms with the very stringent LEED standards. Leaders across the globe have made LEED the most widely used green building rating system LEED certification provides independent verification of a building or neighborhood's green features, allowing for the design, construction, operations and maintenance of resource-efficient, high-performing, healthy, cost-effective buildings. LEED certification means healthier, more productive places, reduced stress on the environment by encouraging energy and resource-efficient buildings.