

# **Sustainability Report** 2024

# **About This Report**

#### **Report Overview**

NAMYANG NEXMO has published the "Sustainability Report 2024" to reinforce its commitment to sustainable management. Through this report, we transparently disclose ESG activities and achievements to enhance communication and collaboration with stakeholders. By providing valuable information to various stakeholders, including customers, investors, local communities, employees, and government agencies, we analyze the performance in environmental, social, and governance to help establish future strategies and goals. NAMYANG NEXMO is dedicated to securing transparency in managing and improving ESG performance.

#### **Report Preparation Criteria**

This report has been prepared concerning various international standards and guidelines. It complies with the core option of the Global Reporting Initiative (GRI), a global standard for sustainability reporting, and incorporates the indicators of the UN Sustainable Development Goals (SDGs).

#### **Reporting Period and Scope**

This report covers activities from January 1, 2024, to December 31, 2024. It includes NAMYANG NEXMO's headquarters and both domestic and international operations. Financial information has been prepared based on K-GAAP consolidated standards, with additional footnotes provided for certain details.

#### **Report Distribution and Feedback**

This report has been published in Korean, and stakeholders can submit feedback through various channels, including email, mail, fax, website, or social media. Address: 150, Mongnae-ro, Danwon-gu, Ansan-si, Gyeonggi-do, South Korea Website: www.nynexmo.com



## NAMYANG NEXMO SUSTAINABILITY REPORT

# CONTENTS



### Introduction

CEO Message	04
About NAMYANG NEXMO	05

#### **Environment**

Environmental and Safety Management System	22
Quality Management	23
Climate Change Response	24

#### **Governance**

Governance	36
Ethical Management	37
Risk Management	41

## Sustainability

ESG Strategy	13
Stakeholder Engagement and Communication	15
Sustainable Future Business	16

#### Social

Occupational Health & Safety Management	24
Human Resource Management	26
Corporate Culture	27
Sustainable Supply Chain Management	29
Co-prosperity	30
Social Contribution	33
Information Protection	34

#### **APPENDIX**

Key Financial Statement	42
Performance Data	43

# **CEO Message**

## We will become a partner driving sustainable innovation in the future mobility industry.

Namyang Nexmo is committed to becoming a partner at the core of the automotive industry, focusing on steering and braking systems. We aim to lead the era of future mobility through technological competitiveness and sustainable value creation. During global supply chain restructuring, carbon neutrality practices, and rapid digital advancements, our ESG management is no longer a choice but the foundation for survival and growth.

#### Strengthening our goals and execution for climate action and eco-friendly transition

To achieve carbon neutrality by 2050, we are focusing on improving energy efficiency in our plants, expanding renewable energy use, and transitioning to eco-friendly components. In particular, we are advancing products for electric and hydrogen vehicles while strengthening carbon reduction solutions across the entire lifecycle—from raw material selection to product development, production, and logistics. We are enhancing our carbon measurement and management systems and working with our partners to improve sustainability throughout the supply chain.

#### Building a people-centered culture and an ethical supply chain ecosystem

Namyang Nexmo fosters an organizational culture that values diversity and inclusion, placing the highest priority on employee safety and rights. We have established fair trade standards to promote mutual growth with our partners and are building a trust-based collaborative ecosystem through ESG risk assessments and improvement activities. Through these efforts, we aim to deliver sustainable value and fulfill our social responsibility to customers, employees, investors, and other stakeholders.

#### Join us on our journey toward a sustainable future

Grounded in technology and ethics, Namyang Nexmo will proactively respond to the changing times, positioning ESG at the center of our management and turning industrial transformation into an opportunity. Through sustainable growth, responsible supply chains, and innovative technology development, we will evolve into a trusted mobility partner for all. Together with our stakeholders, we will continue to build a better tomorrow.

Thank you.

to the changing times, positioning ESG at the center of hrough sustainable growth, responsible supply chains, partner for all. Together with our stakeholders, we will

Namyang Nexmo CEO **Jinyong Hong** 



## **About NAMYANG NEXMO**

**ESG** 

Goals

Founded in 1969, NAMYANG NEXMO is a leading automotive parts company in South Korea. Based on our exceptional technical expertise, we manufacture key components for steering and braking systems, working with major domestic and international car manufacturers, including Hyundai-Kia and BMW. NAMYANG NEXMO is committed to developing new technologies, including steering and braking systems as well as eco-friendly automotive parts, through continuous investment in research and development to actively enter the future automotive market. We have expanded our global presence, starting with establishing a subsidiary in China in 2003 and now operating local subsidiaries in Poland, Mexico, and India. Additionally, we operate offices in North America and Germany to strengthen overseas sales. We are actively pursuing overseas business to increase the global market share. NAMYANG NEXMO aims for sustainable growth by entering the future automotive market, expanding global market share, and developing new technologies. With our core values of safety, quality, in and ethics, we are positioning NAMYANG NEXMO as a company that contributes to society.

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	임직원

Company Name	Namyang Nexmo
CEO	Jin-yong Hong, In-kyu Cha, Jae-hyun Han
Establishment	May 9, 1969
Location	150, Mongnae-ro, Danwon-gu, Ansan-si, Gyeonggi-do, South Korea
Industry	Automotive Parts Manufacturing
Credit Rating	BB+

#### Safety **Technology** Human **Mission** Prioritization of people and life Responsible for everyone's safety Realization of value throu under the philosophy of respecting through technology and quality cutting-edge technology life We make Next Mobility **Vision** We relentlessly challenge **Better Better** We think and act ahead of time. **Better** We always prioritize our customers and Core ourselves without giving Way Speed Value leading the era. strive to create new value. Value

(Vision) Establish a sustainable corporate ecosystem through safe and eco-friendly company operations.

(Goals) Achieve zero environmental risks, major accidents, and corruption.





브레이크 디스크

Global 2.8%

## **About NAMYANG NEXMO**

#### **Awards and Certifications**

NAMYANG NEXMO has received various awards related to quality and adheres to global standards in quality, environment, safety, and security.

# **Major Awards**



Grand Quality 5-Star, Hyundai Motor Group

2013



Quality 5-Star, Hyundai Motor Group

2004~

※ Renewed annually



**Supplier Quality Excellence Award** 

General Motors

2023

## **Major Certifications**



Automotive Quality Management System



Quality Management System



Environmental Management System



Safety and Health System



Anti-Corruption Management System



Automotive Information Security Certification





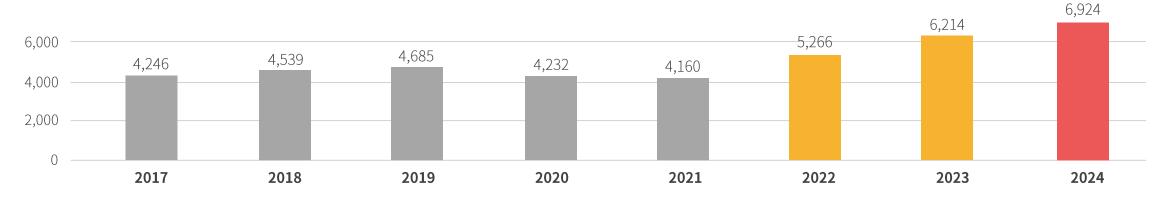
International Software Evaluation Certification Software Development Process

International Standard for

## **About NAMYANG NEXMO**

#### **Sales Performance by Year**

(Consolidated Basis / Unit: 100 Million KRW)



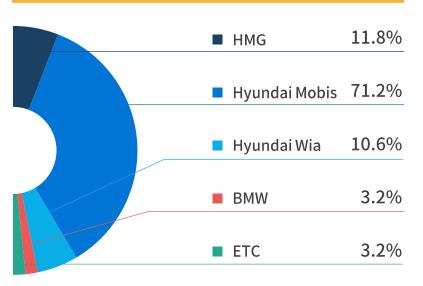
As of 2024

#### **Key Financial Highlights**

(Unit: 100 Million KRW)

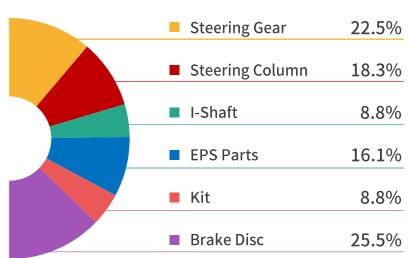
Category	2022	2023	2024
Total Asset	3,850	4,379	4,791
Sales	5,266	6,214	6,924
Gross Profit of Sales	386	471	603
Operating Profit	17	36	54
Net Income	4	88	(41)

#### **Sales Proportion by Customer**



#### **Sales Proportion by Product**

As of 2024



## **About NAMYANG NEXMO**

## History

Since its establishment in 1969, NAMYANG NEXMO has grown into a specialized automotive parts company. Celebrating its 50th anniversary in 2019, we are now preparing for a new future as a mobility company.



