

Modern Slavery Statement 2024

This is Infinity Power Holding's (IPH) Modern Slavery Statement which has been prepared to outline the steps taken during the year ending December 31st 2024, to prevent modern slavery and human trafficking in our supply chain and operations in line with the Modern Slavery Act 2015 (the Act).

In our second modern slavery statement, we reconfirm our commitment to develop a sustainable and equitable future for all through renewable energy projects as well as our commitment to combating all forms of slavery or human trafficking as it goes against our values of acting with integrity. We recognise our responsibility to work collaboratively with our suppliers, employees, communities, and external stakeholders, to reduce the risks of modern slavery in our operations and supply chain. We commit to ensuring that we do not work with any party who we have reasonable grounds to suspect is engaged in or has supply chains which involve slavery or human trafficking.

A. Structure - IPH Operations

IPH builds and operates renewable power plants across Africa and as such, we recognise the increased risk of modern slavery and human trafficking in the [construction sector](#) and some of the [geographical areas](#) where we operate, especially where we engage with contractors or third-party service providers.

Delivering renewable power projects typically involves three main phases: development, construction and operations. We have determined that we are most exposed to the potential risk of modern slavery during the **construction** phase of our projects. During this phase the risk is twofold. (1) We procure manufactured technology (such as wind turbines) from third parties with their own complex supply chains and (2) we engage primary contractors to construct our power plants who will in turn often sub-contract with local service providers.

In the first case, the energy technology suppliers that we work with all fall under the ambit of the Modern Slavery Act (2015) and are therefore required to independently disclose how they manage modern slavery risks in their operations and supply chains. We assess their compliance with the Act through these disclosures. This allows us to focus risk mitigation on areas where we can have the most impact, such as employment practices during construction.

In the second case where, we believe that it is imperative to maintain effective oversight of the entire construction process to ensure that the expected standards are met, especially in regions where regulation of labour and working conditions can fall short of international standards.

IPH's business in 2023 was weighted towards owning and managing operational assets. For operational assets both the workforce and direct supply chain reduces in size, which reduces the risk of unethical employment practices commensurately.

To address these risks across our value chain, we have taken and will take the following steps across the IPH Group:

- Implementing auditing and verification procedures
- Participating in external training for relevant team representatives
- Following up on non-conformities to uphold internal accountability; and
- Aligning with international human rights frameworks

B. Our Supply Chain

As IPH projects are supported by a diverse range of international and local third-parties (Contractors, vendors, suppliers, consultants, herein after referred to as 'suppliers'), who provide goods, construction, consulting and professional services, and

materials required for our operations, we ensure that these suppliers are aware and perform their services in a manner consistent with our Ethics Toolkit which incorporates our Code of Conduct and other relevant policies, including Anti-Bribery and Corruption and our Anti-Money Laundering policies.

Our suppliers are selected using objective criteria such as health and safety, quality and evidence of performance and business ethics. We hold our suppliers to stringent compliance, anti-corruption, safety and other guidelines and our standard terms and conditions oblige suppliers to adhere to all applicable laws and regulations.

C. Policies in relation to slavery and human trafficking

IPH's approach to ethical business practices is outlined in our Ethics Toolkit which incorporates our Code of Business Conduct (the Code) and is a foundation of the company's ESG Strategy. Our 2024 ESG Sustainability report is published in 2025 will demonstrate the steps we are taken through the year and processes being implemented to manage environmental and social risks effectively - including that of slavery, forced labour and human trafficking - and to act as a sustainable business.

Other key policies in our Ethics Toolkit, include our Anti-Bribery and Corruption policy, Anti-Money Laundering Policy, Counterparty Screening Policy which are read alongside our Code to provide a clear framework for ethical business conduct and responsible engagement with suppliers. We also include as separate documents Counterparty policies on ABAC, AML, and Speak Up, which are available through the IPH website and intended to promote transparency and accountability in our business relationships. Violations of our policies can be grounds for termination of contractual relationships with suppliers.

In addition to the Code, which sets out our approach to ethical business dealings, IPH also has a Social Policy that establishes how we treat our workforce and communities, and a Counterparty Screening policy which provides guidance on our due diligence mechanism for risk assessment and follow-up of any non-compliances identified.

