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Over the course of nearly 45 years, M.D.C. Holdings, Inc. (MDC) and our Richmond American Homes companies have been making the American Dream a reality for individuals and families from coast to coast. From the very beginning, I knew it was important to look beyond profitability to positive community impact. After all, our financial success is partly determined by our ability to foster an environment in which homeowners can thrive.

As we entered a new century, our positive community impact took the form of green initiatives, including improving the energy efficiency of each home we build. First, we adopted a rating system, allowing us to gain a baseline understanding of efficiency to gauge future improvements. To date, 43,200+ new Richmond American homes have been rated for energy efficiency. Our homebuilding subsidiaries then moved toward more efficient HVAC systems, interior air sealing, low-e windows and a host of other measures. Today, these homes are on average 79% more efficient than the typical resale home.*

In the 2020s, our vision is clearer than ever, with a renewed emphasis on the environment. The Richmond American Homes land development teams seek out locations where we can work with the existing landscape, not against it. The Richmond American Homes companies strive to include open spaces, greenbelts and trees within every neighborhood. Archeological, biological and ecological studies are conducted as needed to minimize our impact on both animal and plant species.

Our journey is hardly over, for great things are accomplished when we stretch ourselves to do better. The MDC Board and the employees throughout our companies share a common mission to develop future business practices that bring us to the next level of sustainability. These efforts are overseen by Andrew Harris, Senior Vice President of Richmond American Homes Corporation, and Liz Driggs, our newly named Environmental, Social and Governance Manager. In conjunction with our Board, we are set to launch initiatives for further growth, including adding solar options in all markets.

As we look to the future, we will leverage the core principles that led to our past success, while welcoming new perspectives that allow our organization to meet new challenges. If there is anything the COVID-19 pandemic has taught us, it is that life on our planet is fragile. It is our responsibility to work to uphold everything we hold so dear. We will continue to work toward sustainability so we can leave a legacy for the next generation.

Sincerely,

Larry A. Mizel
Executive Chairman of the Board of Directors, M.D.C. Holdings, Inc., parent company to the Richmond American Homes companies

*Average Home Energy Rating System Index for homes in the RESNET® (Residential Energy Services Network) Registry from January 2013 through June 2021.
ABOUT US

M.D.C. Holdings, Inc. (NYSE: MDC) is the parent company of the Richmond American Homes subsidiaries. Richmond American has been a leading name in homebuilding for nearly 45 years, setting itself apart from other builders through a unique focus on personalization. The Company’s Home Gallery™ design centers offer hundreds of options in fixtures, finishes and home technology.

Richmond American also offers a streamlined homebuilding experience with the availability of its mortgage and insurance affiliates, HomeAmerican Mortgage Corporation, American Home Insurance Agency, and in select locations, American Home Title and Escrow Company.

To enhance community giving, the MDC/Richmond American Homes Foundation was formed in 1999.

Headquartered in Denver, Colorado, the Richmond American Homes companies currently operate in 15 states. The brand offers a wide range of floor plans at a variety of price points, including the Seasons™ Collection and Urban Collection,™ both of which are focused on achieving affordability for today’s buyers.

FACTS:

• Nearly 45 years of homebuilding experience
• More than 220,000 homes built nationwide
• Homebuilding operations in 15 states
• MDC’s contributions to the MDC/Richmond American Homes Foundation have enabled the Foundation to make more than $20 million in charitable donations since 2005
ABOUT THIS REPORT

We believe that investing in Environmental, Social and Governance (ESG) initiatives is ultimately an investment back into our company, its employees and its stakeholders. Sustainable business practices are vital to creating an environment in which we can effectively achieve long-term success.

Unless otherwise noted, the data in this report is dated through the end of 2021. We plan to publish our 2021 Greenhouse Gas (GHG) inventory data when available. The details we are providing now will serve as a benchmark for future progress.

Our ESG reporting has been completed in accordance with industry reporting standards provided by the Sustainability Accounting Standards Board (SASB) and the Global Reporting Initiative (GRI).
We are committed to providing transparent reporting of our business practices and to maintaining social and governance policies that work together for our company’s overall sustainability. The following report will focus on each of these areas in depth:

1. ENVIRONMENTAL INITIATIVES

Richmond American architects design timeless homes, while balancing local needs and trends. We work to provide common features, materials and product dimensions across plans when feasible to minimize waste. Sustainable building fits directly into this strategy, as we work to create efficiencies and bring environmentally friendly and cost-effective homes to our customers.

2. SOCIAL PRACTICES

We always prioritize the health and welfare of our employees, subcontractors and homebuyers. This is achieved by cultivating a positive and inclusive company culture, as well as establishing policies that protect our employees and subcontractors. In recent years, this included measures to help limit the spread of COVID-19. Our commitment to the greater community fosters an environment in which we can continue to succeed.

3. CORPORATE GOVERNANCE

Strong company leadership and an engaged board dedicated to ESG is a winning combination that is propelling our company forward on sustainability initiatives. A well-established Corporate Code of Conduct and closely governed company policies set the foundation for meeting environmental and social goals in the future.
ENVIRONMENTAL INITIATIVES

Community development, sustainable homes and company operations
SUSTAINABLE DEVELOPMENT

Thinking green during community planning & execution

The threat of climate change has dramatic implications for homebuilding. We’ve made many changes over the years to address the concerns of our planet. As a leader in the industry, we have a responsibility to stretch our own innovation to enhance sustainability in new and exciting ways. It’s more than an obligation; it’s a sound business strategy that drives our long-term value.

RESPONSIBLE LAND DEVELOPMENT

A large part of our commitment to a sustainable future depends on respecting the land we purchase and develop through responsible practices. For MDC, that translates into considering the environment before we even start digging.

Our due diligence when it comes to land acquisition processes is industry-leading. We consult geotechnical reports, environmental site assessments, geophysical studies, wetland studies, and other biological and cultural assessments, as applicable to the site. Our goal is to assess past, current and future conditions and to determine what, if any, additional assessments or actions may be warranted or appropriate. We build relationships and consult with subject-matter experts nationwide, then present our findings to our Asset Management Committee before committing to the acquisition and development.

4 KEY PRACTICES:

1. **We only buy land that has been through a detailed environmental site assessment by experienced third-party environmental consultants, so we can address any conditions that may be harmful to the environment or the health of homebuyers.**

2. **We build and landscape our properties and common areas with an ecological mindset, and work with developers that prioritize planting trees and preserving green space.**

3. **We perform archeological, biological and ecological studies to identify and minimize adverse effects on protected animal and plant species, as applicable to the site.**

4. **We employ stormwater management practices aimed at reducing runoff and preserving water quality.**
ENVIRONMENTAL INITIATIVES

WORKING WITH DEVELOPERS

Our land buying strategy frequently involves purchasing finished lots from a masterplan developer, which has already done the legwork on community design, complete with a host of future amenities. Masterplan designs often have themes that cater to an array of lifestyles, ranging from farm-to-table agriculture to outdoor recreation.

