



# Corporate Policy: Water Resource Management

## Policy Statement

Water is an essential resource for sustaining Exelon's operations and creating shareholder value. Ensuring access to affordable, reliable and adequate water supplies is imperative. The water resources we depend on are shared with the communities and customers where we operate and accordingly, we will act responsibly to protect them for others, ourselves and future generations. We recognize that effective water resources management must address present and long-term considerations and competing demands.

## Policy Intent

Exelon shall:

- Institutionalize the management of water as an essential natural resource for sustained operations;
- Continuously improve our management of water resources, prevent pollution, and comply with all applicable water use laws and regulations, with the objective of advancing water resource management beyond compliance to create or protect value;
- Understand natural and man-made impacts on water resources, including climate change, and continuously adapt strategies and plans to address these issues;
- Engage local and other relevant stakeholders when addressing water issues including those related to operational changes, development of strategic plans, or public policy advocacy; and
- Build goodwill and enhance the Exelon brand by collaborating with communities and other interested parties to address opportunities for protecting and enhancing watershed resources.

## Implementation

This policy shall be implemented by:

- Identifying and assessing relevant near and long-term water issues in support of strategic planning, risk management, capital expenditures and business planning, including consideration of geographic water stressed regions, with a focus on ensuring the availability of water and its effective use;

- Integrating water resource considerations into the life cycle of operations, products and services (i.e., design, supply chain, operations, customer interfaces, maintenance and de-commissioning) to avoid, mitigate or improve water use impacts;
- Establishing annual performance targets and long-term water management goals to drive performance improvement in areas including water availability, water use, water quality and protection of aquatic species and habitats;
- Annually tracking and publicly reporting on water availability/use and relevant issues internally and externally;
- Employing Best Management Practices (BMP) and standards, to improve life-cycle water use and water quality and to reduce the risk of adverse impacts on operations and the environment;
- Raising the awareness of employees, suppliers and other key stakeholders of the strategic importance of water and the need for effective water use management to sustain operations, communities and the ecosystem; and
- Advocating on water and energy public policy issues based on sound science, competitive markets and universal safe drinking water and sanitation.

## Applicability

Exelon corporate policies are expressions of our values and intentions. Exelon is also subject to extensive legal requirements and regulatory approvals, and all our actions in furtherance of this policy must be carried out in compliance with applicable law and regulatory approvals.