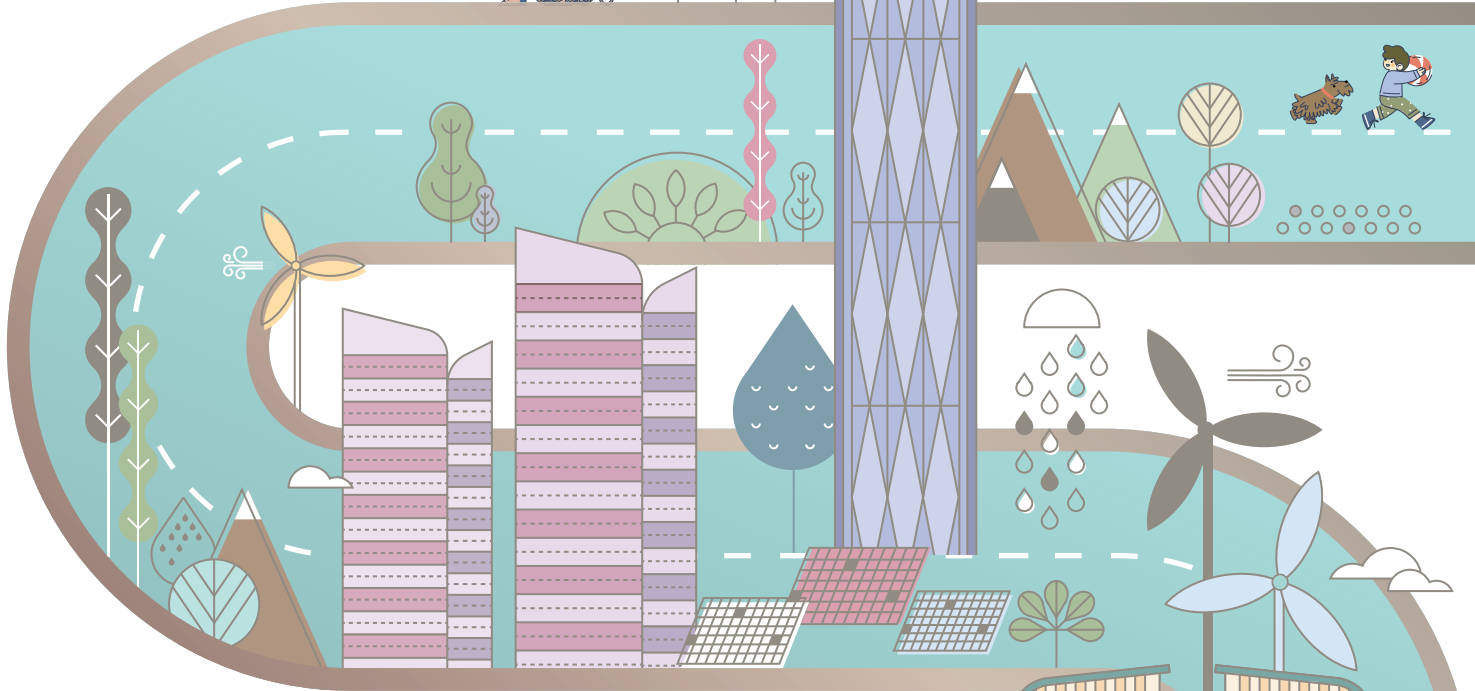
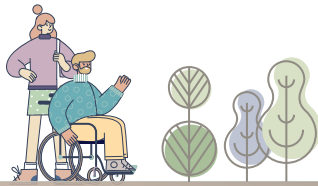


# LOGAN

龙光集团



## ENVIRONMENTAL, SOCIAL and GOVERNANCE REPORT 2025



# LOGAN GROUP Company Limited

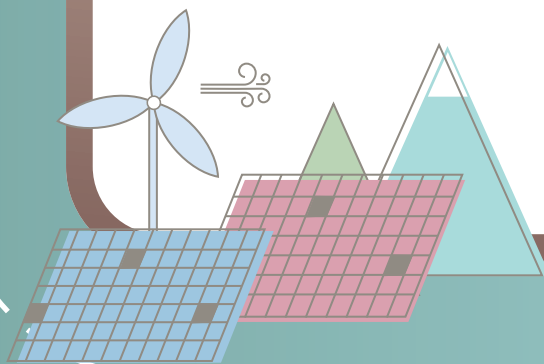
(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 3380)



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## ABOUT THE REPORT

Logan Group Company Limited (the “Company”, together with its subsidiaries, “Logan”, the “Group” and “We”) is a leading integrated city services provider in China who supports the national strategy in building an ecological civilization in Chinese society. We have always responded to the national call of the ecological civilization construction and continuously dedicated ourselves to corporate social responsibility. Over the past 30 years, we have been committed to promoting sustainable development. Adhering to the concept of innovation with responsibility, we aim to build a better future for all sectors of the society. We are hereby pleased to present the Environmental, Social and Governance (“ESG”) Report of Logan Group for this year (the “Report”), which comprehensively reviews the phased achievements of our sustainable development work in 2025. We sincerely invite you to witness our progress and efforts in the practice of social responsibility.

### REPORTING SCOPE

This Report covers the ESG performance of the Group from 1 January 2025 to 31 December 2025 (the “Reporting Period”, or the “Year”). Based on the revenue significance and geographical presence of the Group’s principal businesses, this report will cover the ESG data from Chinese Mainland, Hong Kong and Singapore, with a primary focus on the core real estate business in Chinese Mainland, including property development and property operation.

This Report includes information from the headquarters of the Group, its subsidiaries and other core operating units in China. For the full list of our major subsidiaries, please refer to the section headed “CORPORATE AND GROUP INFORMATION” of the 2025 annual report. Unless otherwise stated, certain ESG data may not cover specific regions or business units, but its impact on the overall ESG performance of the Group shall not be significant.

### REPORTING STANDARDS

This Report has been prepared in accordance with the Environmental, Social and Governance Reporting Guide set out in Appendix C2 to the Listing Rules of The Stock Exchange of Hong Kong Limited (the “Stock Exchange”). We also disclosed measures and processes related to the goals in accordance with the United Nations Sustainability Development Goals.

## ABOUT THE REPORT

### REPORTING PRINCIPLES

We have prepared and compiled this Report under the following four reporting principles:



#### MATERIALITY

Based on our stakeholder engagement and materiality assessment, we have identified, prioritized and reported the issues that potentially have material impacts on Logan Group, or issues which Logan Group would directly or indirectly cause material impacts on the environment, society and stakeholders across all sectors. This Report, the preparation of which is based on the results of the materiality assessment, aims to provide meaningful and valuable information so that readers can better understand our commitments to the ESG performance.



#### QUANTITATIVE

In addition to measuring key performance indicators set out in the Environmental, Social and Governance Reporting Guide, we seek to present information about other aspects in a quantitative manner with accompanying explanations, which presents easily understood information and improves the readability of the Report. The standards adopted for data calculation, assumption or calculation tools used, and emission factors are all clearly explained in the section headed "STATISTICS SUMMARY".



#### BALANCE

We strive to ensure an accurate and objective disclosure of major ESG issues, and take into consideration the short-term and long-term impacts of related issues. As such, we outline the full impact of Logan Group in materiality aspects to enhance operating transparency and build trust.



#### CONSISTENCY

The reporting scope, reporting principles, data collection and calculation methods in this Report are consistent with those of previous years. Should there be any significant changes in the relevant standards or methods, we will provide clear explanations in the Report to assist readers in making meaningful comparisons.

### APPROVAL BY THE BOARD

The information disclosed in this Report has been reviewed and provided by the senior management of the relevant departments and reviewed and approved by the Board of the Group in March 2026 so as to ensure that the contents of the Report accurately, timely and truly reflect the ESG performance of the Group.

### FEEDBACK

If readers have any questions or comments on this Report, please send your feedback to [i.r@logan.com.cn](mailto:i.r@logan.com.cn).