No matter the theme, we prefer to purchase land from developers with their own sustainable development initiatives included in their community planning. Below are some examples of current and upcoming offerings near our corporate office in Colorado that we’re proud to highlight as part of our nationwide sustainable development strategy, which includes market studies to assess walkability, access to public transit and proximity to nearby services and amenities.

The Aurora Highlands

We were the first builder to open model homes at this 4,000-acre master-planned community in Aurora, Colorado. The location offers close proximity to E-470 for ease of daily commuter routes, as well as access to Denver International Airport. Featuring a range of housing options, including single- and multi-family homes at a variety of price points. Planned open space and community parks will be located throughout the neighborhood. A commercial center and a medical and corporate campus within the community will offer increased accessibility. Additional neighborhood schools to serve the community will be included.

Lima

Situated in Centennial, Colorado, the community currently referred to as Lima is still taking shape. The site is near employment, entertainment and shopping areas for optimal accessibility. The floor plans we will build at this location are three-story, single-family homes with a smaller footprint than our traditional homes. Our designs will offer a first-level workspace suited for private business. This high-density product not only minimizes land impact, but offers an all-in-one work-life opportunity that will cut down on carbon emissions from a daily commute and contribute to the plan for accessibility to commerce for other residents.
The Cityscape™ Collection & Urban Collection™

Our Cityscape™ Collection is a series of three-story homes designed with smaller footprints to minimize land impact. These urban residences offer minimal yard maintenance, with outdoor living included via rooftop terraces. Homeowners can enjoy the modern aesthetic with the privacy provided by no shared walls. This product is great for infill projects and developments seeking to add a variety of housing options and price points.

The Urban Collection™ homes are paired homes that are intentionally designed with a smaller footprint, resulting in a similarly low land impact. These modern homes address affordability challenges in many areas, while providing low yard maintenance.
SUSTAINABLE FORESTRY

MDC is dedicated to purchasing wood products that are both cost effective for our homebuyers and are either primarily sourced from new or high-growth forests or harvested from industry-specific tree farms. Our wood varieties are typically obtained from inland areas, not from coastal U.S. locations populated by endangered redwoods and other old-growth species.

ANIMAL CONSERVATION

Like many homebuilders, we play an important role in the conservation of protected animal and plant species. As applicable to the site, we perform biological impact and ecological studies and take precautions to identify and minimize adverse impacts. We also work to preserve or replace wetlands and expand green space.
EFFICIENCIES IN HOMEBUILDING

Constructing sustainable homes to reduce our carbon footprint

Every Richmond American Home comes standard with energy-efficient features that help cut down on energy usage for homebuyers without sacrificing functionality. Since the introduction of our Energy Wise program in 2011, the Richmond American Homes companies have offered a host of both standard and optional features that help reduce energy usage and waste, and promote a healthy environment.

NATIONAL RICHMOND AMERICAN ENERGY FEATURES

- **Efficient HVAC system**
  Designed to perform efficiently for each plan.

- **Mechanically controlled ventilation**
  Helps promote quality indoor air.

- **Effective insulation solutions**
  The building envelope is that portion of the exterior shell that separates the outdoors from the indoors. Effectively installed insulation in this envelope helps promote energy efficiency and better balances temperatures.

- **Interior air sealing**
  Sealing helps separate a home’s interior from the outdoors, reducing drafts, dust and pollen and cutting down on loss of conditioned air.

- **Low-E windows and Low-E3 high-performance solar cooling windows (per market)**
  Low-emissivity coatings reflect infrared light to help keep heat inside in winter and outside in summer.

- **Radiant roof barrier (per community & plan)**
  A radiant barrier reflects the sun’s energy on the roof, lowering the attic temperature, which is beneficial in warmer months.

- **WaterSense® bathroom faucets and showerheads**
  Delta®’s WaterSense® features use at least 20% less water than the industry standard.*

*WaterSense is a registered mark of the U.S. Environmental Protection Agency.
IMPROVED ENERGY PERFORMANCE

Working toward greater home energy efficiency starts with measuring energy performance, making improvements and continuing to rate and adjust. Richmond American was one of the first large builders to take on the challenge of providing a confirmed rating for every buyer. Energy costs can factor into home affordability and we believe every buyer deserves to have an efficient home that is friendly to both their wallet and to the planet.

How Our Homes Are Rated

The Richmond American Homes companies use the HERS® Index to gauge a home’s comparative energy efficiency. HERS stands for Home Energy Rating System, a system created by The Residential Energy Services Network (RESNET®), an industry standard for rating home energy efficiency. Other builders over the years have used sample ratings for a subset of homes, but we do it for every home. This is communicated on our website and in our sales centers.

HOW TO READ THE INDEX:*  

130 = Typical resale**  
100 = Reference home***

Each 1-point decrease on the index is designed by RESNET to correspond to 1% reduction in energy consumption. Energy-saving features can drive the rating down.

EXAMPLE:

A typical resale home scores 130 on the HERS Index, while a current Richmond American Home has an average HERS Index of 51. This means the homes we offer are on average 79 percent more energy efficient than a typical resale home!*  

For more information about the HERS index, visit RESNET.US and hersindex.com.

The confirmed HERS rating is determined through verification of rated features in accordance with RESNET standards by a third-party home energy rater.

*Average Home Energy Rating System Index for homes in the RESNET® (Residential Energy Services Network) Registry from January 2013 through December 2021.  
* This information is presented for educational and illustration purposes only.  
** Typical resale home is based on the U.S. Department of Energy definition with a HERS® index of 130.  
*** Standard new home is based on the RESNET® Reference Home definition with a HERS® index of 100 (based on the 2006 International Energy Conservation Code). The vendor registered trademark set forth above is the property of the owner, who is not affiliated with, connected to or sponsored by the Richmond American Homes companies. The vendor listed has provided consideration to Richmond American Homes Corporation for marketing services.
WE LOWERED OUR NATIONAL AVERAGE HERS® RATING BY 14 POINTS BETWEEN 2013 AND DECEMBER 2021:

<table>
<thead>
<tr>
<th>Year</th>
<th>National Average HERS Index</th>
</tr>
</thead>
<tbody>
<tr>
<td>2013</td>
<td>65</td>
</tr>
<tr>
<td>2014</td>
<td>63</td>
</tr>
<tr>
<td>2015</td>
<td>61</td>
</tr>
<tr>
<td>2016</td>
<td>60</td>
</tr>
<tr>
<td>2017</td>
<td>62</td>
</tr>
<tr>
<td>2018</td>
<td>60</td>
</tr>
<tr>
<td>2019</td>
<td>59</td>
</tr>
<tr>
<td>2020</td>
<td>55</td>
</tr>
<tr>
<td>2021</td>
<td>51</td>
</tr>
</tbody>
</table>

*Based on most recent data provided by RESNET®.

