



# Long Investment Corp LONG 投資集團

*(Incorporated in the Cayman Islands with limited liability)*

Stock Code: 2312

## 2025

ENVIRONMENTAL, SOCIAL  
AND GOVERNANCE REPORT



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# Reporting Approach

## Reporting Standards and Reporting Principles

We are pleased to present the Environmental, Social and Governance (“**ESG**”) Report (the “**Report**”) of Long Investment Corp (the “**Company**”, together with its subsidiary, the “**Group**”) for the year ended 31 December 2025. This Report has been prepared in accordance with the Environmental, Social and Governance Reporting Code (the “**Code**”) as set out in Appendix C2 to the Main Board Listing Rules of The Stock Exchange of Hong Kong Limited (the “**HKEX**”) (the “**Listing Rules**”) and has complied with all the mandatory disclosure requirements and “comply or explain” provisions of the Code.

In preparation of the Report, we have considered the following reporting principles as proposed in the Code.

REPORTING PRINCIPLES	Materiality	Senior management continuously engages with our investors and other stakeholders to assess the materiality of various issues. This helps us identify their concerns and determine the extent to which these matters will be included in this report. We disclose information about climate-related risks and opportunities that may reasonably and materially impact our cash flows and access to financing in the short, medium, or long term.
	Quantitative	We present quantitative data alongside comparative figures and relevant information, including methodologies, assumptions, calculation tools, and sources of conversion factors. This enables our stakeholders to gain a clearer understanding of our performance throughout the report.
	Consistency	We consistently apply our methodologies and will clearly disclose any changes in reporting scope, methods, KPIs, or other relevant factors. Adjustments from prior years will be made as necessary to ensure meaningful comparisons.
	Balance	We strive to disclose both the positive and negative aspects of our ESG performance to offer an unbiased and balanced perspective on our sustainability efforts.

## Reporting Scope

This Report aims to provide an annual update on the sustainability performance of the Group to our stakeholders. It discloses and highlights our commitments and performances on the environment, climate-related risks and opportunities and other disclosures, as well as social commitments in our people, supply chain, product responsibility, ethics, and the community, as guided by our sustainability strategy.

This Report covers the Group’s operations in Hong Kong. The Group’s business is investment in both listed and unlisted securities, predominantly focusing on the Greater China region.

This report covers the period from 1 January 2025 to 31 December 2025 (the “**Reporting Year**”). There is no significant change to the scope of this Report from that of 2024.

# Our Sustainability Approach

## Sustainability Governance

### The Board

In Long Investment Corp, the board of directors (“**Board**”) is the highest governing body of the Group. It oversees the Group’s risk management, corporate governance, internal controls, and ESG matters. It sets ESG targets and strategies and holds overall responsibility on ESG risks and performances despite the management and execution of the ESG matters are delegated to the ESG officer. It ensures the Group’s ESG framework is adhered to continuously and effectively.

The Board oversees the sustainability direction and strategy of the Group and reviews the ESG and climate-related risks and opportunities, progress, and performance regularly with the designated ESG officer to ensure the sustainability objectives and targets can be met.



We are in the process of establishing environmental targets that align with our long-term ESG objectives. The Board will regularly review the progress towards these targets and adjust the action plans where necessary to stay on track to achieve our objectives.

### Designated ESG Officer

Our Company Secretary is designated to collaborate with the Board, and other staff on all ESG initiatives as the ESG officer. He evaluates the significance of ESG and climate-related risks and develops mitigation measures to address such risks. He also identifies potential climate-related opportunities for the business.

The Company Secretary reports to the Board regularly the significant ESG and climate-related risks and opportunities of the Group and the corresponding internal controls and mitigation measures in place for addressing these risks.

The works and objectives of the Company Secretary on sustainability are as follows:

- Consults with the Board on ESG strategies and develops ESG initiatives to achieve sustainability objectives.
- Engages and communicates with stakeholders to conduct materiality assessment.
- Collaborates with operational department staff to implement initiatives and practices that address identified ESG risks and opportunities while delivering on ESG objectives.
- Establishes metrics and targets for measuring ESG performances.
- Continuously monitors ESG activities to ensure on-going development and improvement.
- Compiles annual ESG report for the Board approval.

# Our Sustainability Approach

## Operational Departments

The operational department staff are responsible for implementing ESG initiatives and achieving targeted results. Within our risk management system, personnel in each operational unit identify risks and opportunities arising from daily operations, including ESG and climate-related risks. They are accountable for maintaining an effective internal control system and developing mitigation measures to minimise the impact of identified risks. Additionally, they are required to report sustainability progress and performance regularly to the designated ESG officer for review and evaluation.

## Stakeholders

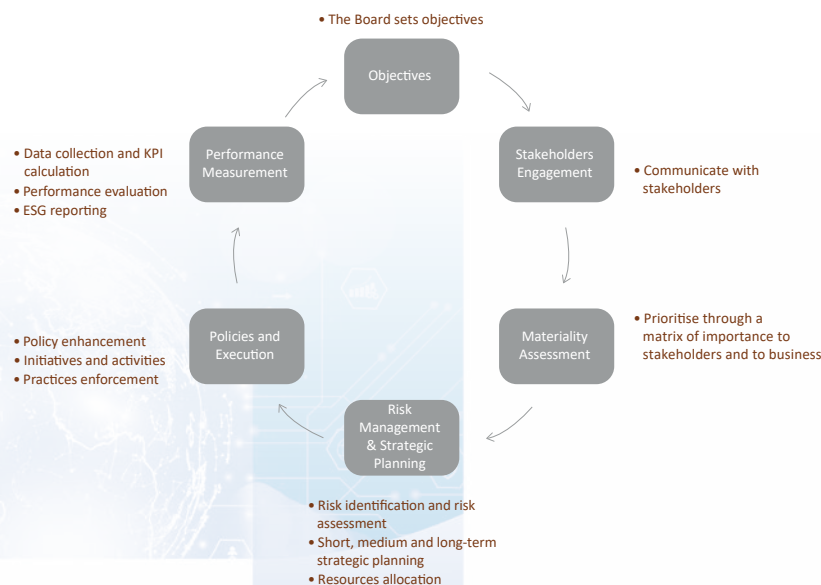
The Company Secretary and the operational departments maintain regular communication with engaged stakeholders to better understand their interests and concerns related to our sustainability development and performance.

## Our Sustainability Value Creation Process

Our ESG objectives are set and regularly reviewed by the Board to align with prevailing circumstances. Following stakeholder engagement and collection of their feedback, a materiality assessment is conducted based on relevance and importance. This assessment identifies ESG issues that are important to business, as considered by the top management, as well as those deemed important by stakeholders.

Through this process, we identify the material ESG issues, and the associated risks within our operations. We prioritise these material issues, focusing on them in our medium and long-term planning, and ensure that adequate manpower and financial resources are allocated to meet these strategic objectives. We continuously assess the effectiveness of our ESG plans and initiatives and where the existing policies fall short of meeting our ESG objectives, these policies will be enhanced and improved.

The Company Secretary ensures that those initiatives and action plans are effectively executed by the operational departments. ESG data are accumulated continuously and analysed annually for evaluation of sustainability performance. A feedback mechanism on the ESG performance is in place for the Board to revise and update the ESG objectives based on the results. In addition, the ESG processes are reviewed periodically as part of an ongoing effort to reflect our achievements throughout this journey.