**1969 - 1999** 





2000 - 2018







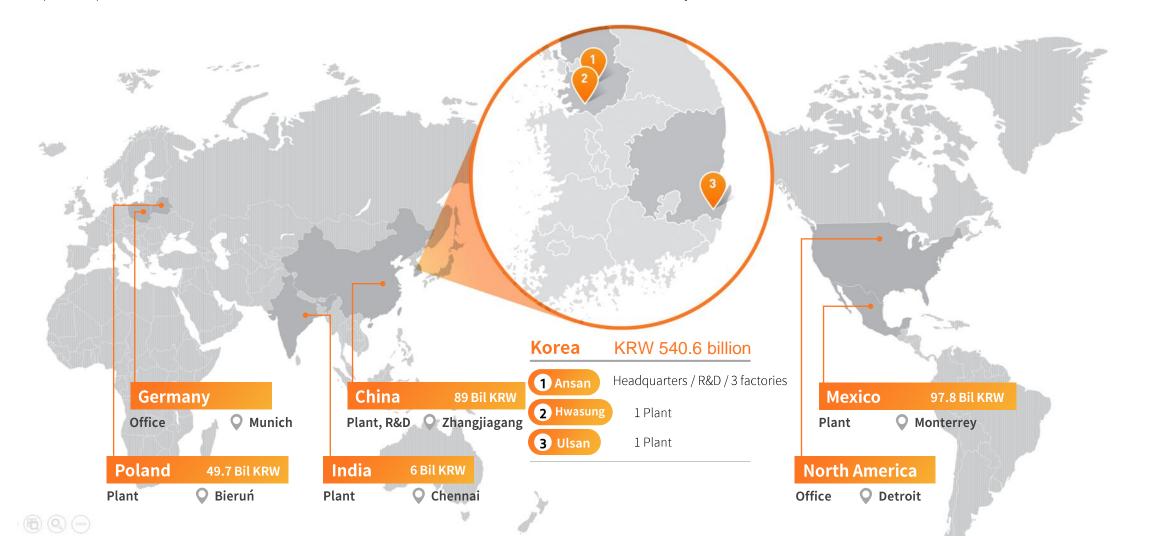
2019~

2019.01	Renamed to NAMYANG NEXMO
2021.04	Established Mexican subsidiary
2021.10	Launched new Ulsan Plant operations
2022.03	Production of Steering Gear Assembly
2023.05	Production of Sensor & Worm Wheel
2024.01	Established joint venture in India
2025.04	Launched Hawsung NEC

## **About NAMYANG NEXMO**

#### **Domestic and Global Business Locations**

총 We operate 9 plants (5 domestic, 4 overseas), 2 R&D centers (Korea, China), and 2 overseas sales offices (Germany, USA).



## **About NAMYANG NEXMO**

## **Customers**

NAMYANG NEXMO counts Hyundai Motor Group, BMW, GM, and other global top brand companies as its clients and collaborates with numerous global Tier 1 parts suppliers.

**OEMs: 14 companies** Tier 1 suppliers: 12 companies

















































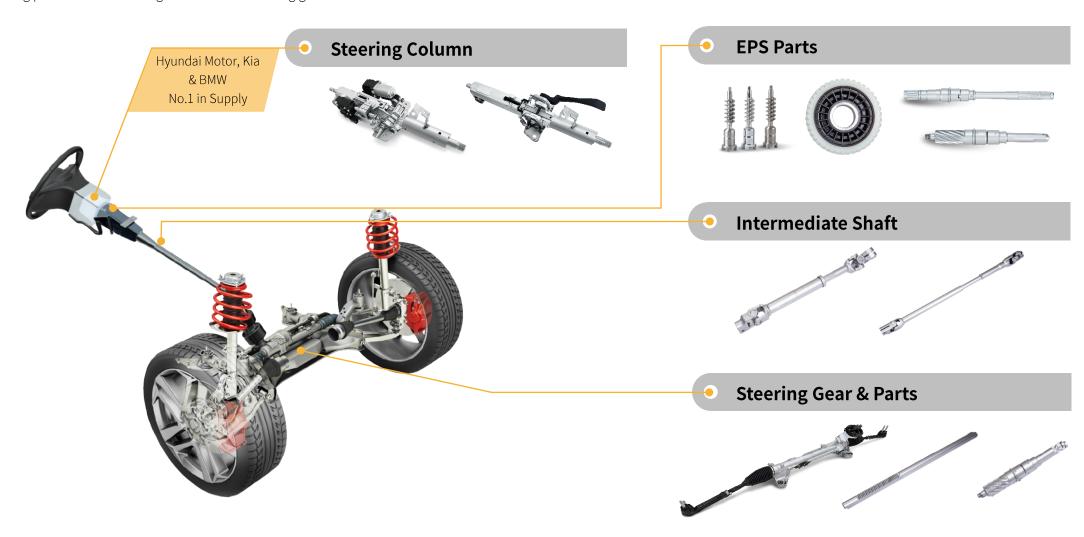




## **About NAMYANG NEXMO**

## **Business Overview – Steering Parts**

Steering parts such as steering columns and steering gears account for 74.5% of NAMYANG NEXMO's total sales.



## **About NAMYANG NEXMO**

## **Business Overview - Braking Parts**

NAMYANG NEXMO's braking parts, such as brake discs, account for 25.5% of total sales.

These parts function to slow down or stop a moving vehicle.









#### **Brake Disc**

A part where pads are pressed against both sides of a disc that rotates with the vehicle's wheels, creating friction to slow down and stop the vehicle

## Hybrid Brake Disc

A hybrid brake disc that applies aluminum to the HAT portion (designed for hub mounting), improving the weight disadvantage of traditional brake discs

#### **Brake Drum**

A braking part that reduces rotational force by pressing the lining against the drum

# **ESG Management Framework**

## **ESG Goals by Sector**

We are making continuous efforts to establish an ESG management system for sustainable growth.



#### **Environmental**

- Establishment of Zero-Accident, Green Business Sites
- 10.7% Reduction in Electricity Consumption Compared to the Previous Year
- 11.0% Reduction in Total Greenhouse Gas Emissions
- Maintenance of Environmental and Occupational Health & Safety Management System Certifications (ISO 14001, ISO 45001)

#### Social

- Sustainable Employment of Persons with Disabilities
- Introduction of Flexible Work Arrangements
- Expansion and Improvement of Employee Welfare Programs
- Enhanced Community Contribution Activities (Volunteering and Donations)
- Operation of Win-Win Partnership Fund for Suppliers
- Management of Company Newsletter and Employee Communication Channels
- Strengthening Employee Training Programs

#### Governance

- Operation of ESG CFT Organization in 2021
- Acquisition of TISAX Information Security Certification
- Acquisition of Anti-Bribery Management System Certification (ISO 37001:2016) in 2024
- Zero Information Security Incidents for Three Consecutive Years
- Zero Cases of Fair Trade Violations

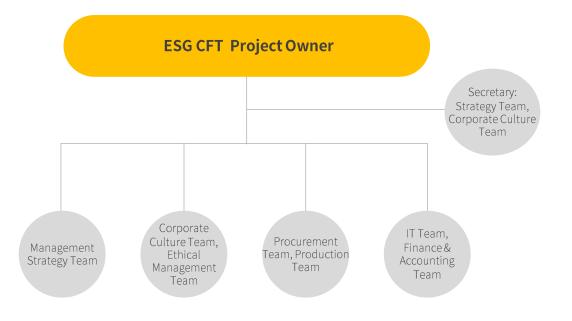
# **ESG Management System**

#### **ESG Management Governance**

NAMYANG NEXMO strives to grow into a better company by managing its business based on ESG principles, working together with customers who use its products and services, as well as employees, shareholders, and partners, both internal and external stakeholders. We have established and comply with standards and regulations related to environmental safety during product manufacturing. Through sound business activities and transparent and fair corporate governance, NAMYANG NEXMO practices ESG management. Moreover, we focus on corporate social responsibility and sustainability, continuously contributing to the growth and development of individuals, society, and the nation.

#### ESG 경영 조직 체계

Organizational Goals	Contribute to the growth of the company, society, and the nation through     ESG management
Basic Structure	<ul> <li>Establish and operate a CFT (Cross-Functional Team) for ESG management</li> <li>Key Departments: Management Strategy Team (Lead), Corporate Culture Team, Procurement &amp; Development Team, IT Team</li> <li>Supporting Departments: Production Team, Production Technology Team, Finance &amp; Accounting Team, Research Planning Team, and other relevant teams</li> </ul>
Operational Plan	<ul> <li>Appoint key representatives from each department for prompt support and collaboration on ESG-related matters</li> <li>Major decisions will be presented and resolved at the management strategy meeting through the CFT leader</li> </ul>



# Stakeholder Engagement and Communication

Namyang Nexmo defines its key stakeholder groups as customers, employees, partner companies, shareholders, local communities, and government entities. The company engages with each group through diverse communication channels, gathering their input and actively reflecting it across all aspects of management.