CONTINUED IMPROVEMENT

In an effort to further improve the average HERS Index score across the country, the Richmond American Homes companies have started taking an even more active approach to modeling our projected ratings in every market.

As stated in our 2021 Proxy Statement, our goal is to decrease our national average HERS rating to 50 or less by 2025. We anticipate meeting or exceeding this goal ahead of schedule.

QUICK ENERGY FACTS

- **14,802** ENERGY STAR®-qualified new homes built from 2000 through June 2021
- **100%** of the time, ENERGY STAR® appliances are either standard or available
- **43,200+** homes rated for energy efficiency and entered into the RESNET® registry
- **Estimated 825,906** tons of aggregate CO₂ savings compared to a typical resale home†
- **CO₂ savings equivalent to estimated 1.8 billion miles** not driven by average passenger vehicle‡‡
- **$148,372,770** total estimated energy costs saved to date for all Richmond American Homes companies (compared to the same number of typical resale homes with HERS score of 130)†

*ENVIROMENTAL INITIATIVES*

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SOLAR OPTIONS

Richmond American Homes of California started offering solar power systems to homebuyers in 2012, years before many builders and before being required by the state. Homebuyers in California are now required by the state to choose between purchasing or leasing a solar power system for their home.

Though in the past we offered solar options in other states on a limited basis, we recently announced that solar options are now available nationally. More homes sold with solar panels means more energy saved, lowering our overall carbon footprint.

- We closed on 5,682 homes with solar panels installed through June 2021
- 79,476 tons in CO₂ emission savings from solar power installations between 2012 and June 2021 (the equivalent of 15,680 cars removed from the road for one year!)†
- 19,682,035 total watts of solar power installed between 2012 and June 2021, producing an estimated 32,882,271 kilowatt hours of renewable energy annually‡
- By adding solar, we lowered the average HERS® Index on our homes reported by 26.3 points‡

EXPANSION OF OUR SOLAR PROGRAM

Our recently launched solar program expansion includes more exciting options for homebuyers, such as a solar power system through one of our preferred vendors, a concealed conduit to accommodate a future system, as well as electric vehicle charging prewiring. We have seen great success with solar power systems in California and Colorado, so offering solar solutions in all the regions where we build was a natural next step.

†Information provided from RESNET®, which is based on Richmond American data recorded in the RESNET system.
‡Based on Richmond American data as entered into the EPA Greenhouse Gas Calculator: https://www.epa.gov/energy/greenhouse-gas-equivalencies-calculator
‡Based on data calculated by our solar providers.
GREENHOUSE GAS EMISSION REPORT

MDC is committed to understanding our corporate carbon footprint to identify potential climate-related risks, contextualize our environmental impact and discover opportunities to drive continuous improvement in reducing our impact. The tables shown convey the results of MDC’s first corporate greenhouse gas (GHG) emissions inventories for 2019 and 2020.

### 2019 M.D.C. HOLDINGS, INC. GREENHOUSE GAS EMISSIONS (CO₂E) (UNAUDITED)

<table>
<thead>
<tr>
<th>Scope</th>
<th>Category</th>
<th>Value (MT of CO₂e)</th>
<th>% of Total Emission</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Scope 1</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>Company Fleet Use</td>
<td>633.63</td>
<td>0.04%</td>
</tr>
<tr>
<td></td>
<td>Stationary Natural Gas Combustion</td>
<td>458.67</td>
<td>0.03%</td>
</tr>
<tr>
<td></td>
<td>Fugitive Emissions</td>
<td>44.43</td>
<td>0.00%</td>
</tr>
<tr>
<td></td>
<td><strong>Subtotal</strong></td>
<td>1,136.73</td>
<td>0.07%</td>
</tr>
<tr>
<td><strong>Scope 2</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>Electricity (Location-based)</td>
<td>2,392.27</td>
<td>N/A*</td>
</tr>
<tr>
<td></td>
<td>Electricity (Market-based)</td>
<td>2,427.65</td>
<td>0.14%</td>
</tr>
<tr>
<td></td>
<td><strong>Subtotal</strong></td>
<td>2,427.65</td>
<td>0.14%</td>
</tr>
<tr>
<td><strong>Scope 3</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>Purchased Goods &amp; Services</td>
<td>1,070,366.77</td>
<td>61.51%</td>
</tr>
<tr>
<td></td>
<td>Fuel &amp; Energy Related Activities</td>
<td>761.42</td>
<td>0.04%</td>
</tr>
<tr>
<td></td>
<td>Waste Generated in Operations</td>
<td>627.90</td>
<td>0.04%</td>
</tr>
<tr>
<td></td>
<td>Business Travel</td>
<td>4,245.93</td>
<td>0.24%</td>
</tr>
<tr>
<td></td>
<td>Employee Commute</td>
<td>2,672.98</td>
<td>0.06%</td>
</tr>
<tr>
<td></td>
<td>Use of Sold Products</td>
<td>643,208.55**</td>
<td>36.96%</td>
</tr>
<tr>
<td></td>
<td>Investments</td>
<td>14,661.18</td>
<td>0.84%</td>
</tr>
<tr>
<td></td>
<td><strong>Subtotal</strong></td>
<td>1,736,544.73</td>
<td>99.80%</td>
</tr>
<tr>
<td><strong>Total Emissions (MT CO₂e)</strong></td>
<td></td>
<td><strong>1,740,109.10</strong></td>
<td></td>
</tr>
</tbody>
</table>
These inaugural GHG inventories revealed MDC’s most material GHG emissions categories, Purchased Goods & Services and Use of Sold Products, both of which are components of MDC’s scope 3 emissions. The Purchased Goods & Services emissions are emissions associated with the materials used in the construction of homes in 2019 and 2020, and are referred to as embodied carbon, which is the climate impact associated with raw material sourcing, supplier processing, shipments from suppliers, and manufacturing of construction materials. The Use of Sold Products emissions are the emissions associated with the lifetime operational usage of homes MDC delivered in 2019 and 2020.