# Our Sustainability Approach

## Stakeholder Engagement

Stakeholder engagement is an essential process for identifying and understanding the material ESG issues in our operations and is important in the sustainable development and value creation for the Group. We identify and engage key stakeholders to understand their concerns over our social and environmental policies and strategies. Ongoing communication with our stakeholders enables us to assess and prioritise our ESG strategies effectively.

We foster two-way communication with stakeholders through various channels. This approach enables us to identify opportunities and challenges that shape our business strategies while reinforcing our commitment to corporate social responsibility.

## Our Stakeholder Groups and Engagement Channels

The chart below highlights the various communication channels with our stakeholders:

Major Stakeholder Groups	Example of Engagement Channels
Employees	<ul style="list-style-type: none"><li>• Staff appraisal meetings</li><li>• Staff social activities</li><li>• Email communications</li></ul>
Shareholders and Investors	<ul style="list-style-type: none"><li>• Shareholders and investors meetings</li><li>• Regular corporate publications, including financial reports and ESG reports</li><li>• Company website and company enquiry email, fax, telephone</li></ul>
Suppliers and Business Partners	<ul style="list-style-type: none"><li>• Physical and phone meetings</li><li>• Industry seminars</li></ul>
Government and Regulators	<ul style="list-style-type: none"><li>• Telephone enquiry hotline</li><li>• Daily, monthly, and annual reporting</li><li>• Seminars on regulations</li><li>• Government/regulators' announcements, publications, and surveys</li></ul>
Community and NGO	<ul style="list-style-type: none"><li>• Participation in community activities</li><li>• Community news</li></ul>

# Our Sustainability Approach

## Materiality Assessment

By engaging with our stakeholders, we performed a comprehensive annual materiality assessment to identify relevant and material ESG issues for reporting that helps to develop our ESG strategy. We gained insights into their concerns and prioritise reporting on the issues most significant to them.

Our Company Secretary evaluates the importance of each identified ESG issue for the business, in conjunction with the stakeholders' feedback, resulting in the creation of an ESG materiality matrix. The matrix, showing the importance as considered by our stakeholders as well as our top management, allows us to identify the materiality level of various ESG issues. Below is a summary of our findings:

Materiality	Environmental Sustainability	Social Sustainability	Governance
High		<ul style="list-style-type: none"> <li>• Employment Practices</li> <li>• Employee Development and Training</li> <li>• Occupational Health and Safety</li> </ul>	<ul style="list-style-type: none"> <li>• Risk Management in ESG and Climate Change</li> <li>• Anti-corruption</li> </ul>
Medium	<ul style="list-style-type: none"> <li>• Hazardous and Non-hazardous Waste</li> <li>• Air Pollutants and Greenhouse Gas ("GHG") Emissions</li> <li>• Energy Consumption</li> <li>• Climate-related Risks and Opportunities</li> </ul>	<ul style="list-style-type: none"> <li>• Human Rights and Anti-discrimination</li> <li>• Sex and Racial Diversity and Equal Opportunities</li> <li>• Workforce and Employee Turnover</li> <li>• Community Investment</li> </ul>	<ul style="list-style-type: none"> <li>• Governance of ESG and Climate Change</li> <li>• Supplier/ Business Partner Engagement Practices</li> </ul>
Low	<ul style="list-style-type: none"> <li>• Water Consumption and Sources</li> <li>• Impacts on Environment and Natural Resources</li> </ul>	<ul style="list-style-type: none"> <li>• Child Labour and Forced Labour</li> </ul>	<ul style="list-style-type: none"> <li>• Customer Data Privacy Protection</li> <li>• Infringement of Intellectual Property Right</li> </ul>

# Environmental

As a responsible corporate citizen, the Group recognises its responsibility to minimise environmental impact. We are dedicated to reducing our environment footprint and fostering a corporate culture of environmental awareness and sustainable practices. In addition to raising awareness, we are implementing green office practices to minimise our impact on the environment. These initiatives include optimising energy and resource usage through using energy-efficient lighting and appliances, and reducing paper consumption by transitioning to digital documentation.

## Emissions

### Air Emissions

Air emissions, including nitrogen oxides (NO<sub>x</sub>), sulphur oxides (SO<sub>x</sub>), and Particulate Matter (PM), are usually generated from the combustion of gaseous fuels and fossil fuels through motor vehicles and commercial processes. As we are an investment company, our operating activities do not involve any fuel, nor do we own any motor vehicle. Therefore, in the Reporting Year, we did not have any emissions of air pollutants.

### Waste

The Group only operates in office and does not produce hazardous waste. We generate a small amount of non-hazardous waste primarily from paper use. Other office waste includes food scraps and general refuse. The non-hazardous waste is collected and disposed by the building management company.

To reduce waste, we adhere to the principle of reduce and recycle. We promote a paperless environment and encourage using electronic documents whenever possible to reduce paper consumption. When printing is necessary, we use environmentally friendly practices. Double-sided printing is set as default on our computers, and one-sided scrap paper is collected for printing draft documents. We make every effort to avoid using single-use office supplies and encourage reusable items to further reduce office waste.

#### Key Performance Indicator – Non-hazardous Waste

	2025	2024
	kg	kg
Non-hazardous Waste – paper waste	192	560
Non-hazardous Waste Intensity (kg/employee)	64	280

We strictly comply with the environmental laws and regulations in Hong Kong, including but not limited to the Air Pollution Control Ordinance (Cap. 311), Water Pollution Control Ordinance (Cap. 358) and the Waste Disposal Ordinance (Cap. 354).

During the Reporting Year, we were not aware of any non-compliance with relevant laws and regulations that had a significant impact on the Group relating to air emissions, discharges into water and land, and generation of hazardous and non-hazardous waste.

# Environmental

## Use of Resources

### Energy Consumption

Our business activities are mainly office-based. As a result, our impact to the environment is relatively minimal. However, we advocate sustainability and are committed to consume energy responsibly. We have implemented various measures to improve energy use efficiency and reduce energy consumption. Electricity for our office is the main source of energy consumption and is mainly used for office lighting, air-conditioning, computer systems, and other office equipment.

#### Key Performance Indicator – Energy Consumption

	2025 kWh	2024 kWh
Electricity	11,861	8,600
Energy Consumption Intensity (kWh/employee)	3,954	4,300

### Water Consumption

Water usage in our office mainly supports drinking and cleaning needs. Water supply to our offices is managed by the building management company. Given our small number of employees, water consumption from our business operations is minimal. During the Reporting Year, we did not encounter any issues on sourcing water. Nevertheless, we actively promote water conservation practices and encourage employees to adopt water-saving habits to save water.

### Packaging Material

Due to the nature of our business, we do not need any packaging material for products in the Reporting Year.

## The Environment and Natural Resources

The Group recognises that environmental protection is part of our corporate responsibility and has implemented measures to minimise the impact of our business operations on the environment and natural resources. Given our office-based operations, our impact on the environment and natural resources is minimal. The main environmental effects of our business arise from electricity and paper use in daily operations.