#### Customer

Communication Objectives	Channels & Tools
<ul> <li>Satisfy the requirements of domestic and international finished cars and TIER 1 customers</li> <li>Product quality and safety management considering driver's safety</li> <li>Project progress and schedule</li> </ul>	<ul> <li>Management and Customer Satisfaction Survey</li> <li>Participation in each automotive subcommittee</li> <li>Project updates reflecting customer feedback</li> </ul>

#### **Shareholders**

Communication Objectives	Channels & Tools
<ul> <li>Maximize investment value through efficient management activities for shareholders</li> <li>Provide updates on financial performance</li> <li>Report on sustainability program goals</li> </ul>	<ul><li>Board meetings</li><li>Attendance at technical briefings</li><li>Production and updates catalogs</li><li>Publication of sustainability reports</li></ul>

#### **Employees**

Communication Objectives	Channels & Tools
<ul> <li>Build a corporate culture of open communication</li> <li>Share corporate vision and mid- to long-term growth objectives</li> <li>Provide training and direction</li> </ul>	<ul> <li>Executive messages, online/offline memos</li> <li>Labor-management negotiations Training sessions</li> <li>Employee clubs and union activities</li> </ul>

#### **Local Community**

Communication Objectives	Channels & Tools
<ul> <li>Address safety issues</li> <li>Contribute to job creation</li> <li>Engage in social contribution and community programs</li> </ul>	<ul><li>Volunteer activities in cooperation</li><li>Participation in community events</li><li>Volunteer work by employees</li><li>Community donation activities</li></ul>

#### **Government**

Communication Objectives	Channels & Tools
<ul> <li>Ensure compliance with project</li> <li>Fulfill social responsibility</li> <li>Implement environmental protection and safety policies</li> </ul>	<ul> <li>Regular policy meetings and briefings</li> <li>Submission of compliance reports</li> <li>Regular updates to strengthen cooperation with government</li> </ul>

#### **Partner Companies**

Communication Objectives	Channels & Tools
<ul><li>Share progress of joint projects</li><li>Evaluate and share partner performance</li><li>Cooperate on supply chain management and sustainability</li></ul>	<ul> <li>Partner meetings</li> <li>Training on quality, IT security, and communications</li> <li>Regular partner evaluations</li> <li>Technical guidance for partners</li> </ul>

We operate R&D centers in Korea and China, with an integrated system that covers everything from preliminary research to development, testing and evaluation, mass production support, and technical management.

I Name: NAMYANG NEXMO Tech Center

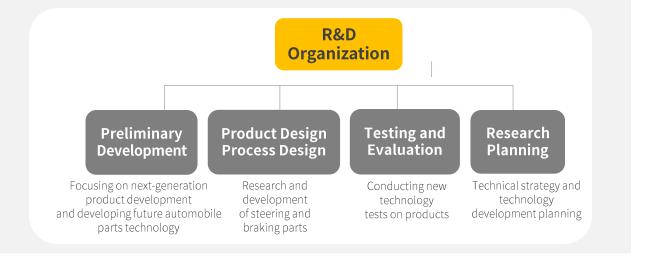
I Date of Establishment: April 1992

I Research Staff: 130 Persons (as of 2023)

I Development Areas: Steering and braking technology, motors, etc.

I Location: 150, Mongnae-ro, Danwon-gu, Ansan-si, Gyeonggi-do, South Korea





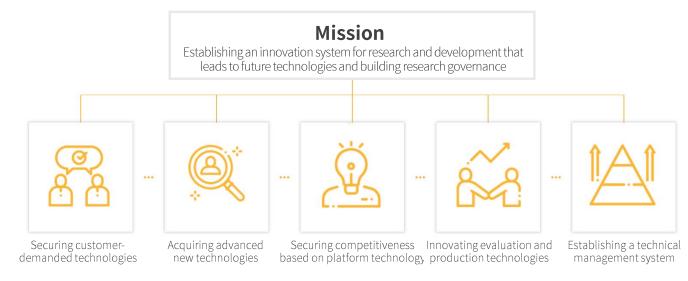
#### **Objective**

Expanding future-oriented talents and reorganizing the organizational structure to lead future technologies

Expanding infrastructure in key future strategic areas, such as research facilities and equipment

Establishing a research network to promote the development of future automobiles and related industry parts

Improving the organizational culture to foster an open innovation ecosystem

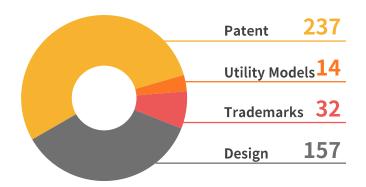


## Sustainable Future Business

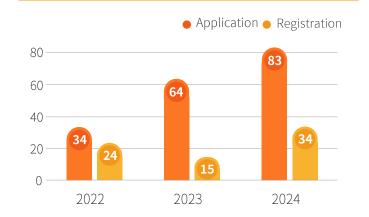
We operate R&D centers in Korea and China, with an integrated system that covers everything from preliminary research to development, testing and evaluation, mass production support, and technical management.



#### **Intellectual Property Status**



# **Status of Intellectual Property Applications and Registrations**





Developing futuristic steering technologies, such as a retractable electric column to secure space for driver comfort during autonomous driving and integration with Steer by Wire (SBW) systems are tractable electric column to secure space for driver comfort during autonomous driving and integration with Steer by Wire (SBW) systems are tractable electric column to secure space for driver comfort during autonomous driving and integration with Steer by Wire (SBW) systems are tractable electric column to secure space for driver comfort during autonomous driving and integration with Steer by Wire (SBW) systems are tractable electric column to secure space for driver comfort during autonomous driving and integration with Steer by Wire (SBW) systems are tractable electric column to secure space for driver comfort during autonomous driving and integration with Steer by Wire (SBW) systems are tractable electric column to secure space for driver comfort during autonomous driving and integration with Steer by Wire (SBW) systems are tractable electric column to secure space for driver contains the secure space for driver contains a space for driver contains a space for driver contains and the secure space for driver contains a space for driver contains

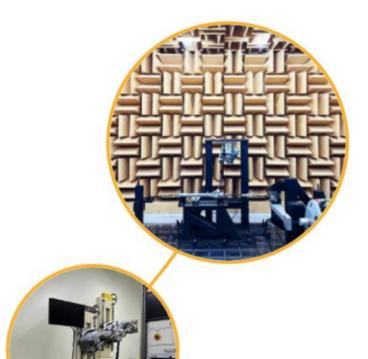


Developing new disc materials with improved strength, corrosion resistance, and wear resistance, while reducing dust emissions, in line with carbon neutrality efforts and the expansion of electric vehicles



Developing connected autonomous vehicles (CAVs) and mobile stations (ground control and battery charging units), based on proprietary electrification technology

We have a system to independently evaluate the performance of our products to meet all customer and government requirements.



#### **Performance**

Evaluating steering products for rotational torque, vibration, noise, and other required criteria

\* Column performance tester, real vehicle angle rotational torque tester, anechoic chamber, etc.

# Strength

Assessing the strength of steering parts, which are critical safety parts, by testing compression, torsion, and product durability in drop tests

\* Dynamic compression tester, torsional strength tester, etc.

#### **Durability**

Conducting various durability performance evaluations tailored to customer specifications and managing the data

\* Complex environment rotational durability tester, steering gear durability tester

#### Regulation

Testing and evaluation to meet the mandatory specifications related to automotive regulations

\* Steering impact tester, etc.

#### **Environment**

Evaluating performance requirements such as corrosion resistance and impact strength under various environmental conditions

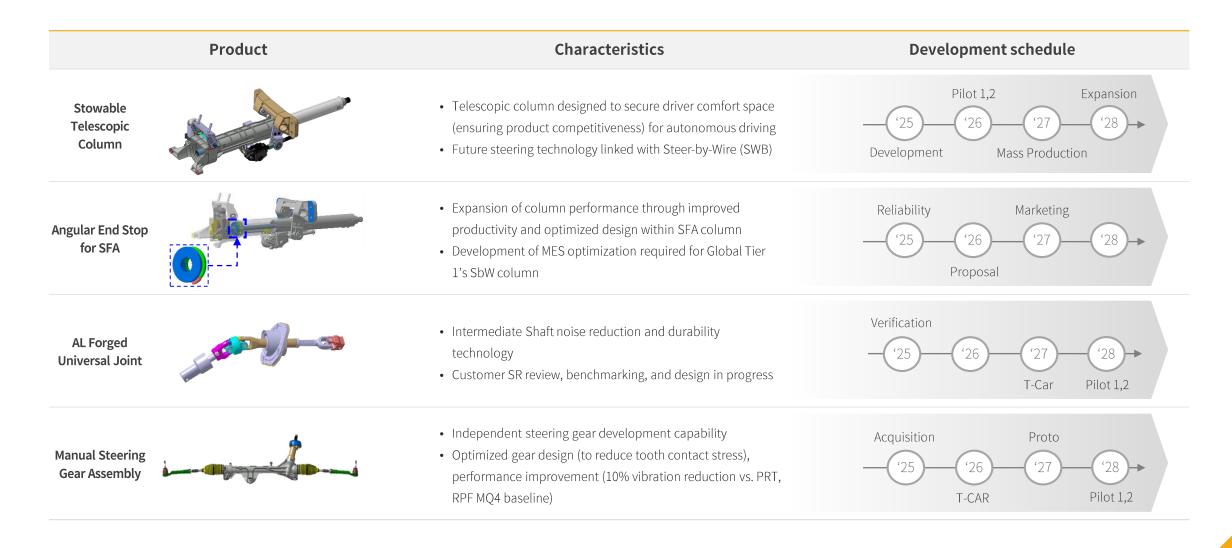
\* Temperature and humidity chamber, thermal shock tester, salt spray tester, etc.

