

SUI NORTHERN GAS PIPELINES LIMITED CORPORATE SOCIAL RESPONSIBILITY (CSR) POLICY

SNGPL's Corporate Social Responsibility policy is based on global best practices envisaging management of the business processes by producing an overall positive impact on society and the environment. CSR policy comply with the guidelines provided by Securities and Exchange Commission of Pakistan (SECP) 2013, new tariff regime for regulated gas sector in Pakistan by OGRA, Principles of United Nations Global Compact (UNGC), relevant Sustainable Development Goals (SDG's) and Company's vision, mission and business code of conduct. The laid out objectives are to be achieved by adopting a methodology that drives contact of the Company's business leading to commercial success in ways and manner that honor ethical values, people and communities, in our licensing area. SNGPL believes in

- business that should be both profitable and beneficial to the society.
- improving the quality of life of the communities under developed / under privileged / gas producing areas with priority to community residing in 15 Km radius of gas fields.
- ensuring harmonious relations with our stakeholders, by working in partnership with the community, the Government and NGOs through the principles of Sustainable Development.

We pledge to perform our corporate duty, based on principles of Standard of business conduct, Health Safety and Environment, Community and Disclosure, with dedication, diligence and integrity.

Objectives

We will strive to achieve the following objectives by allocating resources from the CSR budget.

1) Health

Contribute due share in fulfillment of basic human needs by focusing on health, specifically by

- Provision of potable water by utilizing 20% of CSR budget.
- Providing support in medical emergency services by utilizing 13% of CSR budget.

Any requirement from communities residing within 15 KM radius of gas fields will be considered on priority.

2) Environment

Protect Environment and take a proactive approach to address environmental issues like;

- Tree plantation by utilizing 15% of CSR budget.
- Awareness campaigns with students by utilizing 16% of CSR budget.
- Promotion of environment friendly alternate fuels on as and when required basis.

3) Education

Provide assistance for the Promotion of education preferably through;

- Sponsorship of Scholarships and Gold Medals through disbursement of 20% of CSR funds, with the priority to the engineering students from areas within 15 KM radius of gas fields.
- 16% of CSR funds for other initiatives on case to case basis.

Any unspent budget in this regard will be utilized for the underdeveloped areas or for less privileged communities in the area of domain of licensee.

The above allocation may vary due to initiatives and circumstances. Approval for re-appropriation of budget will be sought from Finance Committee.

Corporate Governance

SNGPL shall ensure that effective systems are in place and budgetary resources are provided to manage and monitor compliance with this policy and take remedial action whenever we fall short of our commitment. CSR Committee will review and approve strategic plans, assess progress and offer guidance about emerging CSR issues of importance.

Community and Stakeholders engagement will be ensured in order to identify the opportunity for improvement, for future

and to evaluate the performance of each initiative.

Independent Assurance

SNGPL shall ensure to make arrangement for obtaining independent third party assurance for verification of its CSR activities. Certification may also be obtained in this regard.