We have implemented various green practices in our office. During the summer, we maintain an average indoor temperature of about 25.5°C to avoid excessive cooling. Lights and air-conditioners are turned off in unoccupied areas. Computers, printers, and other office equipment are switched off when all employees leave the office at the end of the day.

We are committed to continually assessing our resource consumption and identifying opportunities for further reduction. By managing our use of resources, we strive to minimise consumption and reduce our environmental impact.

# Social

## Employment

Employees are our most important asset. Commitment of employee is fundamental to the Group's success. To keep employees engaged and motivated, we are committed to providing a supportive and comfortable working environment. We are also dedicated to promoting equal opportunity in our workplace. We implement equal opportunity employment practices by maintaining a diverse workforce across age, gender, family status, sexual orientation, disability, ethnicity, and religion.

To attract and retain top talent, the Group offers competitive remuneration and conducts regular performance appraisals to provide the necessary resources for employee development. Promotion opportunities are offered to competent employees on a fair and transparent basis. We also establish a platform that facilitates high-quality communication between employees and management. This two-way communication enhances employee engagement that drives job satisfaction.

To foster a strong sense of belonging, we arrange staff festival lunches and gatherings to show appreciation to employees for their contributions.

As of 31 December 2025, we employed 3 employees (2024: 2 employees). The composition and turnover rate of our workforce are as follows:

### Key Performance Indicator – Breakdown of Workforce

Category		Number of Employees	
		2025	2024
Gender	Male	2	1
	Female	1	1
Employment Type	Full time	2	2
	Part time	1	0
Age Group	30 – 50	3	1
	Above 50	–	1
Geographical Region	Hong Kong	3	2

### Key Performance Indicator – Turnover Rate of Workforce

Category		Employee Turnover Rate*	
		2025	2024
Total Turnover Rate		40%	0%
Gender	Male	66.7%	0%
	Female	0%	0%
Geographical Region	Hong Kong	40%	0%
Age Group	30 – 50	0%	0%
	Over 50	200%	0%

\* The employee turnover rate is calculated by dividing the number of employees in the specified category who left during the year by the average total number of employees in the specified category.

# Social

The Group strictly complies with relevant Hong Kong labour laws and regulations on employment, including:

- Employment Ordinance (Cap. 57)
- Minimum Wage Ordinance (Cap. 608)
- Employees' Compensation Ordinance (Cap. 282)
- Mandatory Provident Fund Schemes Ordinance (Cap. 485)
- Sex Discrimination Ordinance (Cap. 480)
- Disability Discrimination Ordinance (Cap. 487)
- Family Status Discrimination Ordinance (Cap. 527)
- Race Discrimination Ordinance (Cap. 602)

During the Reporting Year, we were not aware of any non-compliance with relevant laws and regulations that had a significant impact on the Group relating to compensation and dismissal, recruitment and promotion, working hours, rest periods, equal opportunity, diversity, anti-discrimination, and other benefits and welfare.

## Health and Safety

The Group is committed to providing a safe and healthy working environment for our employees. As an investment company, our operations do not involve high-risk activities, and we therefore face comparatively lower occupational health and safety risks. Nevertheless, we place high importance on workplace safety. We have implemented safety practices and measures to minimise workplace accidents and promote a healthier working environment, such as prohibiting indoor smoking and maintaining workplace hygiene and cleanliness. We have also established clear work arrangements for adverse weather to ensure employee safety.

We strictly comply with the Occupational Safety and Health Ordinance (Cap. 509 Laws of Hong Kong) to protect employees' health and safety. Over the past three years, the Group recorded no work-related fatality or injury, and no lost workdays due to work injury. All employees are entitled to the hospitalisation and out-patient medical insurance offered by the Group. During the Reporting Year, we were not aware of any non-compliance with relevant laws and regulations that had a significant impact on the Group relating to providing a safe working environment and protecting employees from occupational hazards.

## Development and Training

We recognise that the success of our business relies largely on the strength and capabilities of our employees. We are committed to fostering an environment that encourages continuous learning and skills development. Our dedication to allocating sufficient resources for staff training is crucial to maintaining a highly professional workforce that can contribute to the Group.

During the Reporting Year, we provided orientation training to our newly hired employees. We also offered additional training courses to our staff and some of them are listed below:

- Listing of alternative funds in Hong Kong and emerging regulatory trends in the funds industry
- AI and copyright: Recent developments
- Digitalisation, copyright and the law

# Social

## Key Performance Indicator – Percentage of Employees Taken Part in Training

Category		2025	2024*
Percentage of employees trained	Total	<b>66.7%</b>	100%
Gender	Male	<b>100%</b>	50%
	Female	<b>0%</b>	50%
Employment category	Senior management	<b>100%</b>	50%
	General staff	<b>0%</b>	50%

\* The comparative figures have been adjusted to align with current year's presentation.

## Key Performance Indicator – Average Training Hours Completed Per Employee

Category		2025 (hours)	2024 (hours)
Overall average training hours completed per employee		<b>3.8</b>	13.5
Gender	Male	<b>5.8</b>	15
	Female	<b>–</b>	12
Employment category	Senior management	<b>5.8</b>	15
	General staff	<b>–</b>	12

## Labour Standards

The Group strictly prohibits employment of child labour or using forced labour. We have implemented policies to ensure that child labour and forced labour are absent from our operations and we maintain a zero-tolerance stance towards such illegal practices. If any irregularity or non-compliance with relevant rules and regulations is discovered, corrective action will be taken immediately to rectify the situation, including termination of employment and reporting to the appropriate government authorities.

We have established comprehensive inspection and verification procedures to prevent such occurrences. We conduct background checks and inspection of identity documentations at recruitment to avoid employing child labour. Our employees are well protected on their rights and employment terms and conditions are comprehensively stated in their employment contracts. All employees work on a voluntary basis under agreed terms and have the rights to terminate the employment contract as long as it complies with the terms of employment contract and the applicable laws.

We have complied with laws and regulations related to preventing child and forced labour. During the Reporting Year, we were not aware of any non-compliance with relevant laws and regulations that had a significant impact on the Group relating to preventing child labour and forced labour.

## Supply Chain Management

We do not have suppliers for goods due to the nature of our business. Our operations engage only a limited number of service providers to deliver essential professional services, including securities brokerage, legal consulting, financial advisory, and custodian services.

# Social

The group collaborates closely with business partners to promote sustainability development. We have established practices for selecting service providers based on their reputation, work performance, and price. Qualified service providers are evaluated periodically to ensure they meet our ethical and sustainability standards. We do not rely on any single service provider, as we can readily engage alternatives from the market when necessary. Consequently, the environmental and social risks associated with our supply chain are minimal.

## Responsible Investment

The Group recognises the growing importance of integrating sustainability into investment decision-making. We understand that responsible investment not only reflects our commitment to ethical practices but also aligns with the expectations of our stakeholders. We are committed to further embedding ESG factors into our investment framework to ensure that our decisions contribute to positive societal outcomes.

## Anti-Corruption

The Group is committed to upholding the highest standards of business integrity across our operations. We do not tolerate any form of fraud or corruption by employees or anyone representing the Group in business dealings with third parties. All directors and employees are required to strictly comply with the Prevention of Bribery Ordinance (Cap. 201 of the Laws of Hong Kong) and the Anti-Money Laundering and Counter-Terrorist Financing Ordinance (Cap. 615 of the Laws of Hong Kong).