#### **Others**

Equipped with evaluation devices that can simulate the same conditions as a real vehicle for testing steering electronic components

\* HILS (Hardware in the Loop Simulation)

#### Mid to Long Term Product Development Plan



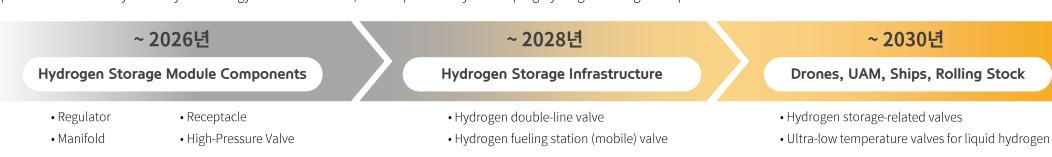
#### **Motor Business - Portfolio**

In line with the era of eco-friendly and electrified mobility, we are developing motors and controllers with specialized performance and functionality.

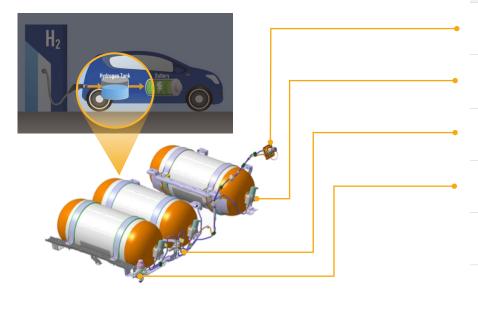
	Product	Feature	Developed Products a	nd Application Areas
MSO Motor		<ul> <li>Maximizing the slot fill factor of electric motors up to 78%</li> <li>High-output motor with compact size and lightweight design</li> <li>Enhanced durability with improved cooling performance</li> </ul>	25~100kW Motor  Electric Boats / Vessles	
ED Motor		<ul> <li>Independent multi-phase structure enabling continuous operation even with partial winding damage</li> <li>Compliance with Navy defense EMC (electromagnetic compatibility) standards</li> <li>Noise and vibration optimized product</li> </ul>		<b>Notor</b> narine
Orone Motor	Eminana (1975)	<ul> <li>Promoting 100% localization of drone motors</li> <li>Achieving weight reduction and maximizing efficiency</li> <li>Offering a wide range of motor specifications</li> <li>Coreless-type motors specialized for environmental durability (waterproof/dustproof) and rotational efficiency</li> </ul>	Controller Module	Motors of 500W~2kW  Drone (2~13kg)
Motor Controller		<ul> <li>Motor control for electric ships and defense applications</li> <li>Drone motor control (FOC, with motor aging detection function)</li> </ul>		nt of Dedicated for Each Motor

## **Hydrogen Business - Portfolio**

In response to eco-friendly mobility and energy transition trends, we are proactively developing hydrogen storage components and valves.



#### **Hydrogen Vehicle Storage System Components**



	_		
Product	Feature	KC	
Receptacle Filling	Hydrogen charging fuel inlet, prevention of internal gas backflow	2026	
Hydrogen Tank Valve	<ul> <li>Hydrogen charging/discharge control, thermal pressure relief device (TPRD)</li> </ul>	2028	
Manifold	<ul> <li>Supply of charging/discharging gas, prevention of internal gas backflow</li> </ul>	2026	
Hydrogen Pressure Regulator	Hydrogen pressure control device, prevention of outlet overpressure	2027	
Direct Pipe Fitting	Medium/high-pressure pipe fitting component	2026	
Liquid Hydrogen PRVMFD	<ul> <li>Prevention of overcurrent in fuel cell power transmission</li> </ul>	2028	

# **Environmental and Safety Management System**

Namyang Nexmo establishes and operates an Environmental, Health, and Safety (EHS) management system and plans, while convening a quarterly Occupational Safety and Health Committee. Through this framework, the company reviews, monitors, and carries out key activities related to accident prevention and environmental safety. In addition, the CEO and relevant executives participate annually in formulating the Environmental and Safety Management Plan, which is then approved by the Board of Directors.

#### **Environmental and Safety Management**

01	Compliance	with Environ	mental ar	nd Safety	Regulations
----	------------	--------------	-----------	-----------	-------------

- **02** Establishment of an Environmental and Safety Management System
- 03 Operation of an Environmental and Safety Organization
- **04** Continuous Improvement Activities for Environment and Safety
- **05** Strengthening Environmental and Safety Competence
- 06 Implementation of Environmental and Safety Policies

Category	Achievements
Safety/ Health	<ul> <li>Implementation of improvements related to the Serious Accidents Punishment Act and Industrial Safety and Health Act</li> <li>Operation of revised methods for regular safety/health training- Improvement of risk assessment operations</li> <li>Execution of comprehensive health checkups and management of high-risk groups (hypertension, diabetes, liver disease, vascular disorders, obesity, etc.)</li> </ul>
Environment	Identification and reduction of energy-saving items     Establishment of renewable energy usage plans     Maintenance and management of air pollution prevention facilities

## **Environmental Impact Management**

#### Prevention of Industrial Accidents

To prevent workplace accidents, Namyang Nexmo conducts monthly safety training and inspections, sharing identified issues during inspections to ensure corrective action and improvement. In particular, in 2022, the company carried out a comprehensive survey of hazardous substances used across all sites and established a database, thereby striving to build accident-free workplaces.

#### **∧** Waste Management

All wastewater and waste generated by Namyang Nexmo are registered and processed through the government's official system to ensure full compliance. Waste is handled according to the appropriate treatment method for each type, while performance reporting is continuously carried out through systems such as the Waste Disposal Charge Program and the Resource Circulation Information System. These efforts minimize the risk of legal violations.





# **Quality Management**

Namyang Nexmo's quality management system is established based on the IATF 16949 standard and is implemented through the methodology of continuous improvement, with a focus on defect prevention as well as the reduction of variation and waste. The company adheres to the eight quality management principles of IATF 16949. In addition, with the goal of achieving customer delight, Namyang Nexmo actively promotes employee-driven proposals and innovation activities, thereby concentrating its capabilities on customer satisfaction, competitive advantage, and new technology development.

### **Quality Management Policy and Governance System**

Namyang Nexmo establishes quality strategies and management standards and strives to secure strong quality competitiveness.

The company operates a close collaborative system across relevant departments to maintain a comprehensive quality assurance framework that spans the entire product lifecycle—from development and mass production to phase-out. Centered on the Quality Assurance Team, regular quality innovation meetings are held to oversee the quality of all products, thereby driving continuous improvement and ensuring customer satisfaction.

#### **Quality Management Process**



PLAN	DO	CHECK	ACTION
<ul> <li>Identify quality management processes</li> <li>Identify process interactions</li> </ul>	Provide necessary resources and information for process operation	Monitor, measure, and analyze process performance	Implement continuous improvement and corrective measures based on process performance



Slogan for ZeroOne



IATF 16949



ISO 9001

# Climate Change Response

NAMYANG NEXMO recognizes the government's greenhouse gas reduction policies and the global challenges of climate change and is implementing eco-friendly management. Each team conducts environmental impact assessments, setting annual environmental protection goals and managing their performance. We are also striving to establish and operate eco-friendly workplaces.

#### **Energy Efficiency Improvement**

To improve energy efficiency in both work sites and offices, we have enhanced energy efficiency by repairing plants and buildings.

Efforts to improve energy efficiency are ongoing, including overhauling or replacing aging production lines and repairing heating and cooling systems.

#### **Environmental Ecosystem Preservation Activities**

Through voluntary participation of employees at each business site, NAMYANG NEXMO is conducting beautification activities around the facilities, fulfilling its responsibilities as a local community member.



ISO 14001

#### **Greenhouse Gas Emission Reduction Activities**

We are actively working to reduce carbon emissions by replacing company vehicles with electric vehicles and encouraging using employee shuttle buses when commuting. To continuously use renewable energy, NAMYANG NEXMO is preparing to install solar panels in 2026.

# Safety and Health Management

NAMYANG NEXMO prioritizes the safety and health of its employees by establishing and operating a company-wide safety and health management system.

#### **Employee Safety and Health Policy**

To create a safe workplace, we identify and manage risk factors. Each team establishes and manages detailed action plans for environmental safety management, enhancing employees' safety awareness.

#### **Employee Safety and Health Policy**

To identify and manage risks within processes, we mark risk levels for each facility/location and assign special personnel to regularly, periodically, and specifically inspect high-risk areas. Preventive activities are also conducted, and specialized safety training for employees is provided annually.