Labour Practices and Ethical Employment

We commit to upholding the standards as set by the UN Global Compact Principles on Human Rights & Labour, the UN Guiding Principles on Business & Human Rights, as well as the frameworks set by the ILO in relation to identifying and preventing forced labour, as specified in the ILO Forced Labour Convention (1930).

We commit to granting all employees and contracted workforce: Freedom of movement, Freedom to terminate their employment, Freedom of association and to join unions or organised working groups, Freedom from threat of violence, harassment or intimidation on any grounds, Access to remedy, compensation and justice for any infraction of their rights.

We prohibit: Compulsory overtime, The use of child labour, Discrimination on any grounds, Confiscation of worker's original identification documents.

The objectives of our Social Policy that relate to labour are:

- to treat all IPH employees and require all engaged businesses to treat their own employees fairly, and respect their dignity, well-being and diversity.
- to be objective, consistent and fair with all IPH stakeholders.
- to work towards full compliance of IPH operations with the International Labour Organisation Fundamental Conventions, the UN Declaration of Human Rights and IFC Performance Standard 2: Labour and Working Conditions.

In addition, IPH aims to only engage with businesses which:

- do not employ forced labour of any kind, either directly or via their primary supply chain; and
- do not allow children to form part of their workforce, either directly or via their supply chain.

The IPH Social Policy is reviewed annually to maintain alignment with legislation and best practice. We also implement Labour Management Plans as part of our workforce due diligence to assist in monitoring labour conditions and provide a formal and confidential structure for reporting grievances.

D. Due diligence processes in relation to slavery and human trafficking

At IPH, we recognise that the risk of modern slavery or forced labour can manifest in different forms and at various levels within our supply chain. These risks are however assessed periodically through our due diligence processes in relation to slavery and human trafficking risk. Our due diligence process, referred to as our Counterparty Screening Process is designed to review both new and existing suppliers across a number of compliance areas, including anti-bribery and corruption, anti-money laundering, fraud, sanctions, labour practices and human right. The outcomes of these assessments are regularly reviewed, with significant or priority issues escalated to Management.

Our counterparty screening process is conducted using a secure, third-party platform that supports supplier onboarding, compliance assessment, supply chain risk assessments, and real-time screening against global sanctions lists. As part of this process, we also require suppliers to participate in our Supply Chain Due Diligence review, which specifically evaluates the measures in place to combat child labour, forced labour, and human trafficking. The supply chain due diligence review comprises the following key steps:

1. Slavery and Trafficking Risk Template (STRT) which is an open-source template designed to help assess the supply chain risks by mapping products, sources, suppliers and identifying potential modern slaver exposures. It also assists in determining risk mitigation measures.
2. Supply Chain Due Diligence Questionnaire developed by our shareholders and adopted by IPH, to assess a supplier's ethical standards, legal requirements and company values regarding modern slavery, human trafficking and forced labour.
3. Bill of Material (BoM) Template which was developed in collaboration with our Shareholders and the Procurement Team to ensure efficient and accurate production by providing a detailed list of all the materials, components, and quantities needed with respect to a project, by detailing the products as well as suppliers or manufacturers to be engaged. It enhances transparency and traceability throughout our supply chain.

Regarding our Labour Management Plans, IPH collaborates with external parties to ensure that our due diligence processes are in line with the most up to date with industry and international best practice across our workforce. This has entailed:

1. Assessing actual and potential risk areas regarding human rights and third-party due diligence applying the outlined criteria;
2. Identifying gaps in policy regarding our supply chain and contracting activities;
3. Determining the areas of highest risk
4. Implementing action and mitigation plans where risks have been prioritised;
5. Developing management plans to tackle emerging risks for the future of operations and construction

Building on the successful implementation of our counterparty screening process, IPH is now developing a formal Procurement Policy and Guidelines. This next phase will support our goal of fostering responsible sourcing, promoting ethical supplier engagement, and ensuring procurement practices align with international standards as well as our internal values.

The policy will provide a structured framework for supplier engagement including due diligence, risk assessment, supply chain review and transparent decision making. We aim to complete and implement this framework in 2025 as part of our efforts to strengthen supply chain governance.