Through both existing commitments and new initiatives, MDC is positioned to begin managing the emissions associated with these two material impact categories. Both our goal of decreasing our HERS rating to 50 or less by 2025, and our recent national expansion of solar offerings, seek to influence the Use of Sold Products emissions. Furthermore, we have begun engaging our supply chain to obtain embodied carbon data specific to the construction materials we are procuring. This effort seeks to minimize uncertainty and provide more granular intelligence on our Purchased Goods & Services emissions.
THE MDC RADON MITIGATION PROGRAM

Leadership Q & A

MDC is dedicated to committing resources toward moving ESG initiatives forward, including putting leadership in place to analyze progress and look for new solutions. As Sr. Vice President, Andrew Harris has long been at the helm of many of the initiatives driving our programs. Our new Environmental, Social and Governance Manager sat down with Andrew for a quick Q&A on our radon program.

Liz Driggs
Environmental, Social and Governance Manager

Andrew Harris
Sr. Vice President

Liz: Back in 2011, Richmond American received an award from the American Association of Radon Scientists and Technologists. Can you tell us about this award and what the Company has achieved in the years since?

Andrew: The award recognized leadership for incorporating active radon control systems in all new homes constructed in high radon potential areas. This was when we had only installed around 1,000 systems. Since that time, we have installed over 20,000 systems in new homes.

Liz: That's a huge expansion of our radon program. What led to that decision?

Andrew: The expansion was due in part to more jurisdictions adopting radon codes that required passive radon systems, commonly known as radon-ready systems. We also noticed that consumers were routinely testing for radon after closing, a practice not limited to resale home purchases. At that point, we elected to install active radon control systems in locations without a radon code when the data from the U.S. EPA showed a potential for high radon. We believe in meeting our customer needs by selecting complete systems even when the code doesn’t require it.

Liz: Most codes require a passive system that is only activated with a fan when testing indicates elevated levels. Is this the type of system we are installing?

Andrew: Part of the reason we received an award was because we install active systems as opposed to passive systems. We believe that installing an active system from the outset provides much better assurance that indoor radon levels will be kept below the U.S. EPA action level of 4 pCi/L.
**Liz:** Is there a way to measure how effective these systems have been?

**Andrew:** We have a third-party firm conduct a two-tier inspection of every property with a radon system prior to closing. They first check for proper installation, including labeling, performance indicators, fan and discharge locations and foundation sealing. Later before closing, they also do a 48-hour radon test in accordance with U.S. EPA Protocols. Any radon test not in compliance is investigated, corrected and retested. That means we can say that every one of the 20,000 homes constructed with one of these systems was operational and below 4 pCi/L at the time of sale.

**Liz:** You mentioned the inspections are performed by a third-party firm. Why not have superintendents do the inspections or leave it to the homeowner?

**Andrew:** Having a non-biased third-party inspection provides an additional level of confidence that the systems are both properly installed and reducing radon. The inspectors also give the homeowner a report at the time of closing, which provides assurances to the buyer and allows us to maintain records should there be any future concerns.

**Liz:** Is there any way for homeowners to monitor their radon system in the years after they close?

**Andrew:** Yes. There is an indicator installed with every system with a prominent label giving the homeowner a gauge of how the vacuum was working at the time of successful installation. Our homebuyers can request a no-cost, long-term radon testing device from our third-party radon consultant, which may provide an additional level of assurance.

**Liz:** Have you shared any of this data with the industry as a whole?

**Andrew:** It is entirely possible that Richmond American may have the largest single source of data on the effectiveness of radon systems for new-construction homes in the continental United States. This includes various types of homes, as well as homes constructed in different areas of the country, including Colorado, Utah, Maryland and Virginia. We have shared some of this data with the standards committees of the American Association of Radon Scientists and Technologists (AARST) and the U.S. EPA for the benefit of the building industry.

The findings have also been incorporated into the State of Colorado Technical Guidance. There have been three technical bulletins dealing with inspection of new-home systems, cost-effective foundation sealing and alternatives to subgrade-collection systems.

**Liz:** Installing active radon tests seems to take a lot of coordination and effort. Is it worth it?

**Andrew:** From specifications to detailed labeling and training of subcontractors, as well as our sales team, it requires a coordinated effort. But we believe it is well worth it! Radon is a Group A Carcinogen and a health concern for our customers, making mitigation an important aspect of our construction practices that is commensurate with our other safety and energy conservation programs.
VENDORS WITH OUR VALUES

Selecting forward-thinking vendors

We prefer to work with vendors that share our passion for seeking out sustainable solutions. We take the time to research manufacturers and their sustainability commitments to see how they align with our values. As the relationships evolve, we expect to refine and tailor our product offerings based on sustainability certifications, excluding products that don’t meet our standards.

Many of the companies we engage with have set their own benchmarks for creating products that support healthier indoor environments. Here is just a sample of the vendors we employ (as of January 2022):

Emser Tile®
- All products are Red List free, conflict-mineral free, lead free, as well as Prop 65 and OSHA Silica Standards compliant.

Shaw® Flooring
- All laminate and hardwood products are GREENGUARD certified for strict chemical emission limits
- Improved air quality through limited formaldehyde emissions in accordance with California Air Resources Board guidelines (All carpet, hardwood and laminate products meet low-VOC requirements for California)
- All carpets are Cradle to Cradle™ Certified for environmental and social performance in five sustainability categories (Nylon-fiber carpets have a Silver certification and polyester carpets are Bronze certified)

Mohawk Flooring
- Improved air quality through limited formaldehyde emissions in accordance with California Air Resources Board guidelines
- FloorScore® indoor air quality certification for limited volatile organic compound emissions
- Green Label Plus low-VOC emissions for carpeting

Daltile®
- Innovative tile options with more than 98% of manufactured products containing pre-consumer (post-industrial) recycled materials
GE® Appliances

• ENERGY STAR®-certified appliances rated for factors such as energy efficiency and water usage

Delta® Plumbing Fixtures

• Delta® WaterSense® labeled faucets, showers and toilets use at least 20% less water than the industry standard—saving homeowners money without compromising performance*

Weyerhaeuser Wood Products

• 100% of their timberlands are reforested after harvesting
• 99% of their waste is reused or recycled
• 100% of their timberlands are certified to the Sustainable Forestry Initiative (SFI) Forest Management Standard

Timberlake, Aristokraft & Mastercraft Cabinetry

• All three of these cabinet vendors are Kitchen Cabinet Manufacturers Association (KCMA) Environmental Stewardship certified for environmental manufacturing

SunRun Solar

• As a company, SunRun negates more Greenhouse Gas (GHG) emissions than they produce

SunPower® Solar

• SunPower® E-Series and X-Series Direct Current (DC) solar panels are the world’s first solar products to be Cradle to Cradle Certified™ Bronze for environmental and social performance
• Led Solar Energy Industries Association (SEIA) effort to create an industry-wide recycling program (SunPower’s recycling partners can recycle anywhere from 85% to 100% of a solar panel)

*WaterSense is a registered mark of the U.S. Environmental Protection Agency.

