Environmental Impact and Carbon Neutrality Plan

Confidential Legal Document

Nexus Intelligent Systems, Inc.

1. PRELIMINARY DECLARATIONS

1 Purpose

This Environmental Impact and Carbon Neutrality Plan ("Plan") is established by Nexus Intelligent Systems, Inc. (the "Company") to formalize its comprehensive strategy for environmental sustainability, carbon emissions reduction, and corporate responsibility in alignment with global climate objectives.

2 Scope of Application

This Plan shall apply to all corporate operations, including:

- Corporate headquarters
- Research and development facilities
- Cloud computing infrastructure
- Third-party vendor and supply chain interactions
- Employee travel and commuting programs

2. BASELINE ENVIRONMENTAL ASSESSMENT

1 Carbon Emissions Inventory

The Company commits to conducting a comprehensive carbon emissions inventory annually, encompassing:

- a) Direct Scope 1 emissions from owned facilities and vehicle fleet
- b) Indirect Scope 2 emissions from purchased electricity and energy consumption
- c) Comprehensive Scope 3 emissions including supply chain, business travel, and employee commuting

2 Current Emissions Profile

As of January 2024, the Company's estimated carbon footprint is:

- Total Annual Carbon Emissions: 1,247 metric tons CO2e
- Emissions Intensity: 14.8 metric tons CO2e per employee

- Primary Emission Sources:
- i. Data center and cloud computing infrastructure
- ii. Corporate office energy consumption
- iii. Business travel and transportation

3. CARBON NEUTRALITY STRATEGY

1 Emissions Reduction Targets

The Company establishes the following progressive carbon reduction objectives:

- Immediate Term (2024-2025): 25% emissions reduction
- Medium Term (2026-2028): 50% emissions reduction
- Long Term (2029-2031): Carbon neutrality achievement

2 Strategic Intervention Mechanisms

The Company will implement the following carbon neutrality mechanisms:

- a) Renewable Energy Procurement
- 100% renewable energy credits by 2025
- Direct investment in solar and wind energy infrastructure
- Power Purchase Agreements (PPAs) with verified green energy providers
- b) Technological Efficiency Improvements
- Optimize cloud computing energy efficiency
- Implement advanced cooling technologies in data centers
- Transition to energy-efficient hardware and infrastructure
- c) Carbon Offset Programs
- Partner with verified carbon offset organizations
- Invest in reforestation and sustainable development projects
- Purchase high-quality, verified carbon credits

4. GOVERNANCE AND ACCOUNTABILITY

- 1 Organizational Responsibility
- Establish dedicated Sustainability Steering Committee
- Quarterly environmental performance reviews

- Annual third-party environmental audit and verification

2 Reporting and Transparency

- Publish annual Sustainability Report

- Disclose comprehensive emissions data

- Maintain transparent tracking of carbon neutrality progress

5. FINANCIAL COMMITMENT

1 Investment Allocation

The Company commits to allocating:

- 3-5% of annual operating budget to sustainability initiatives

- Minimum \$500,000 annual investment in carbon reduction technologies

- Dedicated sustainability innovation fund

6. LEGAL DISCLAIMERS

1 Limitation of Liability

This Plan represents a good-faith commitment to environmental sustainability. The Company reserves the right to modify strategies based on technological, economic, and regulatory developments.

2 Compliance Statement

This Plan is intended to demonstrate compliance with emerging environmental regulations and corporate sustainability standards.

7. EXECUTION

Executed this 22nd day of January, 2024.

Dr. Elena Rodriguez

Chief Executive Officer

Nexus Intelligent Systems, Inc.

Michael Chen

Chief Technology Officer

Nexus Intelligent Systems, Inc.