To maintain high standards of corporate governance, the Group has established an Anti-Fraud and Anti-Corruption Policy. The policy is strictly enforced across our operations and provides guidance to all directors and employees on the proper handling of receiving gifts and the reporting of conflicts of interest.

To encourage the reporting of any misconduct and rule violations, we have implemented a whistleblowing policy that provides a reporting mechanism for our employees and relevant third parties to raise any suspected improprieties. Employees who raise legitimate concerns in good faith are protected from retaliation. All complaints or issues raised will be dealt with by the Audit Committee in a confidential and appropriate manner. The Group will take all appropriate actions with the applicable laws for any non-compliance cases.

We are committed to preventing, detecting, and investigating all forms of fraud and bribery. All directors and employees are required to familiarise themselves with the Anti-Fraud and Anti-Corruption Policy. Induction training on our anti-corruption and whistleblowing policies is provided to new hires. On-going anti-corruption training is delivered to directors and employees to raise their awareness on preventing corruption.

During the Reporting Year, there was no reported or concluded legal case regarding corrupt practices brought against the Group or our employees. We were not aware of any non-compliance with relevant laws and regulations that had a significant impact on the Group relating to bribery, extortion, fraud and money laundering.

## Community Investment

The Group is dedicated to serving the community and to corporate social responsibility. In pursuit of giving back to society, we actively seek out charitable, non-profit, and educational institutions and foundations that align with our values and mission. By leveraging our resources and expertise, we aim to make a meaningful impact and contribute to initiatives that foster positive social change. The Group strives to enhance community well-being and support long-term social and educational advancement.

# Climate-related Management

Climate change poses significant risks to the economic and business environment with the potential to disrupt our operations and increase financial and operational risks. However, the urgent need to address climate change also creates opportunities for innovation and business expansion. By comprehensively understanding and addressing both the challenges and opportunities associated with climate change, we aim to develop strategies that not only mitigate risks but also leverage on opportunities to ensure the long-term resilience and sustainable growth of our business. To effectively manage climate-related risks and opportunities, we have integrated climate considerations into our governance, strategy, and risk management frameworks.

## Governance

The governance of climate-related risks and opportunities is integrated within the Group's sustainability governance framework, as outlined in the preceding section, "Sustainability Governance," and further elaborated in the "Climate Risk Management" section.

The Board, in collaboration with the Company Secretary, is actively integrating sustainability considerations into the Group's long-term development strategy. It ensures the establishment and effectiveness of risk management and internal control systems related to ESG. Key ESG risks, including those associated with climate change, are assessed and incorporated into the Group's decision-making processes.

The Company Secretary is delegated by the Board to oversee matters concerning the sustainability framework and policies. He is responsible for ensuring that the Group effectively identifies and responds to emerging risks in a timely manner. This includes overseeing climate-related risks and opportunities, assessing their impacts on business operations, and ensuring that potential risk exposures are adequately addressed. He develops appropriate strategies to mitigate these risks and implements the Group's sustainability strategies, prioritizing significant climate-related risks and opportunities. Additionally, he monitors the Group's ESG performance against established targets and keeps the Board regularly informed of any relevant climate-related risks and opportunities throughout the year.

To effectively oversee strategies addressing climate-related risks and opportunities, the designated ESG officer must possess the necessary skills and competencies. To enhance these skills, the Group engaged an independent sustainability consultant to collaborate with the Company Secretary on various topics throughout the year. These discussions included evolving disclosure standards, climate change risk management practices, and the assessment of short, medium, and long-term climate-related risks and opportunities.

## Strategy

The Board recognises the physical and transition risks posed by climate change, as well as the opportunities it creates for the Group. This understanding is crucial for developing strategies that mitigate risks and build resilience against the effects of climate change.

To enhance our management's insight of ESG issues and disclosures, we engaged an external consultant to collaborate on climate scenario analysis and climate-related disclosures. This initiative has better positioned the Group to identify potential risks and opportunities in the changing risk management landscape.

# Climate-related Management

## Climate Resilience

To assess the potential impacts of climate change on our business, we conducted a scenario analysis using climate pathways developed by reputable institution, the Intergovernmental Panel on Climate Change (IPCC). We use two different scenarios: one featuring proactive global cooperation to reduce carbon emissions and another depicting a fragmented world with little government action on carbon emissions reduction. The scenario analysis employed two separate sets of models, the Representative Concentration Pathways (RCP) and Shared Socioeconomic Pathways (SSP).

These climate scenarios are embedded in our group risk management system, allowing us to evaluate the risk levels and impacts of our identified physical and transition risks, as well as the level of opportunities of the associated climate-related opportunities. The findings from this risk and opportunity assessment supports the development of our adaptive strategies over the short, medium, and long-term. This proactive approach ensures our business continuity by minimising risks and capturing value-added opportunities, and the long-term climate resilience of our operations.

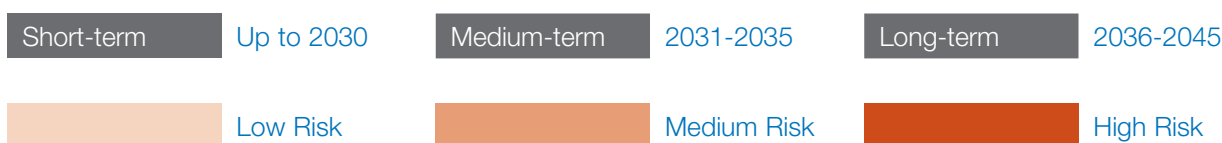
The following are the scenarios we used in our assessment:

Physical Risks Scenario	RCP 2.6	RCP 8.5
<b>– Risks Assessed</b>	<b>Acute:</b> • Heavy rainfall • Rainfall flood • Typhoon and coastal flood • Heatwave <b>Chronic:</b> • Extreme heat	
Transition Risks Scenario	SSP 1–2.6	SSP 5–8.5
<b>– Risks Assessed</b>	• Technology risk • Policy risk • Reputation risk • Market Risk	
Projected Temperature Rise Above Pre-Industrial Levels by 2100	Around 1.5°C	3°C to 4.5°C
Scenario Description	A low GHG emissions scenario that requires a significant transition to renewable energy sources, improved energy efficiency, and advanced carbon capture technologies. In this scenario, global governments collaborate effectively and implement robust climate policies to minimise GHG emissions. The outcome is fewer and less severe extreme weather events and an inclusive economic landscape characterised by enhanced education and health outcomes.	A high GHG emissions trajectory is marked by increasing fossil fuel consumption, minimal technological advancements, and limited climate policy intervention. This scenario results in more frequent and severe extreme weather events. It reflects a fragmented global landscape with little cooperation on climate policy. As a consequence, socioeconomic inequality exacerbates, creating significant disparities in access to technology and resources both between and within countries.

# Climate-related Management

## Physical Risks Under Different Scenarios

Both acute and chronic risks pose low to medium threats to the Group in the short to medium term. Given that our operations are entirely indoor and do not involve transportation of supplies, only limited resilience strategies may be necessary. However, in the long term, both acute and chronic risks are anticipated to present significant risks to our business under both scenarios, especially for the RCP 8.5 scenario that will likely elevate our risk levels to high. This changing risk landscape underscores the need for proactive measures to mitigate potential risks across our operations in the future.