## MESSAGE FROM THE BOARD

In 2025, Logan Group adhered to its development philosophy of “Shaping Cities and Homes with Responsibility and Sincerity”, resolved to fulfill its corporate social responsibility and remained committed to its mission of being “pragmatic, innovative, sunshine, efficient”. The Group prioritizes the well-being of the public and fully tapped into its corporate strength to continuously improve and deepen its sustainability strategy. In order to uphold its commitment to promoting sustainability, Logan Group actively responds to issues related to environmental protection, employee care, and social development while driving business development, with a commitment to stay true to its original aspirations and forging ahead. Through the fulfillment of corporate social responsibility systematically, Logan Group will continue to achieve a new milestone in its sustainable development and fulfill its long-term commitment to “building a better life and an Evergreen Logan”.

Guided by our mission and driven by our determination to build a pleasing residential environment, we persistently strengthen our sustainable governance and integrate it into every decision-making process. We always keep our internal and external stakeholders at the center of our focus. By establishing diverse online and offline communication channels, we are dedicated to understanding and responding their concerns and expectation. Logan Group’s remarkable performance in sustainability has not only been highly commended by the community and professional institution but has also earned numerous awards and certifications over the years. These achievements vividly demonstrate our outstanding contributions in areas such as philanthropy, environmental protection, product and service quality, and corporate governance. In 2025, Logan Group was once again awarded an “A” grade in MSCI’s ESG rating, firmly positioning itself as a leader within the real estate industry.

In terms of environmental protection, the Group is committed to delivering green building projects and “sponge city”. Despite facing intense market competition and uncertainties, the Group has integrated various environmental and energy-saving features into its building designs and property management practices. In 2025, Logan Group initiated the construction of three new green building projects, all of which have been accredited with the basic star rating by the National Green Building Council. Cumulatively, the Group has developed green buildings with a total gross floor area of over 40.65 million square meters throughout the years. Additionally, the Group actively organized a wide range of green public welfare activities during the year. There were a total of 2,353 events held for the year, attracting nearly 2.59 million participants.

In terms of corporate governance, in addition to compliance, the Group places great emphasis on employee well-being and strives to create a warm workplace environment. In 2025, the head office of the Group conducted a total of 25 safety risk assessments and regularly held safety training sessions and various accident drills to strengthen occupational health and safety. Furthermore, we highly value and fully recognize the efforts and contributions of our employees, who are essential assets to the Group. To reward the outstanding, loyal, and accountable employees, we also set various awards for employees as the service award, the outstanding Logan award, etc, aiming to foster a harmonious and warm corporate culture, ensuring that every employee feels the care and has a sense of belonging within the Logan family.

## MESSAGE FROM THE BOARD

In terms of product and service quality, we continuously advanced our digital and intelligent transformation, integrating technologies such as the Internet, big data, and smart technology into our smart construction solutions and property operations. For project management, we have further upgraded the “Monolith 2.0” Cloud Engineering Quality Management System to provide a one-stop project management platform for the Group, project contractors, supervisors and developers for ensuring “standardized processes, online operations, and data-driven results” of project management. Additionally, our Logan Construction 2.0 was implemented to achieve a comprehensive application of smart construction solutions and other technologies, such as AI-based violation prediction, to improve work efficiency. Regarding property operations, we promoted the Logan Treasury (龍光寶) online sales platform, Loganhui (龍光薈) application, property information platform, and IoT cloud platform to ensure facilities for the daily life of the property owners. The Loganhui (龍光薈) application, as a part of our service portfolio, has processed a total of over 3.64 million work orders, with over 430,000 registered users. In 2025, Logan Group conducted a review of employees’ account permissions and enforced the mandatory modification of employees’ account passwords to enhance business security. At the same time, we focused on community renewal and integration by organizing 4,630 diverse community cultural and recreational activities in 2025. Our community effort enriched over 1.43 million residents’ leisure activities and created a friendly living atmosphere.

In terms of public welfare and charity, despite the challenging business environment of the real estate industry in 2025, Logan Group remained committed to giving back to society by actively and persistently participating in welfare undertakings, including poverty alleviation, education, voluntary services, and community development. The Group stayed true to its philanthropic mission, with a cumulative total of 22,870 individuals receiving services from volunteers and over 55,180 hours of volunteer services, as well as over RMB1.125 million of philanthropic donations. Taking warm-hearted actions with society, we strove to build a happy homeland featuring mutual assistance in pleasant residences with all walks of life.

Looking into the future, we are committed to improvement in environmental, social, and governance, to further consolidate the integrated strength of Logan Group. and resolutely shoulder more ESG responsibilities on top of maintaining the comprehensive strength of Logan Group. Furthermore, we will endeavour to integrate our sustainability philosophy into various areas across our governance and operation activities, while joining forces with our investors, customers, business partners and other stakeholders to promote sustainable development and build a brighter future.

## ABOUT LOGAN GROUP

Logan Group Company Limited (Stock Code: 3380.HK) is an integrated city service provider dedicated to building a better life.

In pursuit of the development strategy of “regional focus + city penetration” since its establishment in 1996, Logan Group continues to strategically consolidate its national market presence by introducing four business engines, namely, property development, urban renewal, asset operations, and industry chain services, while developing the urban service ecosystem to boost urban development. In 2025, Logan focused on two core businesses of property development and property operation. Besides striving to build a commercial civilization driven by development concepts such as innovation, coordination, greenness, openness and sharing, Logan Group continues its commitment to a better urban life by integrating social values.

Currently, to facilitate management, the Group has divided its business segments based on their products and services, the two main reportable operating segments of which are as follows:

### Property Development

Development and sales of residential properties and retail shops;



### Property Operation

Lease of office units, retail shops and hotels to generate rental income and gain from property appreciation in the long term.



ABOUT  
LOGAN GROUP

### BUSINESS LAYOUT

Logan Group synchronizes its own development with city development by focusing on the most valuable core areas in China, such as the Guangdong-Hong Kong-Macao Greater Bay Area, the Yangtze River Delta Region metropolitan area, and the southwest and central city clusters. During the year, Logan Group further optimized the project development schedule and land reserve structure in key cities, especially in Shanghai, Shenzhen, Guangzhou, Foshan, Dongguan, Nanjing, Wenzhou, Ningbo, Suzhou, Chengdu, Changsha, Nanning, and Shantou.



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LOGAN GROUP

## CORPORATE EVENTS

<b>2025</b>	Maintained “A” ESG rating by MSCI
<b>2024</b>	Maintained “A” ESG rating by MSCI
<b>2023</b>	Included as a constituent stock of the Hang Seng Composite Index ESG rating upgraded to “A” by MSCI
<b>2022</b>	Maintained “BBB” ESG rating by MSCI 2022 Super Product Competitiveness of Chinese Real Estate Companies: Product Competitiveness Top 14 (中國房企超級產品力TOP14)
<b>2021</b>	ESG rating upgraded to “BBB” by MSCI Guangdong Top 20 Creditworthy Real Estate Enterprises (廣東地產資信二十強) (for 19th consecutive year) Ranked 161st in the list of Top 500 Enterprises in China (中國500強企業排行榜) Ranked 748th in the list of Forbes Global 1,000
<b>2020</b>	Included in Hang Seng Composite Index Large Cap ESG rating upgraded to “BB” by MSCI 2020 Top 18 China Real Estate Enterprises by comprehensive strength, and 2020 Top 15 China Real Estate Brand Value Guangdong Top 20 Creditworthy Real Estate Enterprises (廣東地產資信二十強) (for 18th consecutive year) Ranked 22nd in Top 100 Chinese Real Estate Enterprises (for 10th consecutive year) Top 100 Chinese Real Estate Enterprises — Top 10 in Profitability (for 9th consecutive year, ranked 3rd) “Logan Property Holdings Company Limited” officially changed its name to “Logan Group Company Limited”
<b>2019</b>	Ranked 3rd in Chinese Mainland TOP 10 Real Estate Company Listed in Hong Kong by Investment Value Guangdong Top 20 Creditworthy Real Estate Enterprises (廣東地產資信二十強) (for 17th consecutive year) Ranked 23rd in Top 100 Chinese Real Estate Enterprises (for 9th consecutive year) Top 100 Chinese Real Estate Enterprises — Top 10 in Profitability (for 8th consecutive year)

