

## Kerry Properties Limited

Sustainability is fundamental to Kerry Properties Limited (“KPL”). We are committed to decarbonisation and building a climate-resilient business by adopting measures for mitigating and adapting to climate change. Guided by our Climate Change Policy, we aim to mitigate climate change by embedding sustainability into the decision-making process throughout the life cycle of our properties, from planning and design, construction, to operation and maintenance stages.



### Climate Risk Management

Our Sustainability Steering Committee is responsible for managing KPL’s climate strategies, policies and performance. We target to achieve 25% carbon intensity reduction by 2025, against baseline year 2017, for our operations (owned and managed properties) in Hong Kong and the Mainland.

KPL has been conducting Climate Risk and Vulnerability Assessment (“CRVA”) for our properties since 2019 to understand the threats brought by climate change. The assessment helps us assess the adaptation measures, determine the vulnerability of our properties to climate change, and recommend measures for improving climate resilience of the buildings. We target to complete CRVA for all of our investment properties by 2030. To extend the scope of our climate risk management, KPL initiated a corporate-level and cross-departmental assessment, covering both physical and transition risks, in 2021. With reference to the Task Force on Climate-Related Financial Disclosures (“TCFD”) framework, we have articulated the implications of climate-related risks and impacts, and have developed strategic responses for climate mitigation and adaptation.

### Value Chain Engagement

Embarking on the path to carbon neutrality, we have launched the Science-based Targets (SBT) setting programme, and have worked out a baseline in 2022. KPL works collaboratively with our tenants, suppliers and contractors in the carbon reduction journey. Through our newly launched Carbon Accounting Pilot Scheme, we offer free carbon audits to help tenants identify carbon reduction opportunities. Training sessions and seminars are arranged for suppliers and building contractors to raise their awareness of carbon neutrality, and we have provided practical guidance on improving their emissions management capacity.

**ESG Think Tank**

Inspired by the ESG-enthusiasts at KPL, we established “ESG Think Tank” as a platform to foster an active dialogue on sustainability within the company. Think Tank members, comprising colleagues from different departments, gather on a regular basis to brainstorm, share and collaborate on sustainability initiatives. One of the most iconic annual initiatives organised by ESG Think Tank is the “Charity Bazaar: Re-purpose and Re-use”. We encourage colleagues to donate items that are still in good condition, and the proceeds raised from selling the items to our staff are donated to charity organisations. This event has received overwhelming responses.



**Good Life Goals Campaign**

KPL has selected 6 United Nations Sustainable Development Goals (SDGs) that are most relevant to our business as the company’s direction of promoting sustainability. Building on the success of promoting SDGs at MegaBox, we kicked off a year-round Good Life Goals campaign at the Group level in July 2022 to raise our stakeholders’ awareness of the 6 SDGs. An array of creative and interesting stakeholder engagement activities and initiatives, including exhibitions, webinars, workshops, contests and training sessions were carried out.

By creating value together with stakeholders, we will strive to play our part in building a sustainable future.