Physical Risks	Potential Operational and Financial Impact	RCP 2.6			RCP 8.5			Resilient Strategies
		Short Term	Med Term	Long Term	Short Term	Med Term	Long Term	
<b>Acute Risks</b>								
Heatwave	<ul style="list-style-type: none"> <li>Increased electricity expenses due to cooling demand</li> <li>Adverse impact on financial performance and asset value of investee companies operating in vulnerable regions</li> </ul>	Low	Low	Medium	Medium	Medium	High	<ul style="list-style-type: none"> <li>Establish contingency measures and plans to mitigate operational risks</li> <li>Establish extreme weather policies to ensure the safety of employees</li> <li>Emergency arrangements for typhoon and black rain</li> <li>Human resource planning in advance of the typhoon peril</li> <li>Conduct carbon footprint assessments of investment portfolio to identify high-risk investments</li> </ul>
Heavy rain and flood	<ul style="list-style-type: none"> <li>Disruption to business operations due to office closure or transportation disruptions</li> </ul>	Low	Medium	Medium	Low	Medium	High	
Typhoon and costal flood	<ul style="list-style-type: none"> <li>Risk to employee safety during extreme weather events</li> <li>Adverse impact on asset value of investee companies</li> </ul>	Low	Medium	Medium	Low	Medium	High	
<b>Chronic Risks</b>								
Prolonged high temperature	<ul style="list-style-type: none"> <li>Increased electricity cost due to cooling demand</li> <li>Prolonged high temperature may make certain industries vulnerable, leading to an adverse impact on the asset value of investee companies</li> </ul>	Low	Low	Medium	Low	Medium	High	<ul style="list-style-type: none"> <li>Install energy-efficient equipment and upgrade practices</li> <li>Incorporate risk assessment of investee companies for vulnerability to long-term temperature rise</li> </ul>

# Climate-related Management

## Transition Risks Under Different Scenarios

Category	Specific Description
Policy	Worldwide governments, regulators, and stock exchanges are developing laws and regulations aimed at reducing GHG emissions, enhancing ESG practices, and improving climate-related disclosures. The HKEX and the Hong Kong Institute of Certified Public Accountants have issued codes and standards that listed companies must adhere to.
Technology	Transition to low carbon emissions technology.
Market	Investors and shareholders change preference to sustainable and greener investments.
Reputation	Investors and shareholders are increasingly concerned in ESG ratings and performance. Their focus reflects a growing emphasis on sustainable practices and accountability in corporate governance.

Short-term	Up to 2030	Medium-term	2031-2035	Long-term	2036-2045
	Low Risk		Medium Risk		High Risk

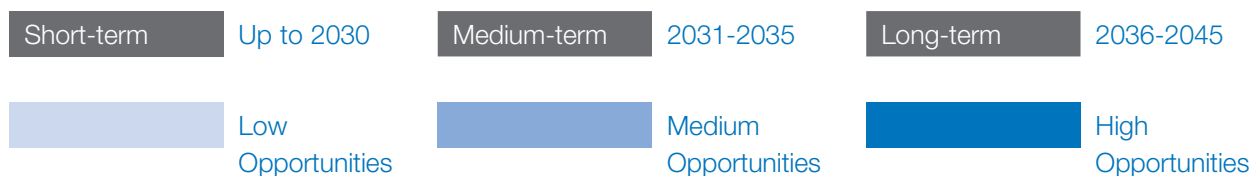
Transition Risks	Potential Operational and Financial Impact	SSP 1-2.6			SSP 5-8.5			Resilient Strategies
		Short Term	Med Term	Long Term	Short Term	Med Term	Long Term	
Policy	<ul style="list-style-type: none"> <li>Increase compliance costs such as consultancy fees, assurance fees, and manpower for reporting, etc.</li> </ul>							<ul style="list-style-type: none"> <li>Provide training to staff on compliance and regulation awareness</li> <li>Enhance the Group's risk management system and relevant internal control policies and procedures</li> </ul>
	<ul style="list-style-type: none"> <li>Stricter environmental regulations (e.g., carbon pricing, emissions targets) may affect the viability of investments in high-emission sectors</li> </ul>							
	<ul style="list-style-type: none"> <li>Legal consequences and legal costs for non-compliance with relevant laws and regulations</li> </ul>							

# Climate-related Management

Transition Risks	Potential Operational and Financial Impact	SSP 1–2.6			SSP 5–8.5			Resilient Strategies
		Short Term	Med Term	Long Term	Short Term	Med Term	Long Term	
Technology	<ul style="list-style-type: none"> <li>Costs on upgrading to low-carbon equipment and appliances</li> </ul>							<ul style="list-style-type: none"> <li>Provide staff training to ensure compliance with evolving regulations</li> <li>Keep the management informed about technology advancements on less GHG emissions equipment</li> </ul>
Market	<ul style="list-style-type: none"> <li>Less investor interest on high carbon emissions companies may lead to lower liquidity, making it more difficult to sell investments without incurring loss</li> </ul>							<ul style="list-style-type: none"> <li>Integrate climate change factors into investment evaluation to prioritise sustainability</li> <li>Diversify investments across various sectors to reduce exposure to specific risks associated with market risks on climate transition</li> </ul>
	<ul style="list-style-type: none"> <li>Impact on revenue due to switching from high dividend, high carbon emissions companies to lower yielding investments that have strategies to address climate change</li> </ul>							
	<ul style="list-style-type: none"> <li>Additional time and costs on climate-related analysis, and portfolio restructuring including shift from traditional investments to greener investment portfolio</li> </ul>							
Reputation	<ul style="list-style-type: none"> <li>Deteriorate reputation due to low ESG rating or failure to meet investors' expectation regarding climate-related sustainability efforts and disclosure</li> </ul>							<ul style="list-style-type: none"> <li>Transparently communicate climate-related risk management strategies with investors and other stakeholders to build trust and support</li> </ul>

# Climate-related Management

## Climate-related Opportunities Under Different Scenarios



Opportunities	Potential benefits	SSP 1-2.6			SSP 5-8.5			The Group's Responses
		Short Term	Med Term	Long Term	Short Term	Med Term	Long Term	
More sustainability information on investees and for investors	<ul style="list-style-type: none"> <li>Easier to access ESG information on investment targets</li> <li>Improve management of the climate-related risks and opportunities in our Group's investment portfolio</li> </ul>							<ul style="list-style-type: none"> <li>Incorporate more comprehensive evaluation of climate-related information of investee companies in mid to long-term</li> </ul>
Transition to low-carbon technology	<ul style="list-style-type: none"> <li>Create more opportunities to invest in companies advancing low carbon technology</li> </ul>							<ul style="list-style-type: none"> <li>Stay informed on technological developments and market trends in the carbon reduction to guide investment decisions</li> </ul>
Entering Green products/ investments market	<ul style="list-style-type: none"> <li>Enhance revenue streams by investing in new markets for green products and green investment</li> </ul>							<ul style="list-style-type: none"> <li>Follow market trends, regulations, and technological advancement in sustainability</li> <li>Over the medium term, initiate due diligence on investing in renewable energy companies and projects</li> </ul>
Investors' concern over ESG performance	<ul style="list-style-type: none"> <li>Improve the Group's ESG profile and public reputation to increase investor appeal</li> <li>Cheaper cost of capital with the recognition from investors</li> </ul>							<ul style="list-style-type: none"> <li>Over medium to long-term, reinforce the Group's ESG governance, practices, and reporting</li> <li>Improve scope 3 GHG emissions disclosures</li> </ul>