ABOUT  
LOGAN GROUP

- 2018** Ranked 26th in Top 100 Chinese Real Estate Enterprises (for 8th consecutive years)  
Top 100 Chinese Real Estate Enterprises — Top 10 in Profitability (for 7th consecutive year)  
Ranked 3rd in Chinese Mainland TOP 10 Real Estate Company Listed in Hong Kong by Investment Value  
Guangdong Top 20 Creditworthy Real Estate Enterprises (廣東地產資信二十強) (for 16th consecutive year)  
Ranked 266th in the list of Top 500 Enterprises in China (中國500強企業排行榜)  
Entering the Yangtze River Delta market by establishing strategic footprints in a one-hour living circle around Shanghai.  
Logan • Acesite Park was awarded 2018 Typical Projects of China Real Estate Developers.
- 2017** Entering the Hong Kong real estate market for the first time by acquiring the Ap Lei Chau land lot in Hong Kong through a joint venture  
Ranked 29th in Top 100 Chinese Real Estate Enterprises (for 7th consecutive years)  
Top 100 Chinese Real Estate Enterprises — Top 10 in Profitability (for 6th consecutive year)
- 2016** Eligible Hong Kong stocks available for investment under Shanghai-Hong Kong Stock Connect (滬港通)  
Ranked 32nd in Top 100 Chinese Real Estate Enterprises
- 2015** The Hong Kong headquarters was relocated to International Commerce Centre in Kowloon  
Ranked 38th in Top 100 Chinese Real Estate Enterprises
- 2014** Included in the Hang Seng Composite LargeCap Index/the Hang Seng Composite MidCap Index and the MSCI China Small Cap Index Series  
Eligible Hong Kong stocks available for investment under Shanghai-Hong Kong Stock Connect (滬港通)  
Ranked 40th in Top 100 Chinese Real Estate Enterprises
- 2013** Logan Property was listed on the Main Board of the Hong Kong Stock Exchange (stock code: 3380.HK)  
Ranked 46th in Top 100 Chinese Real Estate Enterprises
- 2012** Established Hong Kong headquarters and increased capital investment  
Sales exceeding RMB10 billion, and included in Top 100 Chinese Real Estate Enterprises
- 2011** Logan Property's headquarters settled in Shenzhen Logan Century Building  
Included in Top 100 Chinese Real Estate Enterprises
- 2010** Logan expanded its footprint in the Chengdu and Hainan markets

ABOUT  
LOGAN GROUP

<b>2009</b>	Logan began its foray into the Dongguan market
<b>2007</b>	Logan began its foray into Guangzhou, Huizhou, Zhuhai, Zhongshan, and other markets, initially implementing its strategic footprint in the Pearl River Delta region
<b>2006</b>	Logan expanded its footprint to the Nanning market from the Guangdong market
<b>2004</b>	Logan entered the Foshan market
<b>2003</b>	Logan entered the Shenzhen market, opening up a new chapter for establishing footprints in other regions
<b>2001</b>	Logan became a leading enterprise in the real estate industry in Shantou after securing one-third real estate market share in Shantou
<b>1996</b>	Logan was established

## REVIEW FOR 2025

<b>Total revenue for the year</b>	RMB6.31 billion
<b>Total assets</b>	RMB188.04 billion
<b>Saleable floor area</b>	448,000 million square meters
<b>Sales amount</b>	RMB4.78 billion
<b>Total GFA of land reserve</b>	23 million square meters
<b>City coverage</b>	36

## SUSTAINABILITY PERFORMANCE FOR 2025

<b>New certified green building area</b>	202,726 square meters
<b>New green building certification</b>	3
<b>Customer satisfaction</b>	81.24 points
<b>Accumulated charity donation</b>	Over RMB1.12 million
<b>ESG rating</b>	MSCI ESG rating "A"
<b>Public sustainable development policies</b>	14

## INDUSTRY AWARDS AND RECOGNITION

Industry awards	Awarding bodies
“Caring Enterprise” under Public Welfare Subscription Program by the Periodical Office of the Chinese People’s Political Consultative Conference in 2023 (2023年中國政協雜誌社《公益贈閱》「愛心企業」)	The Periodical Office of the Chinese People’s Political Consultative Conference
2022 Collaboration between Advanced Private Enterprises in Guangdong and Guangxi on the Development of Thousands of Enterprises and Villages (2022年粵桂協作萬企興萬村先進民營企業)	The United Front Work Department of the CPC Guangxi Committee, Guangdong Federation of Industry & Commerce, Guangxi Federation of Industry & Commerce (廣西壯族自治區工商業聯合會), Rural Revitalization Bureau of Guangxi Zhuang Autonomous Region, and Guangdong-Guangxi Cooperation Working Group (粵桂協作工作隊)
2022 Annual Delivery Reputed Brands (2022年度交付美譽品牌企業)	China National Radio
2022 Annual Delivery Satisfaction Benchmark Enterprises (2022年度交付滿意度標竿企業)	China Times
2022 Top 10 Delivery Brand Benchmark Projects of Chinese Real Estate Companies (2022中國房企交付品牌標竿項目十強)	EH Consulting
2022 China Real Estate Quality Products Award (2022年度中國房地產優質產品獎)	Times Media Group
2022 Outstanding Cases of ESG Practices by Chinese Enterprises (2022年度中國企業ESG實踐優秀案例)	China.com.cn (中國網)
Ranked 11th among the 2022 China Top 100 Property Service Enterprises	China Index Academy
The 52nd place for Top 500 Outstanding Chinese ESG Enterprises, and the 5th place in the real estate industry	Sina Finance and ‘Great Country’s Brand’ by CCTV-1
2021 ESG Pioneers (2021年度ESG先鋒企業)	International Finance News of the People’s Daily
2020 Chinese Property Developers with Outstanding ESG Performance (2020中國房地產ESG發展優秀企業)	Institute of Enterprise Research under the Development Research Center of the State Council Institute of Real Estate Studies, Tsinghua University China Index Academy

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Industry awards	Awarding bodies
The 4th place in 2020 Top 10 Chinese Real Estate Listed Companies by Governance	Institute of Enterprise Research under the Development Research Center of the State Council Institute of Real Estate Studies, Tsinghua University China Index Academy
Hong Kong Corporate Governance Excellence Awards	The Chamber of Hong Kong Listed Companies The Centre for Corporate Governance and Financial Policy of Hong Kong Baptist University
2021 China Real Estate Annual Rural Revitalization Model Enterprise (2021中國地產年度鄉村振興樣本企業)	Hosted by Leju Finance, and co-hosted by Sina Finance, China Entrepreneur, Fangchan.com, and China Property Management Research Institution
“Outstanding Charity Project Award” for 2021 Chinese Real Estate among Top 100 Chinese Real Estate (2021中國地產時代百強榜「優秀公益項目獎」)	Times Media Group, China Real Estate Association, Institute of Enterprise Research under the Development Research Center of the State Council Institute of Real Estate Studies, Tsinghua University, China Index Academy
2021 Socially Responsible Property Developers (2021年度社會責任地產企業)	21st Century Business Herald
2021 Socially Responsible Real Estate Enterprises (2021年度社會責任房地產企業)	Guandian Index Academy (觀點指數研究院)
The 9th place in the 2021 China Charity Enterprises Ranking	Guided by the Ministry of Civil Affairs and organized by China Philanthropy Times
Anti-pandemic Pioneer Enterprises of the Year (年度抗疫先鋒企業)	Guangzhou Bureau of Civil Affairs, Guangzhou Daily Group, and Guangzhou Charity Federation
2020 Guangdong Real Estate Targeted Poverty Alleviation & Outstanding Contribution Enterprise	Guangdong Real Estate Association
2020 Targeted Poverty Alleviation Contribution Award (2020年度精準扶貧貢獻獎)	Economic Media Association of China, and China Times
2020 Contributing Enterprise of Corporate Social Responsibility	International Finance News of the People's Daily
2020 Best Social Responsibility Award	Gelonghui
Social Responsibility Contribution Award for Pandemic Fight (抗擊疫情社會責任貢獻獎)	Hosted by Nanfang Daily, and co-hosted by Shenzhen Charity Federation