#### **Autonomous Departmental Safety and Health Management Activities**

All departments collaborate with the Environmental Safety Team to select safety and health inspection themes suitable for their specific characteristics. Through voluntary inspections, we identify and improve risk factors. Additionally, a site-line responsibility system has been introduced, where each department establishes and implements safety and health plans, and a reward system is in operation to recognize these efforts.



ISO 45001

# Safety and Health Management

## **Health Management Activities**

NAMYANG NEXMO operates various employee health checkup programs to promote the health of both our employees and employees from partner companies. We run prevention programs for musculoskeletal and vascular diseases. We have hired professional medical staff members with nursing backgrounds to provide special management for employees with identified health concerns, enhancing their safety and health. Additionally, annual health checkups are offered to employees' spouses to ensure the health of employees' families. Moreover, by partnering with nearby hospitals, we reduce the burden of medical expenses for employees.

Item	Details		
Employee Health Checkup	Annual health checkup for all employees		
Health Management for Individuals with Abnormal Findings	Special health management for employees with conditions such as hypertension, overweight, suspected liver disease, diabetes, etc.		
Spouse Health Checkup	Annual health checkup for spouses at a partnered hospital		
Comprehensive Health Checkup Every 5 Years	Comprehensive health checkup conducted every five years		
Smoking Cessation Program	Program for employees wishing to quit smoking		

#### **Workplace Environment Management**

We are promoting improvements in the work environment to create a comfortable working space and prevent occupational diseases. Work environment measurements are conducted in accordance with occupational safety and health laws and internal regulations, with the results being disclosed on the company bulletin board after approval from the Occupational Safety and Health Committee. Through this process, we take appropriate measures such as facility improvements and the installation of safety equipment to protect the health of our employees

- 1. Measuring Agency: Hando Occupational & Environmental Health Center
- 2. Purpose of Measurement: In accordance with Article 125 of the Occupational Safety and Health Act, the purpose of the measurements is to assess how much workers are exposed to harmful factors such as noise, dust, and hazardous chemicals generated during work.
  - It is to improve facilities and equipment to create a clean working environment, thereby contributing to the protection of workers and improving productivity.
- 3. Measurement Frequency: Twice a year (every 6 months)
- 4. Target: Noise, oil mist, welding fumes, organic solvents, etc.

# **Human Resource Management**

We secure outstanding talent through a fair and transparent recruitment policy and enhance human competitiveness by systematically strengthening employee capabilities. Additionally, we foster a work-friendly environment so that employees can work happily, and we operate various welfare programs.

#### **Ideal Talent**

#### **HRD Strategic Goals**

Level-up enterprise-wide competency required for organizational survival/growth

Establish a foundation for capability enhancement and value investment to realize the organizational vision

Foster a continuous self-development atmosphere and enhance communication among employees



#### **Passion**

A person who does their best with affection and passion for their work



#### Creation

A person who actively embraces change through creativity and innovation in a rapidly changing competitive environment



#### **Professional**

A person who leads in their field, setting the standard for technical expertise

## **Personnel System**

#### \* KPI-Based Personnel System

Systematically connects individual goals with company-wide and department goals, setting individual and team objectives, and compiling monthly performance and progress

#### **Evaluation of Individual Competencies and Abilities**

Conducts performance and competency evaluations 1 to 2 times a year based on job performance / Conducts continuous observation and periodic monthly meetings to review work progress

#### **Personal Performance Increment System**

Encourages gradual performance improvement by recording and reflecting each individual's competencies and achievements annually

#### **Promotion System**

Through deliberation of the personnel evaluation committee, decisions are made after comprehensive evaluations, including individual performance appraisals, work attitude, years of service, career experience, and age.

## **Business Culture**

## **Human Rights Education**

NAMYANG NEXMO not only complies with relevant laws and regulations but also strives to respect the human rights of each employee. To this end, we conduct annual training and have established related provisions in our employment regulations.

#### **Personnel Status**

	Category	2022 2023 202		2024
<b>.</b> .	Total	836	869	896
Status	Average	148 Months	159 Months	157 Months
	Disabled workers (Recognized by the Korea Employment Agency for the Disabled)	18	16	16
	Disabled workers Newly hired	2	1	3
		Conducted (December 2022)	Conducted (December 2023)	Conducted (October 2022)
Related Achievements	Training conducted	생Respect for life, sexual harassment prevention, improvement of disability awareness, personal information protection, etc.		
Industrial Accidents -		-	-	

<sup>\*\*</sup> Relevant Regulations: [Chapter 12: Gender Equality in Employment and Maternity Protection],
[Chapter 13: Prohibition and Prevention of Sexual Harassment], [Chapter 14: Prohibition and Prevention of Workplace Bullying]



NAMYANG NEXMO has newly established roles such as "dormitory cleaning" that are suitable for disabled workers and continues to hire additional disabled workers to fulfill its corporate social responsibility actively.

#### **Welfare Benefits**

NAMYANG NEXMO secures outstanding talent through a fair and transparent recruitment policy and enhances human competitiveness by systematically strengthening employee capabilities. To make employees work happily, we have also introduced a flexible working system to create an autonomous work environment and operate various welfare benefit programs.

[Childcare and educational support for children]

[Support for vacation expenses and resort facilities]

[Rewards for long-term service, overseas trips with spouses]

[Honors for retirees]

[Health checkups for employees and their spouses]

[Birthday gifts for spouses]

I Sustainability I Environment Social Introduction Governance | Appendix

## **Business Culture**

#### **Welfare Benefits**

#### [Employee Loan Support Program]

Cafeteria

- Available to employees with over 2 years of service
- Loan limits and interest rates: KRW 30 million housing purchase loan
- KRW 20 million housing rental deposit loan
- KRW 15 million living stability loan / Interest rate: 1% per year







#### [Gifts, Bonuses, Company Dinners, and Sportswear Distribution]

- Gifts: Distributed during Lunar New Year, Chuseok, and the labor union general assembly (year-end)
- Bonus: Distributed on the company's anniversary (May 9)
- Support for company dinners and sportswear

#### [Various Employee Convenience Facilities]

- Cafeteria
- Commuter bus service
- Dormitory
- In-house café



#### **Strengthening Employee Communication**

 $NAMYANG\ NEXMO\ conducts\ an\ annual\ employee\ satisfaction\ survey\ to\ improve\ staff\ satisfaction\ with\ the\ company\ and\ address\ any\ grievances.$ Additionally, to enhance communication between the company, employees, and staff, a company newsletter is published every other month, and for convenience, an online webzine is also in operation. To transparently and actively communicate the company's vision and management direction to employees, we plan and share a "Leader's Talk" message each month, written by the management team.







Category	Unit	2023	2024	Difference
Employee Satisfaction Survey (Positive response rate, %)	Welfare Benefits	51.8	52.0	▲ 0.2
	Work Environment	80.6	82.6	<b>▲</b> 2.0
	Satisfaction	51.7	54.9	▲ 3.2
	Culture	61.9	66.5	<b>▲</b> 4.6
	Training	52.8	52.8	-
	Relations	62.4	66.5	<b>▲</b> 4.1
Overall Average		57.4	60.1	▲ 2.7

Newsletter: http://webzine.nynexmo.com

# Sustainable Supply Chain Management



We promote fair and transparent contracts in all transactions and strictly apply the same standards in dealings with partner companies. We also require our partners to follow the same principles, thereby fostering a fair business environment.

B Collaboration with Local Communities

Through cooperation with local communities, we contribute to regional economic development by fostering local talent, creating jobs, and operating economic revitalization programs, thereby pursuing mutual growth with society.

Symbiosis with Customers

We actively reflect customer demands and feedback in the development of new products and improvement of services. This helps maximize customer satisfaction and maintain long-term relationships. Through regular customer meetings, seminars, and workshops, we strengthen mutual trust and understanding.

Sustainable Supply Chain Management

To build a sustainable supply chain, we implement eco-friendly and ethical procurement policies and apply ESG standards throughout the supply chain, from environment and safety to governance, thereby creating a sustainable business environment.

Participation and Development of Internal Workforce

We ensure that all employees understand the company's shared growth goals and support their application in daily work. We also promote employees' personal expertise and growth, thereby reinforcing a culture of shared success within the organization.

#### **Fair Partner Management System**

- Establishment and operation of systems
- Induction of fair-trade agreements among partner companies



# **Competitiveness through Win-Win Cooperation**

• Technical guidance and protection for partner companies.



#### Stable Procurement through Supply Chain Management

• Increase the proportion of eco-friendly raw material purchases



# **Co-Prosperity**

NAMYANG NEXMO grows with partners and builds a framework for a sustainable future.

We support the growth of the partners and fosters mutually beneficial relationships, listening to various opinions such as partner issues, improvement suggestions, and dispute resolution.

Appendix

- In all business dealings, tasks are always performed following fair and lawful procedures.
- No unjust or illegal actions are committed by abusing superior authority or a dominant position.
- Efforts are made to nurture globally competitive partners, and systematic programs are developed and operated to support them.
- Mutual respect and courtesy are maintained when conducting business with partners.

#### **Listening to Partner's Opinions**

NAMYANG NEXMO gathers and reviews various demands and opinions from its partners, providing feedback on the results. Through this process, we continuously strive to address and improve issues raised by our partners.

