

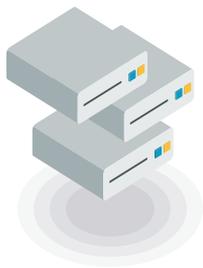
B : Sustainable Engagement Approach**GRI 102-46****The Process to Identify Materiality Topics**

EGCO Group has identified our materiality topics in consideration of all stakeholder expectations. The report has been prepared in accordance with the Global Reporting Initiative (GRI) : 'Core Criteria' and GRI's G4 Electric Utilities Sector specific disclosure criteria in compliance with the United Nations' Sustainable Development Goals (SDGs). These identified issues would be determining factor on EGCO's direction towards sustainable future.

The steps to identify the materiality topics are as follow:

**1) Identification of Material Issues and Definition of the Reporting Scope**

Revising all sustainability issues in 2019 and identifying the material issues in economic, social, and environmental aspects that may have positive or negative impacts on the company's business operations and activities with consideration to all stakeholder groups. The ranking are estimated according to global sustainability issues and benchmarked against other peer companies. Stakeholders' opinions remain in consideration.

**2) Prioritization of Material Issues**

Material issues are prioritized and ranked by two factors; the importance of the issue towards stakeholder groups and the significance they have on business operations in regards to the environment and the society. The topics are then distributed along a Materiality Matrix based on their importance.

**3) Validation of Material Issues**

External stakeholder groups are selected to help validate the material and prioritized issues after being ranked. After validation, the issues are organized by GRI criteria, in accordance to the United Nations' SDGs and the scope of report on each topics are defined.

Afterward, material issues are reported to executives and Board members who will approve public disclosure of the issues. They may give further feedback and inputs regarding the context, strategies, and objectives of the company.

**4) Continuously Report Development**

EGCO Group has prepared and reviewed the content integrity of the report which will be double checked by internal committees. Moreover, the process of reporting, stakeholders' engagement, and the quality of the information are reviewed at the end by an independent organization to ensure a disclosure of factual, transparent, and sufficient information.

Independent Assurance Statement is available on page 149.