CODING FLOOR PERFORMANCE

Our retained structural design engineers often use specialized Weyerhaeuser software and other structural software to evaluate floor performance, considering everything from joist series and depth to spacing, subfloor and support conditions. This testing may cost more, but may be correlated with increased customer satisfaction.¹ ²

¹https://www.weyerhaeuser.com/woodproducts/engineered-lumber/resources/r-pro-rating/
CORPORATE GREEN INITIATIVES

Keeping the environment top of mind at the home office

In addition to sustainable construction practices, our corporate office formed a taskforce in 2019 dedicated to doing better. Look what we were able to achieve as a result of green initiatives:

• **100%** of retired electronics donated to nonprofit organizations or recycled through e-waste services

• **56%** reduction in office paper printed annually over the past three years

• **549,888** water bottles saved since installing Bevi drink machines in February 2019
  (This equates to **118.4 tons of CO₂**, **3,072 tree seedlings** and **142.4 acres of forests** saved!)*

*Statistics acquired through Bevi drink machine calculations.
SOCIAL PRACTICES

A culture centered on a value for employees and subcontractors
COMPANY CULTURE

Creating an environment where employees can thrive

MDC is only as good as our people. We make a point of recruiting employees who share our values of hard work and community involvement. The Richmond American family is composed of diverse, talented, passionate people coming together to reach a common and rewarding goal: helping individuals and families achieve the American Dream.

The following pages cover many aspects of our company that make our culture great:

• Community Outreach
• Competitive Benefits
• Effective Workplace Training
• Safety on the Job
COMMUNITY OUTREACH

One step, one dollar, one dream at a time.

Building homes and neighborhoods may be our business, but building up and enhancing communities is our passion. We believe that growing a successful company goes hand in hand with fostering a world in which our company can flourish.

FOUNDATION GIVING

MDC was focused on giving back to the community beginning in the 70s. In 1999, community outreach was taken to the next level with the establishment of the MDC/Richmond American Homes Foundation. Since that time, MDC’s contributions to the MDC/Richmond American Homes Foundation have enabled the Foundation to make more than $20 million in charitable donations, supporting hundreds of organizations as they enhance healthcare, embrace diversity, empower women and cultivate a greener world.

_The MDC/Richmond American Homes Foundation has made more than $20 million in charitable donations since 2005._

_We’re proud of the impact Foundation dollars have had on our community, nation and world._
EMPLOYEE MATCH PROGRAM

Part of the Company’s responsibility is to support causes that are important to employees. Recognizing this, MDC created a program that matches employee charitable contributions to causes with personal significance to them, dollar for dollar, up to $100 per employee per calendar year.

EMPLOYEE VOLUNTEERING

Many employees take time from their busy work days to volunteer as individuals or corporate teams at food banks, senior centers and other community organizations.
COMPETITIVE BENEFITS

The competitive benefits plan we offer includes options that promote health, wellness and long-term financial stability. The following are just a few of the advantages of working for MDC and its affiliated companies.

401(K) SAVINGS
All employees are eligible to participate in our 401(k) savings plan, a tax-advantaged retirement account with a discretionary annual company match that stretches participants’ investment dollars.

WELLNESS
In addition to health and dental options, MDC provides gym and yoga discounts, as well as lunch-and-learn events at the corporate office that further support employees with topics such as healthy diets, stress management and heart health.

FOSTERING CAREER DEVELOPMENT
MDC maintains a biannual performance review process for all employees. This performance review is designed to support career goals and development by assessing the need for additional training and education, with an agreement to reimburse employees upon achievement of these milestones.

IDENTITY AND PRIVACY PROTECTION
COVID-19 related cybercrimes prompted us to act by offering indemnity and privacy protection to all employees and their families, a service that is now optional during benefits selection.

EMPLOYEE SURVEYS
We conduct employee surveys to gain feedback and continually enhance the employment experience.

EMPLOYEE PURCHASE PROGRAM
Company perks include discounts from many of our preferred vendors, including Sherwin-Williams®, GE® Appliances, and Kwikset® door hardware, as well as a home purchase program and home financing discount.
EFFECTIVE WORKPLACE TRAINING
Setting expectations through education

Upholding our great workplace starts on day one. Our company-wide training and policies set the standard for creating a diverse company culture that’s safe, ethical and inclusive.

CODE OF CONDUCT TRAINING
Our Code of Conduct training takes place for all employees at the time of hire, as well as for all employees and directors on an annual basis. Topics covered include business ethics, discrimination, harassment and other standards of workplace conduct.

ANTI-HARASSMENT AND NON-DISCRIMINATION POLICY
As part of our mandatory New Hire Orientation, employees are instructed how to report unlawful harassment and discrimination. The Company takes a clear stance against unlawful discrimination or unlawful harassment of any kind. The Company will not tolerate such behavior and investigations are prompt and complete.

DRUG- AND ALCOHOL-FREE WORKPLACE POLICY
To provide a safe work environment that promotes health and wellness, MDC and all of its affiliates and subsidiaries prohibit the use of illegal drugs and alcohol during work hours. Employees are subject to reasonable suspicion drug and alcohol testing.

OSHA TRAINING
It is our goal to have all superintendents and assistant superintendents in the field trained to the standards set forth by the Occupational Safety and Health Administration (OSHA). OSHA was created in 1970 to ensure safe and healthful working conditions.

INSIDER TRADING POLICY
All employees are prohibited from trading MDC’s stock when in possession of material non-public information, or disclosing such information in violation of the policy.

CYBERSECURITY TRAINING
MDC’s Information Technology Department conducts cybersecurity training throughout the year, and provides educational tools to test and improve employee knowledge both at work and at home.

PROMOTING DIVERSITY DURING RECRUITMENT AND HIRING
We are committed to improving workplace diversity and have become an employer member of DiversityJobs.com.
SAFETY ON THE JOB

Setting policies to ensure occupational safety

MDC and its Richmond American and other subsidiaries pride themselves on fostering a safe work environment for employees, vendors, subcontractors and the greater public. On construction sites, this begins with setting clear conduct guidelines and expectations.

CONSTRUCTION SITE POLICIES AND CONDUCT REQUIREMENTS

Our subcontractors sign a code of conduct agreement before beginning work at any of our sites. This pertains to safety measures, as well as exhibiting respect and courtesy for prospective homeowners, homeowners and our employees. The specifics of our safety protocols are well documented. The topics covered in our subcontractor agreement encompass, but are not limited to the following:

- Limiting of roof access to qualified individuals following protocol
- Proper handling of hazardous chemicals and waste
- Compliance with OSHA’s Hazard Communication Standard for proper labeling of chemicals
- Notification and proper sealing for dust and fumes
- Proper dress codes for both construction sites and finished homes
- Adherence to our stormwater compliance guidelines, which were developed in tandem with the Environmental Protection Agency and several states to reduce runoff and preserve water quality
- Compliance with environmental law stated in the Federal Clean Water Act
SAFETY SAVES LIVES

Our pursuit of the American Dream is not reserved only for our customers as we build their dream homes. The vision extends to each and every employee, and it’s the reason we focus on workplace safety. Our policies and procedures keep these dreams alive.