In the coming year, we intend to roll out the Supplier Code of Conduct (SPOC) to all our suppliers and make adherence to its principles a contractual requirement. In addition, we will continue to rely on our established due diligence screening process for ongoing monitoring of suppliers and identify real-time risks within the supply chain. To further strengthen our internal capabilities, members from or Procurement, ESG and Compliance teams will participate in external training programmes focused on human rights and modern slavery risks in the supply chain.

Additionally, the Supply Chain due diligence process is applied in respect of all Tier 1 suppliers in two phases: an initial assessment, followed by an enhanced due diligence review in cases where the completed reviews demonstrates a high-risk rating. Additionally, as part of the risk assessment process, IPH assesses suppliers' compliance with Section 54 of the Act where the contract value is greater than USD 100,000.

D. Risk assessment and management

In addition to the risk assessment measures we have implemented, IPH maintains an ESG risk register for each of our assets to track and manage project risk profiles. Labour and working conditions are key components of these asset-level risk registers. The project risk registers are reviewed quarterly by the ESG Committee, which reports to the board of directors of IPH B.V. In 2020 we began to cover actions and process relating to Modern Slavery in our internal reporting. This ensures that our annual disclosures are supported with the appropriate attention of internal stakeholders.

Regarding our supply chain, this year we identified the following potential risks:

- Forced labour and exploitation of migrant workers in construction
- Forced, child and prison labour in the manufacturing sector

To mitigate these, we engage our suppliers and contractors to ensure the appropriate safeguards and reporting mechanisms are in place to take immediate action against any violations.

E. Goals and effective actions taken to address modern slavery

In addition to due diligence and risk assessment measures, IPH implements practical steps to address modern slavery risks that may be presented by third parties contracted to work at or supply to our assets.

For IPH's assets under construction, we ensure that a Labour Management Plan is included as a schedule to engineering, procurement and construction contracts to hold our contractors to the same standards outlined in our Social Policy. Contractors are required to extend these obligations in respect of labour and working conditions to their appointed sub-contractors. Construction agreements are executed to ensure that our sites are fully compliant with the ILO and IFC Performance Standards. Contractor adherence to Labour Management Plans is monitored by third parties who conduct labour audits during the construction process. The assessment of working conditions and labour rights of contractors and their sub-contractors is a key component of these audits.

Our contracts provide that we can seek improvements over an agreed timeframe where we identify non-conformity with agreed Labour Management Plans by counterparties. While we will always first pursue improvements in contractor labour standards, IPH reserves the right to terminate arrangements with the non-confirming counterparty if the remediation does not meet IPH's expectations.

In addition to Labour Management Plans and appropriate labour audits, IPH requires that each asset maintains access to a 'worker grievance mechanism'. This facility provides IPH staff and contractors employed on our sites an anonymous route to raise concerns without threat of recourse.

For every asset, our management teams are required to comply with the IPH Group Code of Conduct and Social Policy. Awareness sessions on modern slavery and human trafficking are also undertaken with IPH staff whose functions cover labour, community and social workstreams.

Next Steps: During 2024 we will continue to monitor our supply chain and our portfolio for risks of modern slavery and trafficking. In 2023 IPH was formed through the merger of Infinity and Lekela Power and involved significant organisational change. A significant number of additional assets, employees and contractors were onboarded and aligned with existing environmental and social policies and procedures. Into 2024 the priority for the ESG programme will be to continue prioritising those which relate to human rights, modern slavery and trafficking.



F. Training on modern slavery and trafficking

Across our supply chain and within our organisation, we recognise the importance of building awareness on modern slavery and its indicators. We keep under review appropriate ongoing training for our staff, particularly those who manage key supplier relationships, those who have the highest visibility over workers employed and contracted at our assets, and those working with local communities.

In 2024, we deployed the first annual Company-wide compliance and ethics training for staff in all jurisdictions, where IPH operates which includes modules covering our Code of Conducts as well as identifying compliance risks in the supply chain process. In addition to the annual Ethics and Compliance training, IPH will continue to raise awareness of labor practices and modern slavery through topic specific training and internal publications to our workforce.