Procedure	Managing Department
Opinion Gathering	Purchasing Team
Review	Relevant Teams
Result Feedback	Purchasing Team

## **Operation of Meeting**

NAMYANG NEXMO holds annual cooperation meetings to foster communication channels by sharing NAMYANG NEXMO's mid- to long-term vision and strategy, technical information, and updates on changes in the automotive market.

The cooperation meetings are held twice a year and are actively utilized as a communication channel between NAMYANG and its partners.

- 1) First Half: Sharing NAMYANG NEXMO's vision, mid- to long-term strategies, technical information, and awarding outstanding partners
- 2) Second Half: Holding outdoor events to enhance communication channels with representatives of partners

Regular Consultation Channels	Overview and Frequency
Cooperation Meeting	Sharing mid- to long-term vision, awarding outstanding partners, outdoor events (twice a year)
Partner Group Meetings	Introduction of the host company, line tour, and group-specific meetings (held once a year per group)
Drawing Review Meeting	Identifying challenges in the manufacturing process of products developed by partners (as needed)
Pre-Quality Assurance Meeting	Identifying and sharing solutions for quality issues in products developed by partners (as needed)
SQ Process Inspection	Inspecting and sharing process improvement plans for partners' processes (once a year per target company)

# **Co-Prosperity**

### **Fair Trade with Partners**

NAMYANG NEXMO signs a fair trade and co-prosperity agreement and a standard subcontract agreement annually with partners.

Additionally, we request that first-tier partners comply with fair trade guidelines to ensure that second- and third-tier partners are also engaged in fair trade practices.

Fair Trade Guidelines	Key Contents	
Fair Selection of Partners	Partners are selected based on procedures and criteria for selecting suppliers.	
Prohibition of Child Labor Exploitation	No transactions are made with products involving child labor exploitation from developing countries.	
Compliance with Parts Development Contract Terms	The volume, timeline, and transaction standards for developing parts are clearly defined when requesting development.	

Contract Management	Management Cycle
Fair Trade and Co-prosperity Agreement	Annually
Standard Subcontract Framework Agreement	Annually

### **Partner Support Activities**

NAMYANG NEXMO is providing a coffee truck to encourage the employees of three awarded companies from the cooperation meeting.

Category	Ssangjin Corporation, Inc. (Grand Award)	Sebang (Co-Proseprity)	Youngwan (Quality Excellence)
Schedule	June 18, 2024	June 20, 2024	June 21, 2024
Photos of Event	SSANGJIN  Monstar  fine Holivial  2024년 남양백스모 올해의 협력자 전정	SERANG PRECICION ( SERANG PRECICION ( SHIP GIVEN CHE SHIP SHIP GIVEN CHE SHIP SHIP GIVEN CHE SHIP SHIP GIVEN CHE SHIP SHIP GIVEN CHE SHIP SHIP SHIP SHIP SHIP SHIP SHIP SHIP	Source Manager of the State of

# **Co-Prosperity**

## **Supporting Partner Productivity/Quality Improvement**

NAMYANG NEXMO supports improving productivity and quality through on-site guidance, technical support in collaboration with HKMC, and quality assurance inspections.

No.	Category	Partners	Period	Remarks
1	On-site guidance and support for partners	28	2024 Feb ~ Nov	SQ Director & Purchasing Policy Target
2	Co-prosperity technical support for partners	3	2024 May ~ Aug	HKMC Small and Medium Co-prosperity Partner Co-prosperity Support Team & Namyang Nexmo Purchase Support Team
3	WORST partners quality assurance inspection	6	2024 March, October	First half of the year / Second half of the year (Director: CEO of Namyang Nexmo)

#### **Partner Education Support**

NAMYANG NEXMO guides its partners on the free HKMC GPC training and manages the training records.

Category	Target Companies	Training Records	Offline	Online
GPC Training	24 Companies	138 Cases	30 Cases (22%)	108 Cases (78%)

#### **Co-Prosperity Fund for Partner Companies**

Namyang Nexmo operates a Shared Growth Fund to promote co-prosperity with its partner companies, providing continuous financial support to partners facing working-capital shortages—including assistance for liquidity constraints caused by revenue declines, funding for facility investment expenditures, and support for raw-material procurement in response to recent sharp increases in raw-material prices.

Category	2022	2023	2024	Total
Fund	180 Million KRW	210 Million KRW	170 Million KRW	560 Million KRW

## Social Contribution

#### **Donations and In-Kind Support**

Provided financial contributions and in-kind support to the House of the Little Lamb, a welfare facility for persons with severe disabilities in Ansan, and to the Green Umbrella Children's Foundation.

Unit: 1 Mil KRW

Category		2023	2024
	Cash	20.0	20.0
Volunteer Participation	Expenses	-	-
	In-Kind Contribution	4.1	4.5



#### Participation in volunteer activities and blood donation

May 2024: Sponsored daily necessities for the residential facility for persons with severe disabilities.

October 2024: Donated funds to the Green Umbrella Children's Foundation.

**November 2024**: Sponsored daily necessities and organized employee volunteer activities at the residential facility for persons with severe disabilities.









## Information Protection

Information protection is a key factor that determines the success or failure of a company and is a vital asset to the organization.

As a specialized automotive parts company, NAMYANG NEXMO rigorously protects and manages important customer information and internal business secrets and strengthens its information protection management system and related systems to prevent employees from leaking any information acquired during their duties to external parties.

#### Information Protection Management System

NAMYANG NEXMO operates an information protection management system to efficiently manage and protect the company's key information and assets. Through this system, the company complies with relevant domestic and international laws, such as the Information and Communications Network Act and the Personal Information Protection Act, effectively preventing and responding to security incidents. To prevent the leakage of customer information and internal business secrets, NAMYANG NEXMO has obtained the HKMC Information Security Management System (H-ISMS) certification and the TISAX certification, the information security certification for the European automotive industry. The company maintains a security governance system with the same information security processes at its overseas subsidiaries as it does at its domestic business sites.

#### **Information Protection Organization**

NAMYANG NEXMO has appointed a Chief Information Security Officer (CISO) and a Chief Privacy Officer (CPO) to actively address information security issues. In addition, the company has separated the technical and administrative security departments, organizing an information protection council to establish a response system that allows for immediate action in the event of a breach.

1. Plan (Establish and manage information protection policies)	2. Do (Operate and manage security policies)	3. Check (Check information protection)	4. Act (Prepare improvement measures)
<ul> <li>Establish information protection guidelines and standards</li> <li>Develop information protection strategies</li> <li>Formulate an annual information protection plan (including education/inspection plans)</li> </ul>	Implement information protection policies (execution and operation according to security standards)     Conduct employee awareness training (information protection / personal information protection)     Implement information protection protection improvements and initiatives	Perform information protection inspections (personal information protection/infrastructure inspection, vulnerability diagnosis, penetration testing, etc.) Conduct employee awareness training exercises (e.g. simulated phishing email training)  Assess information protection levels (measure security levels)	<ul> <li>Define improvement measures and initiatives for the following year</li> <li>Revise or establish information protection guidelines and standards</li> </ul>

Information Protection Management Organization			
	Administrative Security  Manager  (Management Strategy  Team)		
Chief Security Officer (Head of Business Support Division)	Physical Security Manager (Corporate Culture Team)		
	Technical Security Manager (IT Team)		



## Information Protection

#### **Internal Information Leakage Prevention System**

To prevent security incidents such as internal information leakage caused by malicious intent, NAMYANG NEXMO operates systems such as PC security, domain virtualization, and intelligent threat response systems. The company also enforces access control solutions and applies two-factor authentication to control unauthorized access to servers, databases, and devices. Access to the data center is strictly controlled, allowing only authorized personnel, and network usage is regularly monitored to prevent information leakage and security incidents.

# Education and Management for External/Partner Companies' Information Protection

To prevent information security incidents caused by external personnel or partner companies, NAMYANG NEXMO provides information protection training and conducts regular internal inspections on related matters.

When working with external partners, we prioritize security issues and request NDAs and pledges to ensure compliance with security regulations.

#### **Information Protection Training for Employees**

To raise employee awareness of information security and personal data protection, NAMYANG NEXMO conducts online and offline training sessions for new hires and job-specific employee training. Additionally, the company hosts various activities to enhance employees' security awareness, such as requiring security pledge agreements, conducting information protection drills, ransomware prevention training, and holding "Security Day" events.

#### **Backup Management**

To ensure business continuity, NAMYANG NEXMO operates a backup center. We prepare for accidents by performing real-time backups of key internal systems and conducting regular recovery drills.

#### **Certified as an Excellent Information Protection Company**

NAMYANG NEXMO has been certified in the H-ISMS (Information Security Management System) audit, organized by the Hyundai-Kia Motor Group.

H-ISMS is an information security certification for Hyundai-Kia Motor Group partners and is only granted to companies that pass rigorous audits across all areas of information security, including information protection policies, physical security, and system access control.