FATALITIES

0% fatality rate for employees on the job since 1990

<table>
<thead>
<tr>
<th>Year Recorded</th>
<th>2019</th>
<th>2020</th>
<th>2021</th>
</tr>
</thead>
<tbody>
<tr>
<td>Direct Employees</td>
<td>1.54%</td>
<td>0.45%</td>
<td>1.25%</td>
</tr>
</tbody>
</table>

*Based on the number of injuries and illnesses X 200,000/employee hours worked.

MDC prefers to request safety plans from all vendors and subcontractors to make sure everyone on our job sites is acting in accordance with our value for workplace safety.

COVID-19 PROTOCOLS

When the world was rocked by a global pandemic, we were quick to do our part to limit the spread of the virus. We implemented several measures to protect the health and welfare of our employees, homebuyers, subcontractors, and in turn, the greater community. We will continue to reassess and update our protocols based upon CDC guidelines and local ordinances, as appropriate.

- Additional hand washing stations added to construction job sites
- Warranty visits provided in compliance with public health and governmental authorities’ orders and directives
- Any warranty employees entering homes maintain social distancing and adhere to mask mandates
- Appropriate instructional signage added to sales centers, communities and the corporate office
- Corporate office closed to non-vaccinated individuals
- Disclosure of vaccination status for all employees
- As of February 18, 2022, all corporate office employees, as well as customer-facing sales and Home Gallery™ employees, must be fully vaccinated, or have an approved religious or medical accommodation, except where prohibited by state guidelines or legislation.
- Any employee experiencing COVID-19 symptoms, or who has been in contact with anyone diagnosed with the virus, is strongly advised to stay home pending receipt of a negative COVID-19 test.
- Employees who test positive for COVID-19 are instructed to isolate for five days. If they are asymptomatic or their symptoms resolve (no fever for 24 hours), they are instructed to wear a mask around others for an additional five days, in accordance with current CDC guidelines.
CORPORATE GOVERNANCE

Operational excellence and effective board oversight
STRONG LEADERSHIP

Future-focused leaders striving for excellence

Our business judgment not only comes from building over 220,000 homes over the past four+ decades, but also from the hands-on experience of our senior leaders. Our leadership’s disciplined approach has given the Company the competitive edge needed to help us succeed during both booming and turbulent economic periods. As we look to the future, the Company strives to balance fresh perspectives with continuity and institutional knowledge to make us even stronger.

• Increasingly diverse corporate management with an average of 15 years of experience at the Company as of February 2022
• Promoting from within when possible
• Board members attend 12 regular meetings per year, which is nearly twice the average of peers

WOMEN ON THE RISE

A dedication to diversifying leadership means women are rising in the ranks. Here are two women excelling in their roles as division presidents.

Natasha Gandhi
Sr. Division President, South and Central Colorado

With a BA in Architecture and an MBA and Masters in Real Estate and Construction Management, Natasha worked for two other national builders before finding her place at Richmond American Homes of Colorado, Inc.

“Taking a piece of land, developing it and helping families build their dreams. I don’t know what else could be more gratifying.”

Nicole Bloom
Division President, Las Vegas

As a Richmond American employee for over 20 years, Nicole wants to encourage more women to pursue a career in homebuilding. She’s a member of many homebuilding organizations, including holding the Co-Chair position for the Southern Nevada Professional Women in Building Council.

“We’re building neighborhoods. We want people. It’s not about churning out product to rent or flip.”

42% of employees in a position of manager and above are female (December 2021)
CORPORATE CODE OF CONDUCT

MDC, its subsidiaries and affiliate companies have developed a corporate compliance program to guide the conduct of all employees, officers and directors. High standards for ethical behavior are essential for continuing to build a reputable business. The Company’s Corporate Code of Conduct is overseen and monitored by a compliance committee, which assists with reporting, inquiries and guidance.

A SUMMARY OF THE STANDARDS:

1. Compliance with federal, state and local laws, and avoidance of any conduct that would compromise the Company’s legal or ethical standards

2. The Company’s books, records, accounts and financial statements must be maintained in reasonable detail to accurately depict the Company’s transactions, conforming to legal and accounting standards

3. Compliance on the safe and lawful use of company assets, including materials, supplies, software, hardware and intellectual property

4. Confidentiality and protection of information entrusted to employees by the Company, its customers and business partners, in accordance with the law

5. Fair business dealings in the conduct of business in accordance with ethical and legal business practices

6. Conflict of interest guidelines for transactions, the prohibition of improper or unlawful kickbacks or gifts and the regulation of political activities by or on behalf of the Company

7. Equal opportunity and sexual harassment policies to prohibit discrimination based on race, gender, religion, disability and any other protected classifications

8. Fair housing policies in adherence to law and for the prohibition of discrimination during the home purchase and mortgage processes

9. Cyber security policies to guide the use and access of computers, networks, email systems, internet services and devices

10. Insider trading education and guidelines to ensure confidentiality of information, ethical disclosure and lawful compliance

11. The mandatory and timely reporting of any violation, or possible violations, of the Code of Conduct.

The Corporate Compliance Committee oversees the reporting of violations, requesting of advice and compliance with the Code. An interactive video training for all employees on the Code of Conduct is administered yearly. Completion of this mandatory training is tracked and monitored for each employee. Violations of the code may be subject to disciplinary action.
ESG OVERSIGHT

Keeping sustainability at the forefront

Our Board of Directors believes that our industry has reached a pivotal juncture where homebuilders must decide if they are dedicated to sustainable business practices aimed at lowering their carbon footprint in the face of climate change. MDC sees it as a responsibility to protect the quality of the environment by lowering energy consumption, conserving water and reducing waste.

In 2020, we published our first Environmental Fact Sheet as an inaugural effort to publicly document our progress and commitment to sustainable and social initiatives. This year, we have adapted a new ESG policy to govern our ongoing operations.
ENVIRONMENTAL, SOCIAL AND GOVERNANCE POLICY

PURPOSE
This Policy outlines M.D.C. Holdings, Inc.’s (MDC) approach to Environmental, Social and Governance (ESG) matters. The purpose of this Policy is to position our business to benefit from the opportunities that ESG drivers create and to achieve better business outcomes over the long term through the effective management of ESG risks. By proactively considering and managing ESG risks and opportunities today against a backdrop of climate change, evolving consumer preferences, and increased ESG-related regulation, MDC emerges better positioned to mitigate these risks and capitalize on ESG-related opportunities.