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LOGAN GROUP

Industry awards	Awarding bodies
The 6th place in Shenzhen Charity Donation Ranking for 2020	Shenzhen Bureau of Civil Affairs, Shenzhen Charity Alliance
“Ten Best Charity Institutions” under Shenzhen Project Care	Shenzhen Bureau of Civil Affairs
Guangdong Province Poverty Alleviation Cotton Cup Gold Cup Award (廣東省扶貧濟困紅棉杯金杯)	People’s Government of Guangdong Province
Targeted Poverty Alleviation and Rural Revitalization Contribution Award (精準扶貧和鄉村振興貢獻獎) Gold Award for Outstanding Contribution (突出貢獻金獎) 2019 Charity Star (Five Start) (2019年度愛心慈善之星(五星)) Targeted Poverty Alleviation Award (精準扶貧貢獻獎)	Shantou Government
Guangdong-Guizhou Poverty Alleviation Collaboration Advanced Private Enterprise (粵桂扶貧協作先進民營企業)	Guangxi Zhuang Autonomous Region Federation of Industry and Commerce, Guangdong Federation of Industry and Commerce, Rural Village Revitalization Bureau of Autonomous Region

ABOUT  
LOGAN GROUP

## SUSTAINABILITY DEVELOPMENT HIGHLIGHTS

## Sustainable Development Concepts and Governance

Adhering to the brand philosophy of “Shaping Cities and Homes with Responsibility and Sincerity”, Logan has long been committed to implementing ESG development strategies. The Company was among the first in the industry to establish the Sustainability Committee, comprehensively enhancing its corporate governance capabilities. By incorporating green and healthy concepts into its business development strategies, Logan continues to build green and low-carbon buildings and healthy communities, becoming one of the first real estate companies in response to the national “3060” dual-carbon goals. The Company continues to enhance its “3+6” full-cycle risk control system, systematically strengthening quality assurance procedures for its products to make quality deliveries. We have been repeatedly acclaimed by the society for our active performance of corporate social responsibility in an effort to build a harmonious society. The following are the key progress and highlights of Logan in different aspects for the year.

## Business principles of sustainable development

- **Brand Influence:** The official WeChat account of Logan was included in the list of “TOP 100 China Real Estate Enterprises in terms of Brand Influence in 2025” (2025 中國房地產企業品牌影響力 TOP100).
- **Integrity and Anti-Corruption Training:** In 2025, a total of 20 anti-corruption training sessions were arranged for directors and employees, with a total of 150 hours and 1,925 participants, and training resources invested amounted to RMB100,000.

## Employee care and growth

- **Investment in Employee Training:** A total of 180 training sessions were held throughout the year, with total training hours reaching 38,080 hours and total participant attendances amounting to 10,405. The employee training coverage rate was 100%. The average training satisfaction score for the year was 95 points.
- **Quality Capacity Building:** To ensure the quality of project construction and delivery, over 8,000 employees received quality-related training in 2025, totalling 8,180 hours.
- **Construction Site Safety Performance:** The work-related fatality rate of ordinary construction site employees in 2025 was 0%; Occupational health: In 2025, the occupational disease rate of construction site employees (including employees of the Group and contractors) was 0%.

## Urban renewal and harmonization between human habitation and nature

- **Customer Satisfaction:** Overall customer satisfaction score of 81.24 in 2025; delivery service satisfaction score of 98.
- **Community and Reputation Recognition:** During the year, the Company received 817 commemorative banners; 220 praises from the 400 calling centre; 20,612 praises from the apps; 5,816 praises from WeChat; and 56 letters of appreciation.
- **Digital Platform Activity:** In 2025, the number of active users of “Monolith” reached 13,475, representing an increase of approximately 16% compared to 2024.

## Environment protection and harmony

- **Green Procurement:** In 2025, the total value of green procurement amounted to approximately RMB200 million.
- **Environmental Protection Public Welfare Activities:** During the year, 2,353 environmental protection public welfare activities were organised, attracting over 2.59 million participants. This represents a year-on-year increase of 0.4% and 0.8%, respectively.

## Community development and public welfare

- **Volunteer Services:** Continuously engaged in community welfare and volunteer services, with cumulative volunteer service hours exceeding 55,180 hours and serving 22,870 participants, along with total donations amounting to RMB1.125 million.
- **Community Development:** A total of 15 “Logan Book Courts” (龍光書苑) have been established or upgraded in Guangdong, Guangxi, and other regions.

# BUSINESS PRINCIPLES OF SUSTAINABLE DEVELOPMENT

Loyalty and incorruptibility play a fundamental role in our development.




Upholding sincerity, perseverance and courage, we achieve extraordinary value through action.



## ESG issues

- 1 Compliance and business ethics management
- 2 Personal privacy and information protection
- 3 Intellectual property rights

## BUSINESS PRINCIPLES OF SUSTAINABLE DEVELOPMENT

ESG issues	Logan's responses
 <p data-bbox="360 590 379 627">1</p> <p data-bbox="213 636 529 700"><b>Compliance and business ethics management</b></p>	<p data-bbox="571 418 1410 739">The Group assesses the overall compliance risk of the Group each year, so as to comb and optimize the legal, risk, compliance and internal audit management structures adopted in the past. We also set out rules and regulations on the intranet, requiring the senior management of the Group to sign the Management Responsibility Letter (管理責任書) to hold them accountable for the unethical conduct of our employees and subordinates. In addition, we disseminate incorruptibility information on the Group's public account, and circulate the Company's latest policies by internal emails.</p>
 <p data-bbox="360 935 379 972">2</p> <p data-bbox="236 980 507 1045"><b>Personal privacy and information protection</b></p>	<p data-bbox="571 802 1410 1015">The Group observes various laws and regulations in Chinese Mainland, and complies with the principles of data protection in the following six aspects: 1. the purpose and method of personal data collection; 2. the accuracy and retention time of personal data; 3. the use of personal data; 4. security of personal data; 5. information to be generally available; 6. access to personal data.</p>
 <p data-bbox="360 1209 379 1246">3</p> <p data-bbox="207 1254 536 1280"><b>Intellectual property rights</b></p>	<p data-bbox="571 1080 1410 1291">The Group has applied for more than 100 trademarks for its brands, and its employees are required to refrain from sharing the Company's resources externally, and prohibited from all forms of personal use, and avoid the use of unauthorized tangible and intangible assets. At the same time, we have set up an internal audit system to prevent our employees from infringing on the patent rights of others.</p>

Logan Group has always been dedicated to making social contributions as well as creating economic benefits, aiming to fulfill societal expectations. We pursue transparent, healthy and impartial corporate values to attain sustainable and quality growth.

We believe that the long-term development of an enterprise should be based on the concept of co-prosperity and mutual benefit with stakeholders. Therefore, the Group always takes the needs of all stakeholders including our customers, shareholders, employees, and others in the community as the core, ensuring our business development taking into consideration of our social responsibility. While continuously promoting the common growth of the Company, shareholders, and business partners, we adhere to stable operations, deepen the sustainable development strategy, continuously fulfill the responsibilities of a corporate citizen, and create greater value for society.

### GOVERNANCE STRUCTURE FOR SUSTAINABLE DEVELOPMENT

Our excellent corporate governance has established a solid foundation for the sustainability of Logan Group. The Board diversity, including gender, age, culture, professional experience and skills, provides high-standard, innovative and balanced perspectives for governance decisions, and allows the Board to develop a better understanding of various stakeholder requirements. The Board highly appreciates the ESG issues and integrates sustainability governance into the governance structure of the Group.