## Governance

In an increasingly uncertain business environment, attention is shifting toward long-term corporate growth and value creation. To achieve this, establishing a solid and transparent governance and management system is essential. Namyang Nexmo is enhancing its corporate value through timely measures such as forming a balanced Board of Directors, launching an ESG Committee, and ensuring transparent disclosure of information to shareholders and investors.

#### **Board of Directors Operations**

Regular board meetings are held in the first month of each quarter (January, April, July, and October), while extraordinary meetings are convened as needed. The standing directors are responsible for convening the board meetings. Decisions that are critically related to company management are formally registered as agenda items and resolved, thereby ensuring an integrated and systematic governance framework.

Category		Unit	2022	2023	2024	Name	Position	Term End Date
Board of Directors	Number of Meetings	Times	15	13	20	Yoo, Mikyung	Chairperson of the Board (Inside Director)	2025.03.30
	Attendance Rate	%	99%	100%	100%	Hong, Jinyong	CEO (Executive Director)	2025.08.30
	Inside Directors	Persons	4	4	4	Cha, Ingyu	CEO (Executive Director)	2025.08.30
	Outside Directors	Persons	1	1	1	Han, Jaehyun	CEO (Executive Director)	2024.03.30
	Total Agenda Items	Cases	18	18	20	Lee, Jiwon	Outside Auditor	2025.03.29

# **Ethical Management**

### **Prevention System for Internal Information Leakage**



03

04

05

#### **Ethics Education and Training**

Place the highest priority on customer value and satisfaction, and provide honest and transparent services to customers.

#### **Operation of Reporting and Feedback Mechanisms**

Operate mechanisms that allow anonymous reporting and feedback.

#### **Establishment of an Ethics** Committee

Establish an independent and professional Ethics Committee to address ethical issues.

#### Implementation of Sanction and **Reward Systems**

Introduce a system of sanctions for ethical violations and rewards for ethical excellence. of Fthics and Standards of Practice.

#### **Continuous Improvement and Updates**

Continuously improve and update the Code

#### **Customer Orientation**



Place the highest priority on customer value and satisfaction, and provide honest and transparent services.

#### **Integrity and Transparency**



Maintain integrity in all operations and ensure transparency both internally and externally.

#### **Sustainability**



Pursue environmentally friendly and socially responsible management for long-term sustainability.

#### **Respect for Employees**



Respect all employees, provide a fair and safe working environment, and protect labor rights.

#### **Fair Management**



Promote fair management and transactions while striving to prevent corruption and conflicts of interest.

#### **Respect for Stakeholders**



Respect all stakeholders and actively engage in communication with them.

# **Ethical Management**

NAMYANG NEXMO practices ethical management to realize its management philosophy of value creation through innovation and respect for humanity. To this end, we have established an Ethical Charter to provide employees with standards for practicing ethical management. Based on this, it has also developed an Employee Code of Ethics and Ethical Action Guidelines.

Additionally, to prevent unethical behavior in advance, we distribute an ethical management notice twice a year to all employees and partner companies.

Violations can be reported through the company's ethical management website (www.ethics.nynexmo.com). Furthermore, to emphasize and raise awareness of the importance of ethical behavior within the organization, employees are required to sign an ethical management pledge. We also operate various ethics training programs to strengthen ethical awareness and disseminate it throughout the organization.

### **Establishment of Ethical Management Team**

Recognizing the importance of ethical management, NAMYANG NEXMO established and began operating the Ethical Management Team in January 2024. This team reports directly to the CEO and is responsible for overseeing the company's overall ethical management operations.



### **Ethics Charter**

In order to create new and infinite value in the future mobility market, we aim to be a respected company that contributes to customers, shareholders, partners, and local communities based on the core values of Namyang Nexmo in "Better Way, Better Speed, Better Value." Accordingly, we have established the following Charter of Ethics as a standard for corporate social responsibility and fulfill its original role.

- 1 We aim to be an ethical company by complying with domestic and international regulations and practicing rational and transparent management.
- We commit to doing our best to protect the rights and interests of our customers, realizing customer value creation.
- We strive to establish a fair trade order with our partners, creating a bright and healthy corporate culture.
- We pursue being a company of top talent, respecting the diversity of our employees without discrimination, and providing a safe and pleasant working environment.
- As members of the local community, we fulfill the social responsibilities and duties required of businesses, contributing to the development of the nation and humanity

# **Ethical Management**

NAMYANG NEXMO is committed to enhancing transparency in management and fulfilling social responsibilities through the Code of Ethics and Anti-Corruption Policy, which uphold fundamental principles. By doing so, we gain the trust of our stakeholders—customers, shareholders, partners, and the local community—and strive to grow and develop together.

### **Code of Ethics**

- 1) We comply with laws and business standards as national and local community members.
- 2) We strive to monitor and prevent the occurrence of corrupt practices.
- 3) We do not solicit or accept any money, gifts, entertainment, compensation, requests, or conveniences from partners.
- 4) We must protect the company's physical assets, intellectual property, and trade secrets, and must not use the company's assets or confidential information for personal purposes.
- 5) We do not disclose or leak any confidential information obtained from customers, partners, or through work-related matters.
- 6) We respect each other and use polite language in interactions with partners and employees.
- 7) We maintain a healthy lifestyle and prevent any misconduct, such as unhealthy personal behavior or employee bullying.
- 8) We do not engage in any physical, verbal, or visual actions or remarks that may cause sexual discomfort.
- 9) We provide equal growth opportunities regardless of gender or background and take responsibility for the results of our work.
- 10) We make every effort to protect the environment, ensure customer safety, and prevent accidents.

### **Anti-Corruption Policy**

- 1) All employees of NAMYANG NEXMO must not give or receive any money, entertainment, conveniences, or bribes that exceed established standards.
- 2) All employees of NAMYANG NEXMO must comply with all domestic and international laws related to corruption, such as the "Improper Solicitation and Graft Act," the "Act on the Protection of Public Interest Whistleblowers," the "Foreign Corrupt Practices Act," and the "Bribery Act," as well as NAMYANG NEXMO's internal regulations.
- 3) The CEO grants independent responsibility and authority to the Anti-Corruption Compliance Officer, who is responsible for overseeing the establishment, operation, and improvement of the anti-corruption management system.
- 4) If any employee of NAMYANG NEXMO becomes aware of a violation of anti-corruption laws or regulations, they must immediately report it to the Anti-Corruption Compliance Officer.

  The Anti-Corruption Compliance Officer must keep the identity of the whistleblower confidential, protect them from any disadvantages resulting from the report, and establish measures to prevent recurrence.
- 5) NAMYANG NEXMO applies a zero-tolerance policy in cases where employees violate this policy or related laws and regulations or if NAMYANG NEXMO fails to take reasonable steps to prevent such violations, once they are discovered, and disciplinary actions being taken in accordance with company regulations.
- 6) NAMYANG NEXMO continuously monitors, improves, and develops its anti-corruption management system to achieve the goals of this policy.

# **Ethical Management**

### **Online Reporting System**

This system targets unethical behaviors by all stakeholders related to the company.

- Workplace bullying or sexual harassment that undermines a healthy organizational culture
- Unfair trade practices, such as violations of the Fair Transactions in Subcontracting Act
- Violations of laws related to transactions with the company
- Embezzlement of company assets, leakage, or improper use of intellectual property
- Acts that cause economic loss to the company through improper means or intent
- Bullying and sexual harassment that impairs sound organizational culture
- Unethical acts, such as using one's position to make unreasonable demands or accepting money, gifts, or entertainment
- Illegal acceptance of money or unreasonable demands on partners

### **Reporting Process**



### **Protecting Whistleblower's Confidentiality**

- 1) The identity of the whistleblower and the details of the report will be kept strictly confidential.
- 2) No information that could reveal or infer the whistleblower's identity will be disclosed without their consent.
- 3) The company will take all necessary measures and make every effort to ensure that whistleblowers, those who indicate their intention to report, those who cooperate with the report, and those who participate or assist in the investigation (hereafter referred to as whistleblowers, etc.) do not face any disadvantages or discrimination due to the report.
- 4) If a whistleblower experiences any disadvantage or discrimination as a result of their report, he or she may request protection from the Ethical Management Team.

  The company will ensure no further harm occurs and will take all measures to restore the whistleblower's situation.
- 5) Retaliation against whistleblowers is strictly prohibited, and any such acts will result in severe disciplinary action.
- 6) If someone was involved in a corrupt act but voluntarily reported it later, disciplinary measures may be mitigated.

