

## CHARTER OF SUSTAINABILITY COMMITTEE

Ayala Land Inc. (the “Corporation”) recognizes sustainable development as the foundation for high-performing, successful and forward-looking business. It adopts the Brundtland Report's definition of sustainable development as development that 'meets the needs of the present without compromising the ability of future generations to meet their own needs.' Ayala Land seeks to embed a conscious understanding of economic, social and environmental interdependencies to create long term value for its stakeholders.

The Board of Directors (“Board”) hereby adopts this Charter of the Sustainability Committee (“Committee”).

### **Section 1. Membership**

#### **1.1 Composition**

The Committee shall be composed of at least three (3) members as determined by the Board. The Board shall designate the Chairman of the Committee.

The Committee has to be composed in such a way that it possesses, as a group, the necessary knowledge, skills and experience required to properly perform its duties.

The Committee shall regularly review its composition, taking into consideration the progressing standards of the Corporation, and best practices in sustainable development.

#### **1.2 Term**

The Board shall appoint the members of the Committee at its annual organizational meeting and each member shall serve upon his election until the next organizational meeting of the Board unless removed or replaced by the Board.

#### **1.3 Vacancy**

Any vacancy in the Committee caused by the death, resignation, or disqualification of member, or by any other cause, may be filled by the Board. The member elected to fill the vacancy shall hold office for the remainder of the term, or until his successor shall have been duly elected and have qualified.

#### **1.4 Compensation**

The members of the Sustainability Committee shall receive such compensation as the Board of Directors may fix and determine.

## **Section 2. Powers, Duties and Responsibilities of Committee**

The Sustainability Committee has the following powers, duties and responsibilities:

- 2.1 Provide oversight, identify and assesses significant social, ethical and environmental interdependencies that might impact on the long-term business objective of ALI to be recognized as a responsible and sustainable Corporation in the property sector;
- 2.2 Guide policy-making in the Corporation's sustainability program, and ensure full Corporation support and alignment with the Ayala Group of Companies' commitment to sustainable development;
- 2.3 Regularly monitor new and innovative technologies, processes and practices that will permit the Corporation to attain sustainable growth;
- 2.4 Regularly review both current and proposed partnerships and relationships with stakeholders that support the Corporation's sustainable growth;
- 2.5 Regularly evaluate the Corporation's communication and marketing strategies related to sustainable growth;
- 2.6 Review the sustainability-related content of the Corporation's annual report prior to its issuance;

## **Section 3. Resolutions and Actions**

### **3.1 Meetings, Quorums and Actions**

- a. The Committee shall meet in person, teleconference or video conferencing facility or through such other similar means at least once a year at a time and place determined by its Chairman, with further meetings to occur when deemed necessary or desirable by the Sustainability Committee or its Chairman.
- b. As a general rule, Committee meetings shall be announced at least two weeks in advance. Notice of meetings may be given by any customary means of communication (e.g. by e-mail, in writing, by telephone, by telefax, etc.). The notice shall specify the time and place of the meeting and include a detailed agenda.
- c. Two thirds (2/3) of members shall constitute a quorum for the holding of a Committee meeting.
- d. The majority vote of all members shall be necessary to approve an act or resolution of the Committee.
- e. Committee meetings shall be chaired by the Chairman of the Committee or, in his or her absence, by a member chosen by the members in attendance.

- f. Attendance of members at Committee meetings shall be disclosed in the Corporation's annual report.
- g. Actions of the Committee may also be taken by written consent (in physical, electronic or digital format) by majority of the members when deemed necessary or desirable by the Committee or its Chairman.

### 3.2 Minutes

Minutes of the Committee meeting will be recorded and maintained by the Corporate Secretary, who may be assisted by the Urban and Regional Planning Division, or the Corporate Human Resources Group.

### 3.3 Reports to the Board

The Chairman of the Committee or his designate shall report to the Board all actions of the Committee at the meeting of the Board following such actions.

An act of the Sustainability Committee which is within the scope of its powers shall not require ratification or approval by the Board for its validity and effectivity. However, any such act shall be subject to revision or alteration by the Board, provided that no rights of third parties shall be affected by any revision or alteration.

## **Section 4. Miscellaneous**

### 4.1. Access to Information

The Committee shall have free and full access to all relevant information, data, records, properties and personnel of the Corporation.

### 4.2. Technical Assistance

The Sustainability Council, Corporate Secretary, Corporate Human Resources Group, management and personnel of the Corporation shall provide assistance and support to the Committee.

The Committee may also invite such members of management and other persons to its meetings and may secure independent expert and/or professional advice as it may deem desirable or appropriate.

### 4.3. Records/Confidentiality

The Corporate Secretary, who may be assisted by the Urban and Regional Planning Division or the Corporate Human Resources Group, shall keep and have custody of the records of the Committee. Except for information that are required to be disclosed pursuant to law or regulations issued by competent government authorities, the records shall be kept confidential.

4.4. Annual Review/Self-Evaluation

This Charter shall be reviewed by the Committee annually. Any proposed changes shall be approved by the Board.

The Committee shall conduct a yearly self-evaluation of its own performance.

4.5. Effectivity

This Charter shall take effect when approved by the Board.