## BUSINESS PRINCIPLES OF SUSTAINABLE DEVELOPMENT

Our Sustainability Committee is chaired by Mr. Kei Hoi Pang, the chairman of the Board, and the principals from the business centers participate in the coordinated management of sustainability affairs. Under the supervision of the Board, climate change and other important ESG issues have been incorporated into our business development strategies and operations, and these issues have been integrated into the Group's governance structure:

### The Board



**The Board plays an important role in the ESG aspects. The members possess diverse experience, skills and management styles, enabling them to effectively oversee strategies for addressing climate-related risks and opportunities and protect and create corporate value. The responsibilities regarding ESG matters of the Board of the Company are as follows:**

- assessing the impact of the ESG matters on the Group's business model;
- developing management policies and strategies for ESG matters, including assessing, prioritizing, allocating resources, and managing significant ESG-related issues (including impact on the Company's business and climate-related risks and opportunities);
- reviewing processes and progress related to ESG objectives, evaluating their relevance and impact on the Company's business, and ensuring the consistent implementation of policies.

The Chairman of the Board also serves as the Chairman of the Sustainability Committee and reports to the Board. The Board of the Group possesses diverse experiences and skills, enabling it to effectively oversee strategies for addressing climate-related risks and opportunities. When formulating and overseeing strategies, making major transaction decisions, and conducting risk management procedures, the Board will refer to the Company's list of climate-related risks and opportunities, and listen to the opinions of the Sustainability Committee, dedicated personnel from the Group's operation center, and external professional advisors to ensure that climate-change risk exposure and opportunities are fully considered in all decisions.

The Board has authorized the Sustainability Committee to oversee that climate-related risks and opportunities are taken into account when formulating strategies, making significant transaction decisions, establishing risk management processes, and developing relevant policies. This involves weighing the related risks and opportunities, setting relevant objectives, monitoring the progress towards achieving those objectives, and reporting progress to the Board regularly (twice a year), thereby ensuring the effective and consistent implementation and enforcement of policies. Before making major decisions or commitments, the committee must report to the Board and obtain approval to ensure that its activities are in line with the Board's supervision direction.

## BUSINESS PRINCIPLES OF SUSTAINABLE DEVELOPMENT

### Sustainability Committee



**The Sustainability Committee of the Group is chaired by the Chairman of the Board, and the principals from the business centers participate in the coordinated management of sustainability affairs. The main responsibilities of the Sustainability Committee are:**

- overseeing the ESG-related opportunities and risks, including climate-related risks, to ensure that the Group's operations are aligned with its sustainability strategy;
- reviewing the sustainable development of the Group, responding to the expectations from our stakeholders, as well as formulating feasible midterm and long-term sustainable development policies, action plans, and specific targets;
- supervising the sustainability performance and progress of the Group based on the action plan and predetermined indicators, collaborating with functions such as risk management, operations, finance, compliance and internal control, while maintaining effective oversight of ESG-related risks and opportunities;
- reviewing information related to the ESG report;
- promoting a top-down culture that ensures the integration of ESG considerations into the business decision-making process, risk management, and corporate transparency related initiatives.

The committee will also supervise the Sustainability Working Group and business departments. The Sustainability Working Group regularly reviews the targets for climate-related risks and opportunities and their progress, and reports to the committee. Based on the reports, the committee assesses the degree of target achievement, provides guidance or adjustment suggestions to ensure that the Group's strategies and measures in response to climate change are effectively implemented and continuously improved.

The Sustainability Committee will report to the Board at least once a year regarding the Group's sustainability strategy and its latest status, providing sufficient information for the Board to evaluate the Group's ESG strategy and performance.

## BUSINESS PRINCIPLES OF SUSTAINABLE DEVELOPMENT

### Sustainability Working Group



The Sustainability Working Group is composed of dedicated personnel from various business departments and external professional consultants, aiming to gather a more comprehensive range of experiences and perspectives. The working group will coordinate business departments to implement climate-related development strategies and policies and report to the committee, in order to support the work of the committee.

To formulate appropriate strategies and operational approaches, the Board, the Sustainability Committee, and the working group arrange an annual meeting on climate-related risks and opportunities. During this meeting, the working group reports to the Board and the Sustainability Committee on the material climate-related risks and opportunities relevant to the Company, and proposes suitable strategies and operational approaches.

### Business Departments



Departments shall cooperate with the Group's ESG policies to encourage employees to pursue ESG practices. Departments shall also assess risks and opportunities arising from ESG issues involved in their operations, and report the same to the Sustainability Committee.

In addition, to enhance the capabilities of its governance personnel in addressing climate-related risks and opportunities, the Group organises sustainability and climate-related training programmes and information sessions, including internal training, continuing professional development courses, and regular sharing sessions conducted by subject-matter experts or consultants. These initiatives ensure that members and heads of business centres remain abreast of the latest developments in sustainability and are equipped to discharge their core management responsibilities in overseeing climate-related matters.

With respect to remuneration policy, the Group determines the bonuses and total remuneration of its senior management in accordance with its senior management remuneration policy, taking into account a range of performance indicators, including financial, operational, safety, environmental, social and business sustainability factors. At present, climate-related performance indicators have not been directly incorporated into the remuneration policy. As such indicators become quantifiable, we will explore the possibility of incorporating them into the remuneration structure of senior management.

Risk management is integrated into all business activities, decision-making processes and daily operations. Proactive and effective risk management forms the foundation for the Group's long-term growth and success. The Company has also established, in work with its risk management department, an enterprise risk management framework to assess climate-related risks and opportunities. For details of the risk management process, please refer to the risk management system through which the Risk Management Committee monitors environmental, social and governance risks and opportunities.

## BUSINESS PRINCIPLES OF SUSTAINABLE DEVELOPMENT

### SUSTAINABILITY STRATEGY

As an integrated city service provider, Logan Group upholds the concept of shaping cities and homes with responsibility and sincerity and is committed to achieving long-term, mutually beneficial development for customers, employees, shareholders and society, and is committed to becoming a widely respected enterprise. We regard sustainability as the core development principle of Logan Group, which is implemented in each of our operational decisions, and actively fulfill corporate social responsibilities. We ensure that our business development keeps pace with social needs, and create more long-term value for stakeholders with care, prudence and a positive attitude. Our sustainable development strategy is reflected in five aspects, including corporate governance, labour relations, quality projects, green environmental protection and community investment. The formulation of the following strategies also refers to the United Nations' Sustainable Development Goals ("SDGs") to help improve people's lives and achieve a better future.

Sustainability topics	Development strategy	United Nations' SDGs
<p><b>Corporate governance</b></p>	<p>We are committed to establishing excellent and efficient corporate governance systems, and creating long-term and sustainable value for the stakeholders by upholding the principles of integrity, openness, transparency and accountability. We will ensure the soundness of corporate governance and make the following commitments:</p> <ul style="list-style-type: none"> <li>to set up a robust corporate governance structure, including a high-level management team and sound control system;</li> <li>to strictly comply with all applicable laws and regulations, ensuring compliant operation;</li> <li>to adhere to high-standard business ethics and maintain professional codes, eliminating any non-compliant behaviors.</li> </ul>	<div data-bbox="954 901 1050 998" style="display: inline-block; text-align: center;">  <p>16 PEACE, JUSTICE AND STRONG INSTITUTIONS</p> </div> <p>16. Promote peaceful and inclusive societies for sustainable development, provide access to justice for all and build effective, accountable and inclusive institutions at all levels</p>

BUSINESS PRINCIPLES OF  
SUSTAINABLE DEVELOPMENT

Sustainability topics	Development strategy	United Nations' SDGs
<p><b>Labour relations</b></p>	<p>We firmly believe that employees are the most valuable assets of the Company. We respect, care for, and empower every employee, fostering a diverse and inclusive workplace culture. We ensure that all employees can unleash their potential in a fair and just environment, achieving leapfrog growth together with the Group. To ensure that employees enjoy a favorable career development environment, we are committed to:</p> <ul style="list-style-type: none"> <li>comprehensively implementing the corporate culture of "Pragmatic, Innovative, Sunshine, Efficient" through effective human resources policies to enhance team cohesion and competitiveness;</li> <li>respecting different backgrounds, experiences and viewpoints, promote gender equality and workplace diversity, and ensure that all employees enjoy equal opportunities and treatment;</li> <li>continuously investing abundant training resources to stimulate employees' potential, facilitate their personal and professional development, and pay comprehensive attention to employees' physical and mental health.</li> </ul>	<div data-bbox="954 470 1050 567"> <p>3. Ensure healthy lives and promote well-being for all at all ages</p> </div> <div data-bbox="954 610 1050 707"> <p>4. Ensure inclusive and equitable quality education and promote lifelong learning opportunities for all</p> </div> <div data-bbox="954 814 1050 911"> <p>5. Achieve gender equality and empower all women and girls</p> </div> <div data-bbox="954 965 1050 1062"> <p>8. Promote sustained, inclusive and sustainable economic growth, full and productive employment and decent work for all</p> </div> <div data-bbox="954 1170 1050 1267"> <p>10. Reduce inequality within and among countries</p> </div>

