

From June 2019 to June 2020

July, 2020

To our interested stakeholders:

We are pleased to confirm that **HATCH! VENTURES VIETNAM** *(HATCH!)* reaffirms its support of the Ten Principles of United Nations Global Compact in the areas of Human Rights, Labour, Environment, and Anti-Corruption.

In this annual Communication on Progress, we describe our actions to continually improve the integration of the Global Compact and its principles into our business strategy, culture and daily operation; and to engage in collaborative projects which advance the broader development goals of the United Nations, particularly the Sustainable Development Goals (SDG).

*HATCH*! also commit to share this information with our stakeholders using our primary channel of communication.

Sincerely,

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|                 | Assessment, policy and goals  | Implementation   | Measurement of outcome  |
|-----------------|---|--|---|
| HUMAN<br>RIGHTS | Assessment, policy and goals<br>HATCH!'s policies support the<br>Universal Declaration of Human<br>Rights.<br>All employees perform the work<br>they do with full consent.<br>HATCH!'s employees sign<br>contracts that clearly state their<br>work hours, work load, and<br>compensation.<br>HATCH! is committed to uphold<br>the rights and dignity of all its<br>employees through the creation of<br>a work environment characterized<br>by professionalism, fairness,<br>openness, trust and respect | ImplementationWe base our hiring decision solelyon skills, experience, andcompetencies of applicants.Selection criteria and proceduresare kept under review to ensure thatindividuals are selected, employed,appraised, promoted and otherwisetreated on the basis of their relevantmerits, abilities and aspirations. Allemployees are given equality ofopportunity and encouraged toprocess within the organization. | Measurement of outcome<br>In HATCH!, we monitor our<br>growth not only in number, but<br>also in the scope of diversity that<br>our organization covers. The<br>company comprises people from<br>various backgrounds, various<br>cultures and various skill sets.<br>HATCH! fosters a culture of<br>respect and teamwork. Teams<br>communicate constantly, for<br>collaboration and for monitoring<br>each other's work performance at<br>the workplace and compliance<br>with company policies. Each<br>employee is free to voice any<br>concern and resolve these issues<br>with their supervisors and/or with<br>HR. In the same token, they are<br>free to report any violations of<br>company rules. |
| LABOUR          | HATCH! believes that association<br>and collective bargaining are<br>fundamental employee rights.   | Compensation<br>HATCH! pays all employees  | HATCH! has not been involved<br>in any investigations, legal cases<br>or other relevant events related to   |
|                 | Presently, HATCH!'s employee<br>discuss work conditions, employee<br>relations, and terms of employment<br>with their supervisors and with  | HATCH! pays all employees<br>pursuant to local labour laws.<br>Regular work time does not exceed<br>eight hours per day, six days per<br>week.   | contravention of the Global<br>Compact Labour Principles.<br>Employees are given clear<br>information regarding their   |



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HR. There is currently no trade union present, and the company puts no ban on its establishment.

HATCH! upholds the elimination of forced labour. All HATCH! employees are compensated for the work they do, at rate and during the hours that are agreed upon before they sign their work contract. All employees have the freedom to end their employment at HATCH!, as long as they follow the clearly enumerated exit procedures in accordance with company policies.

HATCH! recognizes international and local laws on child labour. The company fully supports and implements these policies.

We ensure that no job applicant or employee receives less favourable treatment on the grounds of gender, color, nationality, ethnic or national origin, marital status, sexuality, religion, political belief or disability; or be disadvantaged by criteria which cannot be shown Exit procedures

Employees who wish to resign must submit a letter of resignation dated at least 30 days before the effective date of resignation. They should address the letter to their supervisor and HR officer. That letter will be acknowledged with appropriate written acceptance upon recommendation of the manager concerned.

Standard exit procedure includes clearance from all departments, as well as an exit interview to ascertain reasons for leaving HATCH! and to determine areas of concern needing management attention.

#### Age requirement

HATCH! ensures that all employees are of legal working age according to law.

working hours and requirement, and are free to make use of all welfare facilities provided including break areas, kitchen, and rest room, etc. HATCH! has not been subjected to any health and safety statutory notices or prosecutions in the last year.

HATCH! has employees working on both a full-time and part-time/flexible working basis and does not discriminate against anyone on their job role, occupation or employment status.



|         | to be instificable in terms of each |                                      |                                    |
|---------|-------------------------------------|--------------------------------------|------------------------------------|
|         | to be justifiable in terms of good  |                                      |                                    |
|         | employment practice.                |                                      |                                    |
|         | HATCH! recognizes the need to be    | Employees are often advised to       | The company's environmental        |
|         | environmentally responsible. As a   | print documents only when            | initiatives ensure a clean, green  |
|         | growing company, HATCH!'s           | necessary. Employees are             | and safe workplace; as well as     |
|         | current environmental actions are   | encouraged to print on both sides.   | lower consumption of printing      |
| ENVIRON | small, yet precautionary and        | Sharing documents and                | supplies and less solid waste.     |
| MENT    | concrete. With collaborative tools, | collaborating within teams are often |                                    |
|         | the company's collaboration         | done online, through Email, Cloud    |                                    |
|         | methods among internal teams and    | or other online collaborative tools. |                                    |
|         | with customers are mostly           |                                      |                                    |
|         | paperless.                          |                                      |                                    |
|         | HATCH! hold its employees to the    | At HATCH!, the accounting            | HATCH! has not been involved       |
|         | highest standards regarding         | department maintains accurate        | in any legal cases, rulings, or    |
|         | corruption in all its forms.        | records which properly and fairly    | other events related to corruption |
|         | HATCH! adhere to the Vietnamese     | document all financial transactions  | or bribery.                        |
| ANTI-CO | Anti-Corruption Law to maintain a   | and auditors review financial        |                                    |
| RRUPTIO | strict ethics policy, and it is     | records annually.                    |                                    |
| Ν       | financially audited by an outside   |                                      |                                    |
|         | organization.                       | HATCH!'s policies have no            |                                    |
|         |                                     | tolerance for systematic corruption  |                                    |
|         |                                     | or bribery that could be seen as     |                                    |
|         |                                     | malfeasance.                         |                                    |