SCOPE
The policy applies to MDC and all of its subsidiaries’ business operations. In doing so, it applies to how we manage our business relationships, how we conduct our internal operations and how we position the Company on a go-forward basis.

COMMITMENT

MDC is committed to ESG through:

1. Incorporating ESG factors into business decision making and analysis to protect and enhance value
2. Leveraging ESG drivers to generate commercial opportunities and propel sustainable growth
3. Advancing environmental and social progress in the communities in which we operate
4. Implementing an ESG Assessment Process based on recognized frameworks, such as material SASB & GRI ESG Indicators
5. Reporting on ESG performance to inform stakeholders of MDC’s progress from our ESG strategy
APPROACH

Identifying and Reporting Material ESG Key Performance Indicators (KPIs)

Utilizing recognized frameworks, such as the Value Reporting Foundation’s Sustainability Accounting Standards Board (SASB) Standards and the Global Reporting Initiative’s (GRI) Disclosures, MDC will identify material ESG KPIs and assess and report our performance against those KPIs. This process contextualizes MDC’s ESG strategy and fosters transparency among stakeholders.

Communicating Environmental Impact

MDC is committed in its efforts to report our corporate carbon footprint, utility and water usage, and waste generation as well as quantify both the operational and embodied carbon impacts of the homes we build. Through these measurement processes, MDC will seek to explore opportunities to reduce our environmental impact. MDC is also positioning itself to report to the CDP, formerly the Carbon Disclosure Project, to expand the reach and accessibility of MDC’s climate-related data.

Building Social Capital

MDC plans to continue to expand its positive impacts and to explore new opportunities to generate additional positive impacts in the communities in which we operate through providing funding to the MDC/Richmond American Homes Foundation and other charitable initiatives. Furthermore, MDC works to help provide more affordable homes in markets where its homebuilding subsidiaries operate. Lastly, MDC has a standing commitment to promoting the health and wellness of our employees.

Governing ESG Performance

MDC will continue to prioritize a diverse Management and Board that fosters a foundation of integrity and ethical company culture. These values position MDC to effectively implement our ESG strategy to drive reduction in our environmental impact and improvement in our ESG KPIs.
ENGAGED AND EXPERIENCED BOARD

Our Board works closely with corporate management to establish and communicate company culture and values. MDC’s senior management regularly updates the Board on environmental practices, health and safety measures, and topics related to sustainable business practices and corporate responsibility.

Larry A. Mizel
Executive Chairman

- Founded the Company in 1972
- Served as Director and Chairman of the Board since inception
- Served as Executive Chairman of the Board since October 2020

David D. Mandarich
President and Chief Executive Officer

- Associated with the Company since 1977
- Served as MDC’s COO for 21 consecutive years
- Served as President and CEO of MDC since October 2020

Raymond T. Baker
Independent Director

- Has served as president of a real estate asset management company for 35 years
- Member of the Board of Directors for Alpine Banks of Colorado and Land Title Guarantee Company
- Over 35 years of experience in real estate and banking
Michael A. Berman
Independent Director

• Over 35 years of experience in the financial services industry
• Served as President and CEO of several real estate and financial firms
• A director of HomeAmerican Mortgage Corporation, the Company’s mortgage subsidiary

David E. Blackford
Independent Director

• Over 45 years of experience in the banking industry, including executive roles at several financial institutions
• Served on the Board of Directors and the Senior Loan Committee for Real Estate Finance of California Bank & Trust
• Current Executive Chairman of California Bank & Trust

Herbert T. Buchwald
Lead Independent Director

• Principal in the law firm of Herbert T. Buchwald, P.A.
• Chairman of the Board of Directors of property management company, BPR Management Corporation
• Long-term member of the Company’s Board of Directors
Corporation Governance

Courtney L. Mizel
Director
- Principal at Mizel Consulting for over 20 years
- Founding Director of The Counterterrorism Education Learning Lab
- Serves on the Board of Directors for Zimmer Children’s Museum, Sharsheret National and JQ International

Paris G. Reece III
Independent Director
- Former CFO and Principal Accounting Officer for MDC
- Volunteer President of the Cancer League of Colorado
- Member of the Board of Directors for eight years

David Siegel
Independent Director
- Former Partner in the law firm of Irell & Manella LLP (over 30 years)
- Nationally recognized for his legal practice in the areas of securities class actions, corporate governance, risk management, SEC reporting standards and regulatory compliance
- Named one of the Best Lawyers in Commercial Litigation in The Best Lawyers in America guide
CORPORATE GOVERNANCE

Janice Sinden
Independent Director

- President and CEO of the Denver Center for the Performing Arts
- Serves on the board for six other organizations, including the University of Northern Colorado
- Recognized by Titan 100 as one of Colorado’s Top 100 CEOs

DEDICATION TO BOARD DIVERSITY

We are committed to diversifying leadership and welcoming a variety of perspectives in our approach to corporate governance. Prioritizing a diverse management and board reinforces our company’s foundation of integrity and ethical culture. This commitment is highlighted by our third consecutive appointment of a female candidate, as well as a recent amendment to the Corporate Governance/Nominating Committee Charter and Corporate Governance Guidelines to consider Board diversity and composition when making appointments.

EMPLOYEE DIVERSITY

GENDER DIVERSITY

- White 72%
- Hispanic or Latino 16%
- Black or African American 4%
- Asian 4%
- Two or more races 3%
- Native Hawaiian or Other Pacific Islander 1%
- American Indian/Alaskan Native 0%
- Male 55%
- Female 45%
PERFORMANCE & IMPACT

Setting the bar for future environmental initiatives
Measuring key performance indicators allows us to both celebrate our past success and set a clear baseline for future growth. Our opportunities for future sustainability efforts are many. It is our goal to meet and improve, documented quantitative metrics, as stated in the following pages.

On the energy-savings side, we’re already acting on additional initiatives that impact efficiency by setting goals to reduce our average HERS rating, monitoring our greenhouse gas emissions and expanding our solar program nationally.

Change doesn’t happen overnight, but we are making strides every day. We look forward to celebrating and publishing new achievements on our green initiatives. Building upon our 2019 and 2020 GHG inventories, MDC plans to publish an update to this report with 2021 GHG inventory data, as we continue to develop a robust baseline for our ESG performance to reveal opportunities to drive continuous improvement.

