PROSPERITY

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We see that our success is interdependent with the prosperity of the communities we serve. As a purpose-driven business that places social benefits on an equal footing to financial gain, we have adapted to the changing needs of our customers and communities through advanced technology and sustainable investments. By doing so, we want to shape a prosperous future that creates long-term value for our stakeholders and communities.

start-ups from "CCG Accel – Powered by HKSTP" to pilot run new technology

HK\$15B of sustainability-linked and green loan (Share of the Group totalled HK\$7 billion)

HK\$5,076M in revenue

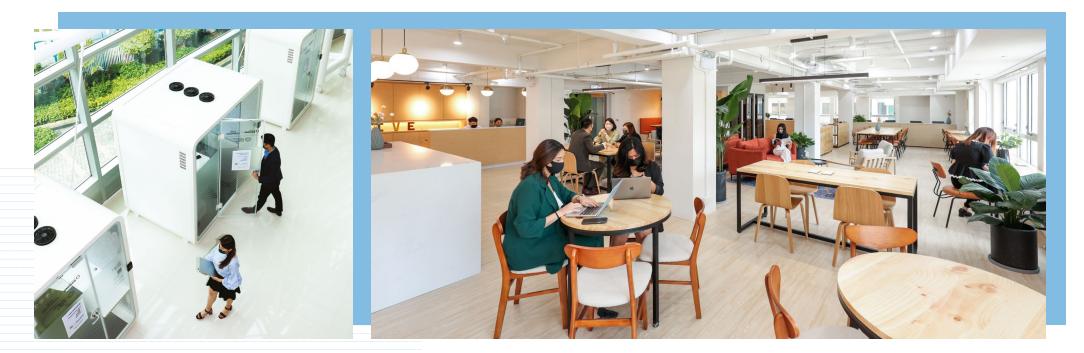
DEVELOPING TECHNOLOGIES FOR THE EVOLVING COMMUNITIES' NEEDS

Fostering Innovation and Development

The Group is committed to supporting and enhancing Hong Kong's developing shared economy through CCG COMMONS. As a new arm of the Group, CCG COMMONS seeks to develop cutting-edge business models that respond to the challenging economy and industry transformation. The first enterprise for CCG COMMONS is a partnership with the Hive, Asia Pacific's leading co-working network. Hive Central x CCG COMMONS have collaboratively transformed 17,000 sq. ft. of Chinachem Tower in Hong Kong's Central district into a vibrant and inspiring

workplace that caters to businesses of all sizes and shapes. CCG COMMONS introduced cutting-edge co-working space, "QUBIC Smart Booths", at two shopping malls – NINA MALL 1 and Papillons Square, allowing individuals to work or study at anytime.

We have been working on championing innovative technologies addressing different stakeholders' and society's needs and concerns. Considering the danger of getting COVID-19 through physical contact, many people take extra precautions to avoid touching surfaces like elevator buttons. In addition to adopting touchless elevator panels in our operations, in FY2021/22, we have supported the development of an anti-virus 3D printing material that can kill the COVID-19 virus and common viruses and bacteria on surfaces.



Advancing Technology Development and Deployment through Partnership

We are partnering with Hong Kong Science and Technology Parks Corporation ("HKSTP") to launch a range of initiatives to attract international start-ups with technologies and foster the growth of cutting-edge innovation. The "CCG Accel – Powered by HKSTP" programme is one of the initiatives under this partnership; it is a pilot-first accelerator programme aimed at propelling high-potential start-ups through a pilot-to-mass adoption process.

Under the "CCG Accel – Powered by HKSTP" programme, there are three themed cohorts in two years. The first cohort for Central Market was completed in Q3 2021. Ten start-ups were selected in the first cohort to drive PropTech Innovations at Central Market. The second cohort for commercial buildings is under progress during the Reporting Period. We expect to begin the third cohort in the second half of 2023. With this pioneering "pilot-first" approach, start-ups of each cohort can install and test their solutions in specific properties of the Group, allowing them to collect valuable data and user feedback to strengthen the opportunities for widespread application.

In addition, the Group and an engineering company have signed a Memorandum of Understanding ("MoU") to collaborate in providing comprehensive services to the healthcare industry and maintaining medical facilities in Hong Kong. The MoU will extend our collaboration opportunities in areas such as medical tourism, telemedicine and IoT solution for the healthcare industry to seize the opportunities to deliver healthcare services to satisfy community needs.





LEVERAGING SUSTAINABLE FINANCE FOR BETTER PLACES

To accelerate the green building movement and low-carbon developments, the Group has established its Green Finance Framework and used sustainable financing instruments to fund projects that will deliver environmental benefits to support the Group's business strategy and sustainability vision. Within the Reporting Period, the Group initiated two sustainability-linked loans and a green loan, with an aggregate total of approximately HK\$7 billion. The Group will continue to invest in meaningful and long-term environmental improvement projects to show its backing for boosting the low-carbon economy in the region.

A green loan of

HK\$12.95 billion

for Caroline Hill Road Commercial Project (Share of the Group: HK\$5 billion)

The Group, in partnership with a real estate developer, has signed a HK\$12.95 billion five-year secured term loan facility, the largest green loan in Hong Kong. Proceeds from the secured term loan facility will finance the construction cost for the Group's premium commercial buildings at Caroline Hill Road, Causeway Bay, Hong Kong.

The project targeted to complete in 2026 aims to obtain the highest ratings of sustainable green building certificates, such as Leadership in Energy and Environmental Design (LEED) from the United States Green Building Council (USGBC) and BEAM Plus certification from the Hong Kong Green Building Council (HKGBC).

A sustainability-linked loan facility of

HK\$1 billion

with HSBC

The Group arranged a three-year sustainability-linked loan facility of HK\$1 billion, promoting environmentally and socially sustainable projects, minimising our carbon footprint and supporting the Group's general working capital and capital expenditure aligned with 3Ps. This transaction reinforces the ongoing commitment of both corporations to promoting green developments in Hong Kong's real estate sector. A sustainability-linked loan facility of

HK\$1 billion

with Hang Seng Bank

The Group has arranged a sustainability-linked loan facility of HK\$1 billion, supporting the advancement of the Group's sustainability goals and funding the Group's upcoming green development projects, such as green and sustainable buildings and ongoing sustainability-related working capital and capital expenditures.

The Group established the ESG Investment Guideline to incorporate environmental, social, and governance factors alongside financial factors in the investment decisionmaking process, as well as to exclude from our investment portfolio specific companies or industries that sell or produce weapons, tobacco, and alcohol, etc., to ensure that our investments can deliver positive economic, environmental, and social value.

