

APPENDIX 1: CLIMATE CHANGE POLICY

Our Purpose

The Hong Kong and China Gas Company Limited (the “Company”) and its subsidiaries (collectively the “Group”) support Hong Kong’s and Mainland China’s target of carbon neutrality by 2050 and 2060. The Group is dedicated to manage its climate-related physical and transition risks and support the transition to low-carbon economy. All our joint ventures, associates, suppliers and business partners are encouraged to make reference to the principles of this policy, where applicable.

Our Commitment

The Group is committed to:

- Complying with all relevant laws, regulations and standards in relation to climate change topics at its business locations;
- Transitioning towards carbon neutrality by developing environmentally-friendly energy businesses;
- Identifying and assessing climate-related risks and opportunities in accordance with internationally or locally recognised standards (e.g. Recommendations of the Task Force on Climate Related Financial Disclosures), and managing potential impacts on our business activities and operations, as well as the society;
- Establishing an appropriate risk management plan to address climate-related risks and impacts, and conducting regular review of such risks;
- Adopting applicable industry best practices on climate change adaptation, mitigation and resilience measures in our daily operation, product and services we offer;
- Supporting the adoption of renewable energy to reduce carbon footprint from our own operation and along the value chain;
- Encouraging innovation and use of new technologies in the products and services we offer for long-term carbon emission reduction;
- Engaging our stakeholders, such as employees, customers, business partners and suppliers, to reduce energy consumption and carbon emissions in their daily operations;
- Promoting climate change awareness and the associated adaptation, mitigation and resilience measures among our internal and external stakeholders; and
- Maintaining transparency and reporting our key climate-related initiatives and performance in the Company’s Environmental, Social and Governance Report or website.