<table>
<thead>
<tr>
<th>SASB Topic</th>
<th>SASB Code</th>
<th>Accounting Metric</th>
<th>2021</th>
<th>2020</th>
<th>2019</th>
</tr>
</thead>
<tbody>
<tr>
<td>Land Use &amp; Ecological Impacts</td>
<td>IF-HB-160a.1</td>
<td>Number of (1) lots located on redevelopment sites</td>
<td>1,982</td>
<td>1,685</td>
<td>1,399</td>
</tr>
<tr>
<td></td>
<td>IF-HB-160a.1</td>
<td>(2) homes delivered on redevelopment sites</td>
<td>642</td>
<td>530</td>
<td>510</td>
</tr>
<tr>
<td></td>
<td>IF-HB-160a.2</td>
<td>&quot;Number of (1) lots located in regions with high or extremely high baseline water stress*</td>
<td>20,369</td>
<td>16,920</td>
<td>18,268</td>
</tr>
<tr>
<td></td>
<td>IF-HB-160a.2</td>
<td>(2) homes delivered in regions with high or extremely high baseline water stress</td>
<td>5,938</td>
<td>4,956</td>
<td>4,323</td>
</tr>
<tr>
<td></td>
<td>IF-HB-160a.3</td>
<td>Total amount of monetary losses as a result of legal proceedings associated with environmental regulations</td>
<td>None</td>
<td>None</td>
<td>None</td>
</tr>
<tr>
<td></td>
<td>IF-HB-160a.4</td>
<td>&quot;Discussion of process to integrate environmental considerations into site selection, site design, and site development and construction&quot;</td>
<td></td>
<td></td>
<td>Page 7 in Sustainability Report</td>
</tr>
</tbody>
</table>
| Workforce Health & Safety | IF-HB-320a.1 | (1) Total recordable incidence rate (TRIR) and (2) fatality rate for (a) direct employees and (b) contract employees | "Direct employees: 1.248% TRIR
No fatalities
Contract employees: We’re evaluating an internal data system to report on this in the future"
"Direct employees: <1% (.447%)
No fatalities"
"Direct employees: 1.539%
No fatalities" |       |       |       |
<table>
<thead>
<tr>
<th>SASB Topic</th>
<th>SASB Code</th>
<th>Accounting Metric</th>
<th>2021</th>
<th>2020</th>
<th>2019</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Design for Resource Efficiency</strong></td>
<td>IF-HB-410a.1</td>
<td>(1) Number of homes that obtained a certified HERS® Index score</td>
<td>9,222*</td>
<td>8,017</td>
<td>5,776</td>
</tr>
<tr>
<td></td>
<td>IF-HB-410a.1</td>
<td>(2) average score</td>
<td>51</td>
<td>55</td>
<td>59</td>
</tr>
<tr>
<td></td>
<td>IF-HB-410a.2</td>
<td>Percentage of installed water fixtures certified to WaterSense® specifications</td>
<td>98%</td>
<td>99%</td>
<td>99%</td>
</tr>
<tr>
<td></td>
<td>IF-HB-410a.3</td>
<td>Number of homes delivered certified to a third-party multi-attribute green building standard</td>
<td>ENERGY STAR®: 1,113</td>
<td>ENERGY STAR®: 743</td>
<td>ENERGY STAR®: 149</td>
</tr>
<tr>
<td></td>
<td>IF-HB-410a.4</td>
<td>Description of risks and opportunities related to incorporating resource efficiency into home design, and how benefits are communicated to customers</td>
<td></td>
<td></td>
<td>Pages 11 &amp; 12 in Sustainability Report</td>
</tr>
<tr>
<td><strong>Community Impacts of New Developments</strong></td>
<td>IF-HB-410b.1</td>
<td>Description of how proximity and access to infrastructure, services, and economic centers affect site selection and development decisions</td>
<td></td>
<td></td>
<td>Pages 8 &amp; 9 in Sustainability Report</td>
</tr>
<tr>
<td></td>
<td>IF-HB-410b.2</td>
<td>Number of (1) lots located on infill sites</td>
<td>5,793</td>
<td>3,457</td>
<td>3,205</td>
</tr>
<tr>
<td></td>
<td>IF-HB-410b.2</td>
<td>Number of (2) homes delivered on infill sites</td>
<td>1,405</td>
<td>941</td>
<td>975</td>
</tr>
<tr>
<td></td>
<td>IF-HB-410b.3</td>
<td><em>(1) Number of homes delivered in compact developments</em></td>
<td>472</td>
<td>348</td>
<td>282</td>
</tr>
<tr>
<td></td>
<td>IF-HB-410b.3</td>
<td>(2) average density of homes delivered in compact developments</td>
<td>25 DU/acre</td>
<td>25 DU/acre</td>
<td>15 DU/acre</td>
</tr>
</tbody>
</table>

*This number may increase as homes continue to be registered in the HERS RESNET database.
### SASB HOME BUILDERS STANDARD (IF-HB) SUSTAINABILITY DISCLOSURE TOPICS & ACCOUNTING METRICS CONTINUED

<table>
<thead>
<tr>
<th>SASB Topic</th>
<th>SASB Code</th>
<th>Accounting Metric</th>
<th>2021</th>
<th>2020</th>
<th>2019</th>
</tr>
</thead>
<tbody>
<tr>
<td>Climate Change</td>
<td>IF-HB-420a.1</td>
<td>Number of lots located in 100-year flood zones</td>
<td>430</td>
<td>114</td>
<td>81</td>
</tr>
<tr>
<td>Adaptation</td>
<td>IF-HB-420a.2</td>
<td>Description of climate change risk exposure analysis, degree of systematic portfolio exposure and strategies for mitigating risks</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td>MDC is seeking to better understand its climate-related risks and opportunities by conducting GHG inventories for 2019, 2020 and 2021. As a result of this process, MDC is actively working to manage and mitigate climate-related transition risks related to embodied carbon through supply chain engagement, an effort which complements MDC’s mitigation of climate-related physical risks through its avoidance of land in 100-year flood zones. MDC is considering avenues to further expand its assessment and management of climate-related risks and opportunities.</td>
<td></td>
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</tbody>
</table>

### SASB HOME BUILDERS STANDARD (IF-HB) ACTIVITY METRICS

<table>
<thead>
<tr>
<th></th>
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</tr>
</thead>
<tbody>
<tr>
<td>Activity Metric</td>
<td>IF-HB-000.A</td>
<td>Number of controlled lots</td>
<td>38,080</td>
<td>29,469</td>
<td>27,386</td>
</tr>
<tr>
<td></td>
<td>IF-HB-000.B</td>
<td>Number of homes delivered</td>
<td>9,982</td>
<td>8,158</td>
<td>6,974</td>
</tr>
<tr>
<td></td>
<td>IF-HB-000.C</td>
<td>Number of active selling communities</td>
<td>187</td>
<td>194</td>
<td>185</td>
</tr>
</tbody>
</table>