### **Core Risk Management Process**



# **Key Financial Status**

Category	Unit	2022	2023	2024
Revenue	KRW million	438,817	540,606	536,207
Operating Profit (Loss)	KRW million	-2,095	11,234	5,010
Operating Profit Margin	%	-0.5%	2.1%	0.9%
Net Profit (Loss)	KRW million	193	8,650	-4,289
Net Profit Margin	%	0.0%	1.6%	0.0%
Total Assets	KRW million	324,074	356,410	377,407
Current Assets	KRW million	112,745	126,076	142,749
Non-Current Assets	KRW million	211,328	230,334	234,657
Total Liabilities	KRW million	205,719	226,082	250,616
Total Equity	KRW million	118,354	130,327	126,790

Appendix

### **Social Contribution**

Category		Unit	2022	2023	2024
	Total donation amount		22.2	24.1	24.5
Contributions to Social Contribution	Company composition		11.7	13.8	13.7
(by subject of creation)	Compensation of executives and employees	KRW million	10.5	10.3	10.8
Contributions to Social Contribution	Cash		20.0	20.0	20.0
(by form of creation)	Actual stocks		2.2	4.1	4.5
	Participants	Persons	75	87	100
Social Contribution Performance	Beneficiaries	Persons	100	100	100
Employees' volunteer activities	Number of Participants	Persons	15	29	19
	Volunteer hours per persons	Hours	4	4	4

Appendix

### **Distribution of Economic Value**

Cate	gory	Unit	2022	2023	2024
Employees	Salaries	KRW million	50,528	50,788	56,123
	Welfare Expenses		6,825	7,839	8,394
Government	Corporate Tax Expenses		2,122	-119	996
Community	Company Donations		10	11	18.1
	Employee Donations		11	11	6

#### **R&D Investment**

Category	Unit	2022	2023	2024
R&D Expenses	IXDVA/:II:	9,328	8,798	8,796
Government Grants	KRW million	880	705	823
R&D Expenses as of Revenue	%	2.5%	1.6%	1.6%
Cumulative Patent Registrations	Cases	208	220	237

# **Employee Safety and Health**

Category	Unit	2022	2023	2024
Number of Industrial Accidents	Cases	1	-	-
Number of Injured Workers	Persons	1	-	-
Number of Lost Workdays	Days	150	-	-

Appendix

### **Water Usage**

Category	Unit	2022	2023	2024
Total Annual Water Usage	ton	32,577	34,086	32,577

### Waste

	Category		Unit	2022	2023	2024
	Total Waste		ton	1,100	1,231	1,212
	Treatment Costs		KRW million	136.3	164.1	187.4
	Total Used Water		ton	941	1,001	858
	Treatment Costs		KRW million	98.9	109.3	102.9
	Total Used Oil		ton	159	230	354
	Treatment Costs		KRW million	37.4	54.8	84.5
	Recycling			-	-	-
Methods	Incineration General Designated	ton	-	-	-	
		Designated		1,100	1,231	1,212

# **Performance Data**

### **Energy Usage**

Category		Unit	2022	2023	2024
Energy	Electricity	KWh	20,686,626	22,523,460	20,103,696
	Gas	m <sup>3</sup>	241,793	366,903	319,679
Renewable Energy	-	MWh	-	-	-

### **Greenhouse Gas Emissions**



Category		Unit	2019	2023	2024
Total Er	missions		17,760.516	16,957.917	15,790.405
	South Korea		1,131.694	1,054.839	907.384
	China		224.097	231.545	242.026
Scope 1	Poland	tCO2eq	71.345	90.863	87.869
	Mexico		-	71.322	71.039
	Total Direct Emissions		1427.136	1,448.569	1,308.318
	South Korea		9,984.473	10,347.515	9,235.851
	China		5,947.677	3,887.155	3,005.069
Scope 2	Poland		401.230	546.230	472.935
	Mexico		-	728.448	1,768.232
	Total Indirect Emissions		16,333.380	15,509.348	14,482.087

<sup>\*</sup> Acquisition of third-party certification for the base year (2019, 2023, 2024) by request of the customer's 2025 "third-party certification of emissions from partner business sites"

### **Personnel**

Category		Unit	2022	2023	2024
To	otal		836	869	896
Du Frankrum ent Turk	Full-Time		813	851	875
By Employment Type	Non-Regular		23	18	22
Condor	Male	Persons	797	831	854
Gender	Female		39	38	42
	Under 30		54	66	68
By Age	30 to 50		645	674	678
	Over 50		137	129	150
Years of Service	Full-Time	Years	15.1	13.5	13.1
	Non-Regular		6.7	5.8	6.1

Appendix

### **Employment Status**

Category	Unit	2022	2023	2024
Darsons with Disabilities	Persons	16	16	16
Persons with Disabilities	%	1.9%	1.8%	1.8%
	Persons	16	18	23
Female General Managers ①	%	5.7%	6.3%	7.4%
Famala Evacutiva Managara (2)	Persons	1	1	1
Female Executive Managers ②	%	6.7%	5.6%	4.5%
Veterans	Persons	5	7	7
	%	0.6%	0.8%	0.8%

# Performance Data

#### **Turnover Rate and Years of Service**

Category	Unit	2022	2023	2024
Total Turnovers	Persons	59	31	9
Overall Turnover Rate	%	7.1%	3.6%	2.5%
Voluntary Turnover Rate ①	%	7.1%	3.2%	2.5%
Average Years of Service, Based on Turnover (Regular Employees)	Years	10.7	4.7	3.1
Average Years of Service, Based on Turnover (Non-Regular Employees)	Years	18.5	1.1	9.5

#### **New Hires**

Cate	egory	Unit	2022	2023	2024
Total			78	69	46
Employment Type	Regular Employees	Persons	70	68	40
Employment Type	Non-Regular Employees		8	1	6
6 1	Male		71	65	41
Gender	Female		7	4	5

① Calculated as (Number of Female General Managers) / (Total Number of Managers), excluding executives ② Calculated as (Number of Female Executives) / (Total Number of Executives)

### **Employee Performance Evaluation**

Category	Unit	2022	2023	2024
Number of Employees Who Received Regular Performance Evaluations	- 명の	248	285	296
Percentage of Employees Who Received Regular Performance Evaluations	%	29.7%	32.8%	33.0%

# **Employees Training Status**

Category		Unit	2022	2023	2024
Training Cost	Total	KRW million	119	213	189
Training Hours	Total	House	29,034	33,464	36,624
Training Hours	Training Hours per Employee	Hours	35	40	43
General Training	Total	Hours	26,460	30,944	33,939
(Job Skills, Leadership, etc.)	Training Hours per Employee		32	37	39
Training on Preventing Sexual Harassment	Total	Hours	2,574	2,520	2,685
Human Rights Training (Workplace Bullying, etc.)	Training Hours per Employee	Hours	3	3	3

# **Maternity and Parental Leave**

Category		Unit	2022	2023	2024
Parental Leave	Number of Employees Using Leave	Persons	20	19	21
	Number of Employees Returning from Leave		19	18	20
	Return Rate	%	95.0%	94.7%	95.2%
Maternity Leave	Number of Employees Using Leave		47	26	17
	Number of Employees Returning from Leave	Persons	47	26	17
	Return Rate	%	100%	100%	100%

### **Retirement Pension Status**

Category	Unit	2022	2023	2024
Number of Participants (DC)	Persons	148	153	167
Fund Size - Separate (DC)	KRW million	3,082	3,554	4,225
Number of Participants (DB)	Persons	632	643	726
Fund Size - Consolidated (DB)	KRW million	24,334	28,338	29,745

### **Partner Company Status**

Category	Unit	2022	2023	2024
Total Number of Partner Companies	Units	140	138	131
Total Purchase Amount from Partner Companies ①	KRW 100 million	4,170	5,471	5,645

### **Shared Growth Activities**

Category		Unit	2022	2023	2024
	Amount Raised by Financial Institutions (A)	KRW million	-	-	-
Co Drognovity Fund	Amount Raised by Namyang Nexmo (B)		1,300	-	-
Co-Prosperity Fund	Total Fund Raised (A+B)		1,300	-	-
	Executed Amount		1,300	-	-
Early Payment of Holiday Funds	Executed Amount		38,902	40,819	-
	Number of Training Courses	- Units Persons	8	37	84
Education Support	Number of Participating Partner Companies		5	12	24
	Number of Graduates		9	58	138
Incentives for Outstanding Partners	Awards for Outstanding Companies	Units	3	3	3

### Fines and Non-Monetary Sanctions for Legal and Regulatory Violations

Cate	Category		2022	2023	2024
Legal and Regulatory Violations	Total Fines Imposed	KRW million	-	-	-
	Number of Lawsuits Filed	Cases	-	-	-
	Number of Non-Monetary Sanctions	Cases	-	-	-
Fair Tunda Vialatia an	Number of Fair Trade Violations	Cases	-	-	-
Fair Trade Violations	Amount of Fines Imposed	KRW million	-	-	-
Internal Ethics/Corruption and Compliance Checks	Number of Compliance Checks	Times	-	-	1

Appendix

### **Information Protection Violations**

Category		Unit	2022	2023	2024
Number of Information Security Violations/Incidents Related to Customer Personal Information		Cases	-	-	-
Number of Customers Affected by Data Breach Incidents		Persons	-	-	-
Total Amount of Fines or Penalties Paid Due to Information Security or Cybersecurity Violations		KRW million	-	-	-
Security Personnel	Number of Security Personnel	Persons	1	1	2
	Number of Security Personnel Who Completed Human Rights Training		1	1	1



# **THANK YOU**

Sustainability Report 2024



Better Way. Better Speed. Better Value.