BUSINESS PRINCIPLES OF  
SUSTAINABLE DEVELOPMENT

Sustainability topics	Development strategy	United Nations' SDGs
<p><b>Green environmental protection</b></p>	<p>We strive to promote green and sustainable development by incorporating the concept of environmental protection into our daily operations and project planning, actively reducing pollution and carbon emissions, enhancing energy efficiency and facilitating energy conservation and waste reduction. We believe that the long-term development of an enterprise shall be in harmony with nature. To achieve the environmental goals, we are committed to:</p> <ul style="list-style-type: none"> <li>introducing the latest green technologies and measures to construction, operation, management and purchase, and regularly evaluate and enhance environmental performance, so as to ensure the maximization of the effectiveness of sustainable development;</li> <li>actively responding to and adapting to climate change, implementing the lowcarbon development strategy, improving resource utilization, reducing the impact of our business on environment and promoting green transformation;</li> <li>actively publicizing the concept of sustainable development to the public, communities and business partners to jointly promote green and low-carbon living style and operating model.</li> </ul>	<div data-bbox="954 470 1050 567">  <p>7 AFFORDABLE AND CLEAN ENERGY</p> </div> <p>7. Ensure access to affordable, reliable, sustainable and modern energy for all</p> <div data-bbox="954 642 1050 739">  <p>11 SUSTAINABLE CITIES AND COMMUNITIES</p> </div> <p>11. Make cities and human settlements inclusive, safe, resilient and sustainable</p> <div data-bbox="954 814 1050 911">  <p>12 RESPONSIBLE CONSUMPTION AND PRODUCTION</p> </div> <p>12. Ensure sustainable consumption and production patterns</p> <div data-bbox="954 965 1050 1062">  <p>13 CLIMATE ACTION</p> </div> <p>13. Take urgent action to combat climate change and its impacts</p> <div data-bbox="954 1116 1050 1213">  <p>15 LIFE ON LAND</p> </div> <p>15. Protect, restore and promote sustainable use of terrestrial ecosystems, sustainably manage forests, combat desertification, and halt and reverse land degradation and halt biodiversity loss</p>

BUSINESS PRINCIPLES OF  
SUSTAINABLE DEVELOPMENT

Sustainability topics	Development strategy	United Nations' SDGs
<p><b>Community investment</b></p>	<p>We persist in the philosophy of giving back to society and building harmonious communities together by actively participating in public welfare undertakings, thus supporting the sustainable development of society with concrete actions. To deepen the Company's contribution to the society, we are committed to:</p> <ul style="list-style-type: none"> <li>• developing an effective community investment strategy to ensure reasonable allocations of resources and support the sustainable development of communities;</li> <li>• participating in community affairs in many ways and expand the scope of community investment;</li> <li>• improving employees' civic awareness to participate in public welfare affairs together.</li> </ul>	<div data-bbox="954 470 1050 567">  <p>1. End poverty in all its forms everywhere</p> </div> <div data-bbox="954 610 1050 707">  <p>4. Ensure inclusive and equitable quality education and promote lifelong learning opportunities for all</p> </div> <div data-bbox="954 814 1050 911">  <p>9. Reduce inequality within and among countries</p> </div>

## BUSINESS PRINCIPLES OF SUSTAINABLE DEVELOPMENT

### STAKEHOLDER ENGAGEMENT

We recognize the importance of stakeholder engagement to the sustainable development of an enterprise. Therefore, we always maintain active communications with the internal and external stakeholders to ensure that the corporate operations can fully reflect the expectations and demands of various sectors of society. We not only pay attention to the impact of the Group's operations on stakeholders, but also strive to understand the expectations of stakeholders with regard to the ESG performance of Logan, so as to continuously improve the Company's sustainable development strategy.

Our operations and management departments analyze the dependency and influence of stakeholders on the Group to identify our key internal and external stakeholder groups. In daily operations, we maintain close contact with stakeholders through diversified communication channels to fully understand their demands and actively respond to their concerns.



## BUSINESS PRINCIPLES OF SUSTAINABLE DEVELOPMENT

Since 2020, the Group has published 18 sustainable development policies on its official website, fully presenting our management methods and commitments to ESG performance. We conduct an annual review of these policies and revise them as and when appropriate to ensure that they are in line with the latest industry standards, regulatory requirements and corporate development goals.



### Official WeChat Account

Logan Group proactively builds a communication bridge with stakeholders through its official WeChat account “Logan Group” to deliver to our stakeholders the rich and valuable corporate development information in a timely manner. According to the ranking released by the third-party institution China Real Estate Business, the official WeChat account of Logan was included in the list of “TOP100 China Real Estate Enterprises in terms of Brand Influence in 2025” (2025中國房地產企業品牌影響力TOP100). This shows the high recognition for our brand value and market influence from the industry.



### Capital Market Communications

In 2025, the Company maintained good communications with the capital market by actively introducing the latest development of corporate governance and ESG practice to analysts and investors through various communication platforms, ensuring that the Group’s sustainable development capabilities were well-understood by the market.

Throughout the Year, Logan arranged “Shareholders’ Meeting”, organized multiple physical and online investor conferences, and continuously communicated with various investors to enhance market confidence. In addition, Logan issued 31 announcements throughout the Year. These efforts aimed to consistently provide comprehensive information of the Company to the market and enhance understanding of Logan’s sustainable development capabilities.

## BUSINESS PRINCIPLES OF SUSTAINABLE DEVELOPMENT

### MATERIALITY ASSESSMENT

In order to identify our major ESG issues and their priorities, we have performed the following three steps to determine and prioritize the major issues of Logan Group from multiple dimensions. As compared to last year, the stakeholders heightened the level of concern on the ESG issues for the Year.

#### Identify Material Issues and Stakeholders

We analyze the dependence and influence of the stakeholders on the Group together with the operation and management departments, and identify our major internal and external stakeholders as employees, investors and shareholders, customers and consumers, suppliers and business partners, government and regulatory authorities, media and the public.

We collected opinions from stakeholders and conducted research on industry development trends, international reporting standards, peer performance, etc. to produce a list of ESG issues concerned by the public so as to ensure the list of issues effectively reflected the latest sustainability risks and opportunities of the Group.