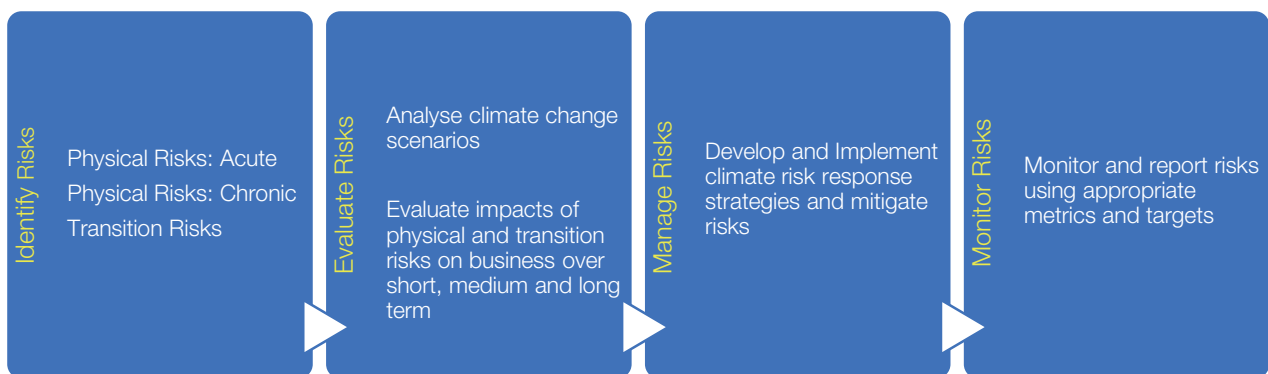
# Climate-related Management

## Financial Position, Financial Performance and Cash Flows

Due to insufficient reasonable and supportable information, we are currently unable to quantify the financial impacts of climate related risks and opportunities without incurring disproportionate cost or effort. Based on the nature and scale of our operations, we do not expect material effects on our current financial position, performance, or cash flows for the Reporting Year, nor in the short to medium term the anticipated financial position, financial performance, and cash flows. Accordingly, we do not anticipate any material adjustments to assets or liabilities for the next reporting year. Over the long term, we will update our climate resilience analysis to improve our understanding of how climate related risks and opportunities could affect our finances.

## Climate Risk Management

Our climate risk management is embedded within the Group's enterprise wide risk management framework. Climate related risks are systematically identified, assessed, prioritised, managed, monitored and reviewed by operational staff with oversight from the Board. By consolidating climate risks in a materiality matrix and ranking them by low, medium and high, we ensure a consistent, transparent approach to developing response plans and allocating resources.. For more details, please refer to "Our Sustainability Value Creation Process".



We complement our enterprise risk management system with climate scenario analysis to improve understanding of potential climate exposures. Scenario analysis models a range of future climate pathways and helps identify how physical and transition risks could evolve under different assumptions. The outcomes are integrated into our Risk Management framework. This ensures the Board, management, and staff receive forward looking evidence to guide capital allocation, adaptation measures, and mitigation actions across the Group.

# Climate-related Management

## Metrics and Targets

### Greenhouse Gas Emissions (“GHG”)

Our business is investment-focused, so our GHG emissions are low as compared with those companies in other industries. We did not own any motor vehicles or consume any fuel in the office and consequently we recorded no Scope 1 GHG emissions for the Reporting Year.

The Group’s primarily GHG emissions fall under Scope 2, and stem from purchased electricity for our Hong Kong office. Our business operations are relatively simple and staffed by a small number of employees, resulting in only limited amount of Scope 3 emissions from other indirect sources related to the Group’s activities.

We evaluate the GHG emissions with reference to the Greenhouse Gas Protocol Corporate Value Chain (Scope 3) Accounting and Reporting Standard (2011). For the Reporting Year, we identified five categories of Scope 3 GHG emissions relevant to the Group as follows:

Relevant Scope 3 emissions	Included in calculation of Scope 3 emissions	Reasons for Exclusion	Definition
<b>Category 1:</b> Purchased Goods and Services	No	Primary emissions data of service providers is not available	N/A
<b>Category 3:</b> Fuel and Energy Related Activities Not Included in Scope 1 or Scope 2	No	Emission factors related to the extraction, production and transportation of electricity purchased by the Group is not available	N/A
<b>Category 5*:</b> Waste Generated in Operations	Yes	N/A	Emissions from third-party disposal and treatment of paper waste at landfills generated by the Group
<b>Category 7:</b> Employee Commuting	No	The Group considers GHG emissions from transportation of employees between their homes and workplace are immaterial.	N/A
<b>Category 15:</b> Investments	No	Emissions arising from investments are not calculated as the Group’s equity shares in the investments as of 31 December 2025 are below the minimum holding threshold (20%) for calculating Scope 3 emissions	N/A

\* Emissions of our paper waste disposed at landfills are calculated by waste-specific method using the internal waste data, and by applicable GHG emissions factor provided by the Hong Kong Environmental Protection Department.

# Climate-related Management

## Key Performance Indicator – GHG Emissions<sup>1</sup>

	2025 tonnes CO <sub>2</sub> e	2024 tonnes CO <sub>2</sub> e
Scope 1	–	–
Scope 2 <sup>2</sup> (location based)	<b>7.12</b>	5.16
Scope 3 <sup>3</sup>	<b>0.92</b>	–
Total GHG Emissions (gross)	<b>8.04</b>	5.16
GHG Emissions Intensity (tonnes CO <sub>2</sub> e/employee)	<b>2.68</b>	2.58

1 GHG emissions are measured in accordance with the Greenhouse Gas Protocol: A Corporate Accounting and Reporting Standard (2004). The Group's GHG emissions includes carbon dioxide, methane, nitrous oxide. GHG emissions data is presented in carbon dioxide equivalent (CO<sub>2</sub>e).

2 The emission factor for electricity consumption is obtained from the sustainability report of HK Electric Investments Limited.

3 The following Scope 3 categories are considered not relevant to the Group:

- Category 2 – Capital goods: The Group did not acquire significant capital goods in the Reporting Year.
- Category 4 – Upstream transportation and distribution: The Group did not purchase products from suppliers.
- Category 6 – Business travel: The Group's employees did not have business travel during the Reporting Year.
- Category 8 – Upstream leased assets: Emissions from electricity use by the Group's leased office have already been included in the Group's Scope 2 emissions.
- Category 9 – Downstream transportation and distributions, Category 10 – Processing of sold goods, Category 11 – Use of sold products, Category 12 – End-of-life treatment of sold products: The Group did not sell any products.
- Category 13 – Downstream leased assets: The Group does not have any assets leased to other organisations.
- Category 14 – Franchises: The Group does not operate any franchising business.

