External audits show progress

Thomas Maersk - Plot 59, Y.S Investments audit status (No. of findings):

<table>
<thead>
<tr>
<th>Third Party Code of Conduct (RP) – 167 elements</th>
<th>Health, Safety and Environment (HSE) – 62 elements</th>
</tr>
</thead>
<tbody>
<tr>
<td>Critical</td>
<td>Major non-conformity</td>
</tr>
<tr>
<td>Major and Minor</td>
<td>Non-conformity</td>
</tr>
<tr>
<td>Total</td>
<td></td>
</tr>
</tbody>
</table>

Note:
1. For HSE audits conducted by Class Lloyd's Register (LR), the final report includes 'observation', which reflects deviance from best practices and provide Class LR’s view, but is as such not a non-compliance to Maersk RSRS. There was 1 observation at the end of the recycling of the subject vessel.
2. For RP audits conducted there was 1 major open finding concerning exceeded overtime working hours. This finding goes for Turkey as well and is a widespread outstanding issue in many industries. In July ‘19, an additional finding on lack of fire safety certificate was raised leading to two findings. This finding was closed in Dec ‘19.
3. The external audit progress demonstrates that engagement on the ground leads to swift improvements related to RSRS compliance.

There were no open critical findings or major non-conformances at the time of commencement of ship recycling operations of Thomas Maersk at Plot 59, Y.S Investments.