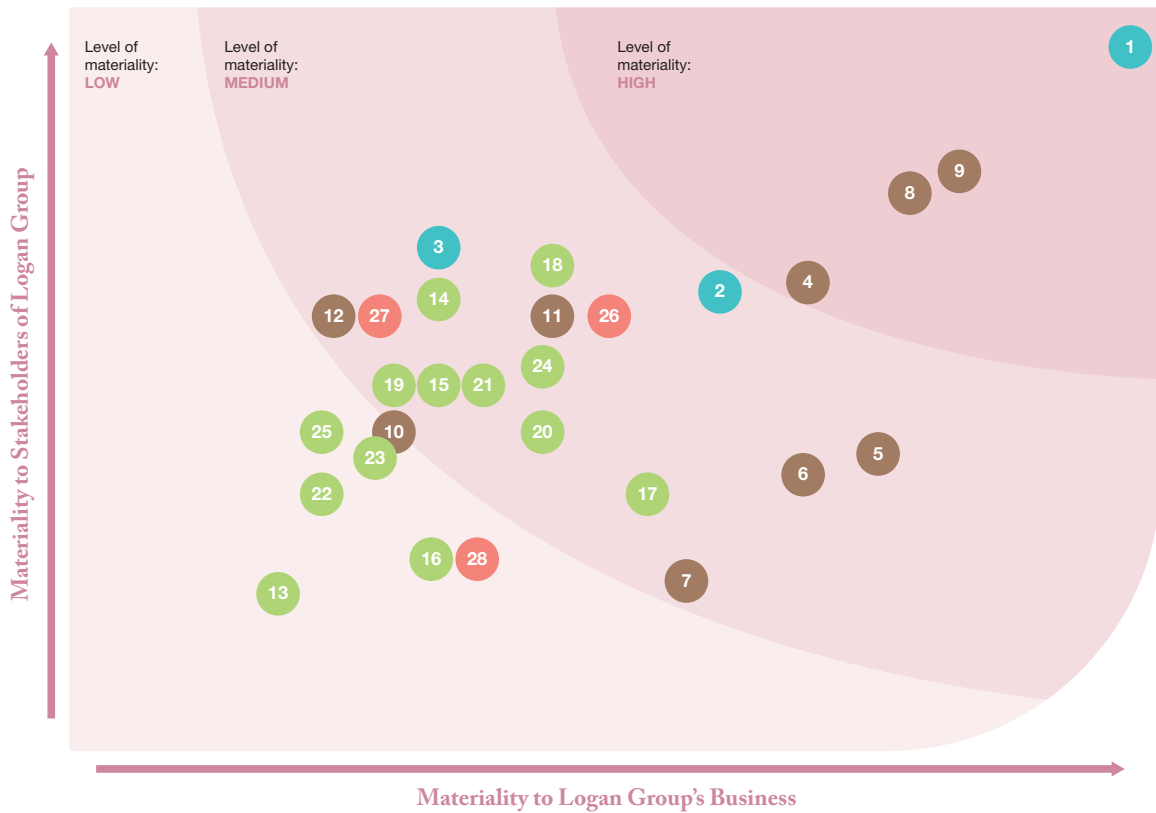
#### Materiality Assessment

We invited stakeholders from the six categories to supplement and prioritize the list of ESG issues in our online questionnaires, 57 responses were received from such stakeholders for the Year and the responses of such questionnaires were consolidated and reviewed by the management before the materiality matrix for the Year was prepared.

#### Analysis and Confirmation

Given the nature of our business and the urgency of the issues, our management classified the 28 issues into three levels of materiality, namely, “high”, “medium” and “low”. The materiality assessment results were reviewed and confirmed by the management of Logan Group.

BUSINESS PRINCIPLES OF  
SUSTAINABLE DEVELOPMENT



 **Corporate governance**

- 1. Compliance and business ethics management
- 2. Network security and data management
- 3. Intellectual property rights

 **Labour relations**

- 4. Occupational health and safety
- 5. Employee well-being
- 6. Diversity and equal opportunity
- 7. Development and training
- 8. Product quality and safety
- 9. Customer satisfaction
- 10. Technology and innovation
- 11. Responsible supply chain management
- 12. Community renewal and integration

 **Green environmental protection**

- 13. Efforts to adapt to and mitigate climate change
- 14. Pollutants and greenhouse gas emissions
- 15. Waste disposal and management
- 16. Green and local procurement
- 17. Green building construction and renovation
- 18. Noise pollution
- 19. Energy use
- 20. Promotion of environmental awareness
- 21. Use of water resources
- 22. Biodiversity
- 23. Renewable energy use
- 24. Building technology and innovation
- 25. Corporate climate resilience

 **Community investment**

- 26. Stakeholder engagement
- 27. Community charity and investment
- 28. Heritage of traditional culture

## BUSINESS PRINCIPLES OF SUSTAINABLE DEVELOPMENT

Compared with 2024, the materiality of some issues has changed:



In 2025, facing a challenging real estate market, Logan Group placed particular emphasis on sustainable development and sought to enhance overall operational efficiency and long-term competitiveness through researching innovative building technologies, engaging stakeholders to discuss industry development and maintaining responsible supply chain management. On the other hand, benefiting from a solid foundation of sustainable building practices established in earlier years, the Group consistently reduced its environmental impact, including greenhouse gas emissions and waste disposal, each year. As the environmental management system gradually matures, the Group has re-examined the priority of various ESG issues in the materiality assessment for the Year. Based on the level of stakeholders' concern and changes in business risks, it has adjusted resource allocation, focusing on addressing environmental, social and governance issues that have a more significant impact on the Group's operations, and making greater efforts to contribute to society.

## COMPLIANCE AND BUSINESS ETHICS MANAGEMENT

So far as Logan Group is concerned, understanding and compliance with laws is the cornerstone of sustainable business development. We consistently uphold the core values of Logan Group, promote the "Sunshine" business philosophy and are dedicated to creating an honest, trustworthy, standardized and transparent corporate environment, so as to ensure that our operations comply with the highest ethical and regulatory standards and foster sustainable corporate development.

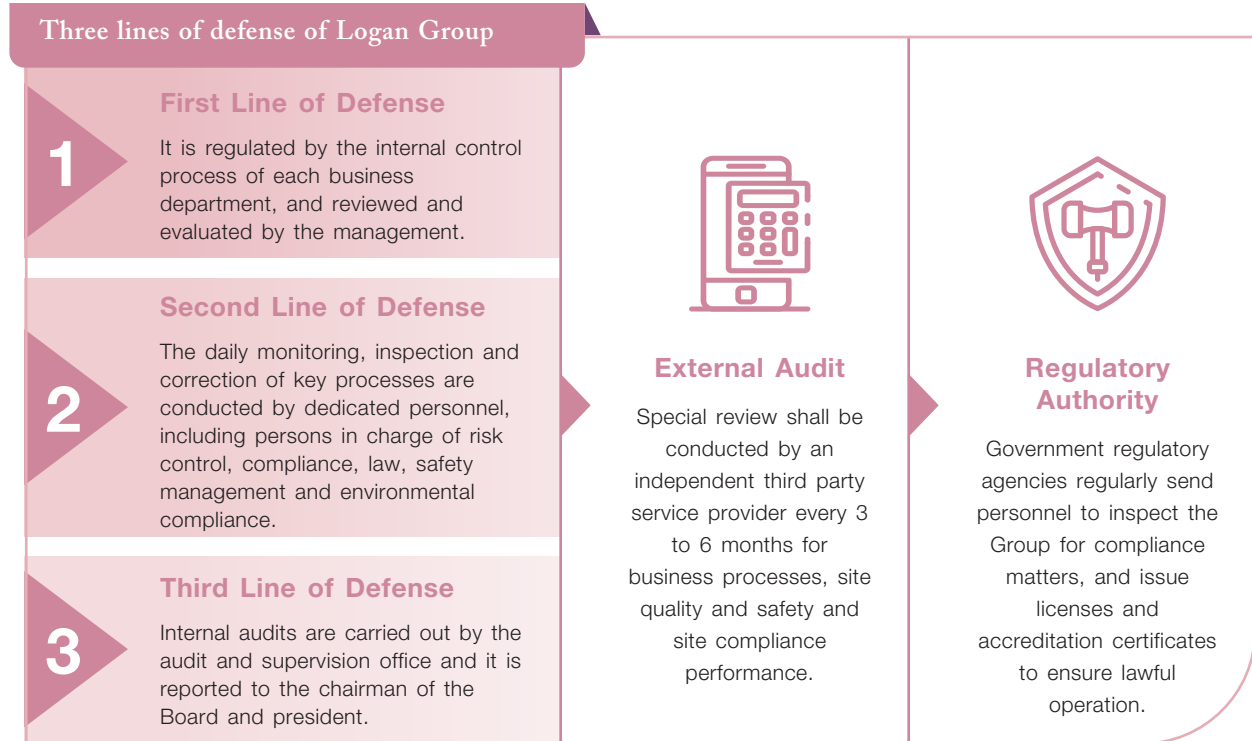
### Sustainability Risk and Compliance Management

The Audit Committee of the Board will annually assess the existing and potential risks of the Group as a whole, including ESG risks, and examine the Group's risk tolerance and acceptance. We have also established a sound internal audit, risk management and legal compliance system. Upon completing regular internal audits and risk assessments, results are reported to the Board in order to improve our operation efficiency and ensure the effectiveness of our risk assessment and internal control system.