## Environmental and Climate-related Targets

The Hong Kong Government's Climate Action plan 2050 sets out measures for Hong Kong's decarbonisation strategy and targets to carbon neutrality by 2050. In alignment with this net-zero objective, we recognise our responsibility to reduce the Group's GHG footprint and work towards net-zero emissions.

As an investment company operating in office, we consume inconsiderable amount of energy, electricity and water, and our paper waste is limited; therefore, we have not set specific environmental and climate-related targets. Although our air and GHG emissions are not significant, we remain committed to implementing sustainable practices and initiatives that support broader decarbonisation efforts.

We will continue to monitor our carbon footprint and implement emissions-reduction initiatives as part of our contribution to achieving the net-zero target.

# The HKEX ESG Reporting Code Checklist

ASPECTS	DESCRIPTION	PAGE REF/REMARK
<b>Mandatory Disclosure Requirements</b>		
Governance Structure	A statement from the board containing the following elements: (i) a disclosure of the board's oversight of ESG issues; (ii) the board's ESG management approach and strategy, including the process used to evaluate, prioritise and manage material ESG-related issues (including risks to the issuer's businesses); (iii) how the board reviews progress made against ESG-related goals and targets with an explanation of how they relate to the issuer's businesses.	3-6
Reporting Principles	A description of, or an explanation on, the application of the following Reporting Principles in the preparation of the ESG report:  Materiality: The ESG report should disclose: (i) the process to identify and the criteria for the selection of material ESG factors; (ii) if a stakeholder engagement is conducted, a description of significant stakeholders identified, and the process and results of the issuer's stakeholder engagement.  Quantitative: Information on the standards, methodologies, assumptions and/or calculation tools used, and source of conversion factors used, for the reporting of emissions/energy consumption (where applicable) should be disclosed.  Consistency: The issuer should disclose in the ESG report any changes to the methods or KPIs used, or any other relevant factors affecting a meaningful comparison.	2
Reporting Boundary	A narrative explaining the reporting boundaries of the ESG report and describing the process used to identify which entities or operations are included in the ESG report. If there is a change in the scope, the issuer should explain the difference and reason for the change.	2

# The HKEX ESG Reporting Code Checklist

ASPECTS	DESCRIPTION	PAGE REF/REMARK
<b>A. Environmental</b>		
<b>Aspect A1: Emissions</b>		
General Disclosure	Information on: (a) the policies; (b) compliance with relevant laws and regulations that have a significant impact on the issuer relating to air emissions, discharges into water and land, and generation of hazardous and non-hazardous waste.	7
KPI A1.1	The types of emissions and respective emissions data.	7
KPI A1.3	Total hazardous waste produced (in tonnes) and, where appropriate, intensity.	N/A
KPI A1.4	Total non-hazardous waste produced (in tonnes) and, where appropriate, intensity.	7
KPI A1.5	Description of emission target(s) set and steps taken to achieve them.	No emissions except GHG
KPI A1.6	Description of how hazardous and non-hazardous wastes are handled, and a description of reduction target(s) set and steps taken to achieve them.	7, Immaterial to set targets
<b>Aspect A2: Use of Resources</b>		
General Disclosure	Policies on the efficient use of resources, including energy, water and other raw materials.	8
KPI A2.1	Direct and/or indirect energy consumption by type (e.g. electricity, gas or oil) in total (kWh in '000s) and intensity.	8
KPI A2.2	Water consumption in total and intensity.	8
KPI A2.3	Description of energy use efficiency target(s) set and steps taken to achieve them.	Immaterial to set target
KPI A2.4	Description of whether there is any issue in sourcing water that is fit for purpose, water efficiency target(s) set and steps taken to achieve them.	8
KPI A2.5	Total packaging material used for finished products (in tonnes) and, if applicable, with reference to per unit produced.	8
<b>Aspect A3: The Environment and Natural Resources</b>		
General Disclosure	Policies on minimising the issuer's significant impact on the environment and natural resources.	8
KPI A3.1	Description of the significant impacts of activities on the environment and natural resources and the actions taken to manage them.	8

# The HKEX ESG Reporting Code Checklist

ASPECTS	DESCRIPTION	PAGE REF/REMARK
<b>B. Social</b>		
<b>Employment and Labour Practices</b>		
<b>Aspect B1: Employment</b>		
General Disclosure	Information on: (a) the policies; (b) compliance with relevant laws and regulations that have a significant impact on the issuer relating to compensation and dismissal, recruitment and promotion, working hours, rest periods, equal opportunity, diversity, anti-discrimination, and other benefits and welfare.	9
KPI B1.1	Total workforce by gender, employment type, age group and geographical region.	9
KPI B1.2	Employee turnover rate by gender, age group and geographical region.	9
<b>Aspect B2: Health and Safety</b>		
General Disclosure	Information on: (a) the policies; (b) compliance with relevant laws and regulations that have a significant impact on the issuer relating to providing a safe working environment and protecting employees from occupational hazards.	10
KPI B2.1	Number and rate of work-related fatalities occurred in each of the past three years including the reporting year.	10
KPI B2.2	Lost days due to work injury.	10
KPI B2.3	Description of occupational health and safety measures adopted, and how they are implemented and monitored.	10
<b>Aspect B3: Development and Training</b>		
General Disclosure	Policies on improving employees' knowledge and skills for discharging duties at work. Description of training activities.	10
KPI B3.1	The percentage of employees trained by gender and employee category.	11
KPI B3.2	The average training hours completed per employee by gender and employee category.	11

# The HKEX ESG Reporting Code Checklist

ASPECTS	DESCRIPTION	PAGE REF/REMARK
<b>Aspect B4: Labour Standards</b>		
General Disclosure	Information on: (a) the policies; (b) compliance with relevant laws and regulations that have a significant impact on the issuer relating to preventing child and forced labour.	11
KPI B4.1	Description of measures to review employment practices to avoid child and forced labour.	11
KPI B4.2	Description of steps taken to eliminate such practices when discovered.	N/A
<b>Operating Practices</b>		
<b>Aspect B5: Supply Chain Management</b>		
General Disclosure	Policies on managing environmental and social risks of the supply chain.	11-12
KPI B5.1	Number of suppliers by geographical region.	11-12
KPI B5.2	Description of practices relating to engaging suppliers, number of suppliers where the practices are being implemented, how they are implemented and monitored.	11-12
KPI B5.3	Description of practices used to identify environmental and social risks along the supply chain, and how they are implemented and monitored.	11-12
KPI B5.4	Description of practices used to promote environmentally preferable products and services when selecting suppliers, and how they are implemented and monitored.	11-12
<b>Aspect B6: Product Responsibility</b>		
General Disclosure	Information on: (a) the policies; (b) compliance with relevant laws and regulations that have a significant impact on the issuer relating to health and safety, advertising, labelling and privacy matters relating to products and services provided and methods of redress.	No product is sold
KPI B6.1	Percentage of total products sold or shipped subject to recalls for safety and health reasons.	N/A
KPI B6.2	Number of products and service related complaints received and how they are dealt with.	N/A
KPI B6.3	Description of practices relating to observing and protecting intellectual property rights.	N/A
KPI B6.4	Description of quality assurance process and recall procedures.	N/A
KPI B6.5	Description of consumer data protection and privacy policies, and how they are implemented and monitored.	N/A

# The HKEX ESG Reporting Code Checklist

ASPECTS	DESCRIPTION	PAGE REF/REMARK
<b>Aspect B7: Anti-corruption</b>		
General Disclosure	Information on: (a) the policies; (b) compliance with relevant laws and regulations that have a significant impact on the issuer relating to bribery, extortion, fraud, and money laundering.	12
KPI B7.1	Number of concluded legal cases regarding corrupt practices brought against the issuer or its employees during the reporting period and the outcomes of the cases.	12
KPI B7.2	Description of preventive measures and whistle-blowing procedures, and how they are implemented and monitored.	12
KPI B7.3	Description of anti-corruption training provided to directors and staff.	12
<b>Community</b>		
<b>Aspect B8: Community Investment</b>		
General Disclosure	Policies on community engagement to understand the needs of the communities where the issuer operates and to ensure its activities take into consideration the communities' interests.	12
KPI B8.1	Focus areas of contribution.	12
KPI B8.2	Resources contributed to the focus area.	12
<b>Climate-related Disclosures</b>		
<b>Governance</b>		
General Disclosure	Information about i. the governance body(s) responsible for oversight of climate-related risks and opportunities ("CRO"). In particular, how the body(s) determines appropriate skills and competencies are available, is informed of CRO, considers CRO in business decisions, and oversees and monitors progress and targets related to CRO; ii. management's role in managing and overseeing CRO including delegation to specific management position or committee, and using and integrating controls and procedures to support oversight of CRO.	13

# The HKEX ESG Reporting Code Checklist

ASPECTS	DESCRIPTION	PAGE REF/REMARK
<b>Strategy</b>		
Climate-related Risks and Opportunities	Disclosure of information about the CRO identified by the issuer that could reasonably be expected to affect the issuer's cash flows, its access to finance or cost of capital over the short, medium, or long term.	13-19
Business Model and Value Chain	Disclosure of information about the current and anticipated effects of CRO on the issuer's business model and value chain.	15-18
Strategy and Decision Making	Disclosure of information to enable an understanding of the effects of CRO on the issuer's strategy and decision-making. Specifically: <ul style="list-style-type: none"> <li>i. how the issuer has responded to CRO, including anticipated changes to business model, resource allocation, current and anticipated adaptation and mitigation efforts, climate-related transition plan, and climate-related targets;</li> <li>ii. how the issuer resources the responses in above;</li> <li>iii. disclosure of information about the progress of plans for above.</li> </ul>	15-18
Financial Position, Financial Performance and Cash Flows	Disclosure of qualitative and quantitative information about <ul style="list-style-type: none"> <li>i. the impact of CRO on the issuer's current financial position, financial performance, and cash flows for the reporting period, and need for material adjustment to the assets and liabilities for next reporting period;</li> <li>ii. the impact of CRO on the issuer's anticipated financial position, taking into consideration its investment and disposal plans, and sources of funding, and on the anticipated financial performance, and cash flows over the short, medium and long term.</li> </ul>	19
Climate Resilience	Disclosure of information about the resilience of the issuer's strategy and business model to climate-related changes, developments and uncertainties, taking into consideration of the issuer's identified CRO. The issuer shall use climate-related scenario analysis to assess its climate resilience. Specifically: <ul style="list-style-type: none"> <li>i. the implications for its strategy and business model;</li> <li>ii. the significant areas of uncertainty;</li> <li>iii. the issuer's capacity to adjust or adapt to its strategy and business model to climate change over the short, medium or long term;</li> <li>iv. information about the inputs used when the climate-related scenario was carried out, the key assumptions and the reporting period the analysis was carried out.</li> </ul>	14-18

# The HKEX ESG Reporting Code Checklist

ASPECTS	DESCRIPTION	PAGE REF/REMARK
<b>Risk Management</b>		
General Disclosure	Information about <ol style="list-style-type: none"> <li>i. the issuer's processes and related policies to identify, assess, prioritise and monitor climate-related risks (including data sources and the scope; whether using of climate-related scenario analysis; how to assess the nature, likelihood and magnitude of risks; and how to prioritise and monitor risks);</li> <li>ii. the issuer's processes to identify, assess, prioritise, and monitor climate-related opportunities;</li> <li>iii. the extent to which, and how, the processes for identifying, assessing, prioritising, and monitoring climate-related risks and opportunities are integrated into and inform the issuer's overall risk management process.</li> </ol>	19
<b>Metrics and Targets</b>		
Greenhouse Gas Emissions	Disclosure of information about: <ol style="list-style-type: none"> <li>i. scope 1, Scope 2, and Scope 3 GHG emissions;</li> <li>ii. the method used to measure GHG emissions;</li> <li>iii. the approach used to measure GHG emissions;</li> <li>iv. the location-based Scope 2 GHG emissions;</li> <li>v. categories included in the Scope 3 GHG emissions.</li> </ol>	20-21
Climate-related Transition Risks and Physical Risks	Disclosure of information about the amount and percentage of assets or business activities vulnerable to climate-related transition risks and physical risks.	Due to absence of reasonable and supportable information, we are unable to determine the financial effects of climate-related risks and opportunities without undue cost or efforts for the time being.
Climate-related Opportunities	Disclosure of information about the amount and percentage of assets or business activities aligned with climate-related opportunities.	
Capital Deployment	Disclosure of information about the amount of capital expenditure, financing or investment deployed towards CRO.	
Internal Carbon Prices	Disclosure of information about: <ol style="list-style-type: none"> <li>i. explanation of whether and how the issuer is applying a carbon price in decision-making;</li> <li>ii. the price of each metric tonne of greenhouse gas emissions the issuer uses to assess the costs of its greenhouse gas emissions;</li> <li>iii. or an appropriate negative statement that the issuer does not apply a carbon price in decision-making.</li> </ol>	

# The HKEX ESG Reporting Code Checklist

ASPECTS	DESCRIPTION	PAGE REF/REMARK
<b>Metrics and Targets (Cont'd)</b>		
Remuneration	Disclosure of information about whether and how climate-related considerations are factored into remuneration policy.	It is not formally factored into our remuneration policy currently.
Climate-related Targets	<p>Disclosure of information about</p> <ul style="list-style-type: none"> <li>i. the qualitative and quantitative climate-related targets set by the issuer to monitor progress towards achieving its strategic goals, and any targets the issuer is required to meet by law or regulation (including metric used, the objective, the scope of application, the period and the base period, milestones if any, and whether they are absolute or intensity targets);</li> <li>ii. the issuer's approach to setting, reviewing, and monitoring the progress of each target;</li> <li>iii. the issuer's performance against each climate-related target and an analysis of trends or changes in the issuer's performance;</li> <li>iv. for each GHG emissions target, whether Scope1, 2, or 3 GHG emissions are covered; whether it is a gross or net emissions target; whether it was derived using a sectoral decarbonisation approach; planned use of carbon credits to achieve any net GHG emissions target; the type of carbon credit; and the credibility and integrity of the carbon credits.</li> </ul>	20

# Contact Us

We welcome your comments and suggestions on our ESG initiatives and reporting for enhancing our sustainability values. Please share your views with us via email at [info@longcorp.com](mailto:info@longcorp.com).

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