Each year, the Group will engage external professional consultants to conduct a comprehensive risk assessment and dynamically update its risk database in response to policies and regulations, industry development, market dynamics and operating conditions, in order to ensure the foresight and adaptability of its risk management strategies. At present, the Group's risk database encompasses 91 risks, of which 54 are ESG-related risks and cover occupational health and safety, construction quality, climate change, corruption prevention, etc. The Group will subsequently monitor and manage these risks through its internal audit and risk control mechanism.

BUSINESS PRINCIPLES OF  
SUSTAINABLE DEVELOPMENT

The specific structure is shown in the diagram below:



**Risk control office**

The risk control office is in charge of the Group’s risk management affairs and collaborates with third-party professional consultants to conduct annual comprehensive risk assessments, ensuring the professionalism of risk identification and management. Assessment results are reported regularly to the office of the President to ensure that management is timely informed of risk statuses and can take appropriate measures. The Group has established the Logan Group’s Plan for Major Risk Events and Publicity Guideline (《龍光集團重大風險事件預案與對外口徑工作指引》), listing emergency management measures and reporting mechanisms upon the occurrence of major risk events, and ensuring rapid response and proper handling in the event of an emergency to maintain corporate reputation and operational stability. In addition, the risk control office will also conduct investigations into high-risk businesses for confidentiality so as to research the causes of risks and analyse the management effectiveness and improvement methods, thereby continuously improving the risk management system.

## BUSINESS PRINCIPLES OF SUSTAINABLE DEVELOPMENT

### Business legal office

The business legal office is responsible for the Group's operational litigation and non-litigation legal matters, and ensuring the Group's compliance with laws and regulations in various business activities to reduce legal risks. Its core responsibilities include formulation and review of contracts, assistance in handling litigation cases, regular legal risk assessments and providing legal professional consultation and advice to various departments. In addition, the business legal office is also responsible for studying and analyzing the impact of laws and regulations on the Group, establishing a knowledge base including compilation of real estate laws and regulations and its cases, advocating the relevant legal knowledge, and assisting the business centers to conduct training on laws and regulations.

### Audit and Supervision Office

The Group's audit and supervision office reports directly to the Board, and adopts three major principles:

#### Full-process supervision

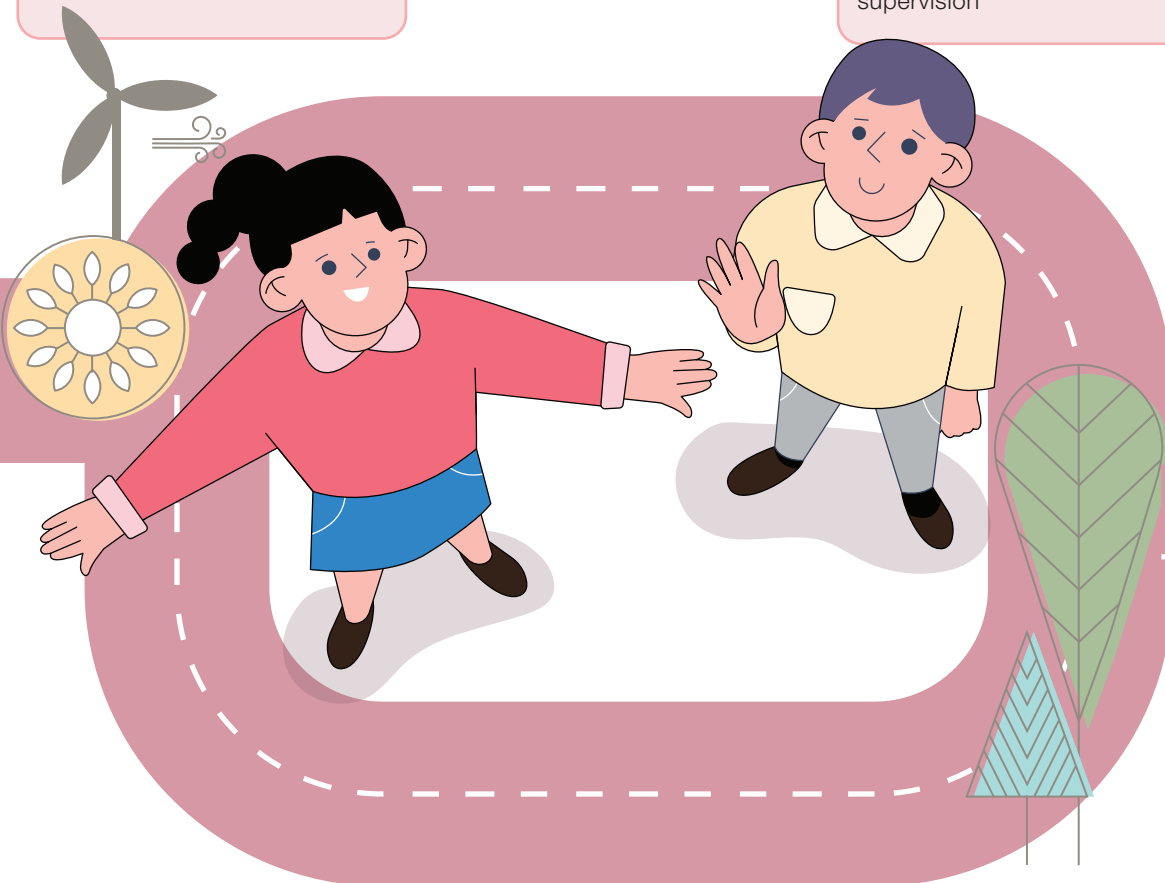
The entire processes of all of our businesses are included in our supervision

#### Full coverage

The supervision covers the headquarters, branches, subsidiaries and third-party business partners

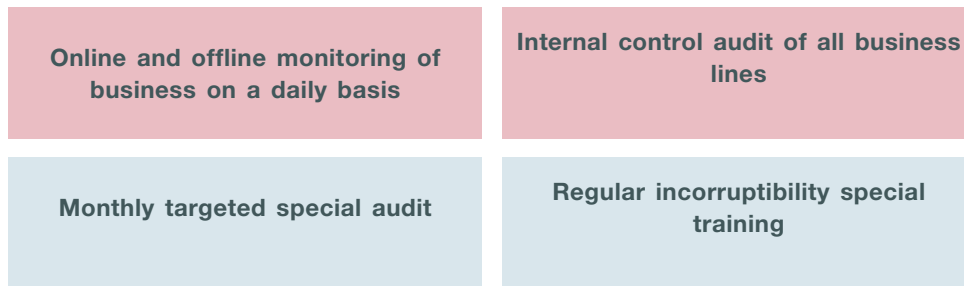
#### Full supervision

All employees, from senior management to ordinary employees, are subject to supervision



## BUSINESS PRINCIPLES OF SUSTAINABLE DEVELOPMENT

The audit and supervision office, which is responsible for internal audit and integrity-related inspections and publicity work, will determine the key monitoring and audit scope based on the Group's risk assessment results to conduct various audits and inspections. The key work completed in 2025 includes:



During the Year, the Group conducted 163 internal audits, including:



Throughout the year, we identified 17 risk points during internal audits and completed rectification of 100% of risk points within the year. In addition, the audit and supervision office analyzes key cases, establishes and manages whistleblowing channels, regularly conducts audit quality inspections, and provides integrity and anticorruption training sessions to all employees to continuously promote a culture of integrity, thus ensuring that the Group's operations meet the highest standards of honesty. Based on our principle where awards are granted if the reported suspicion proves to be the case, the effectiveness of internal audit activities will serve as an important performance indicator for the audit and supervision office. We conduct an annual review of our internal audit process and an overall revision of our internal audit system every three years.

## BUSINESS PRINCIPLES OF SUSTAINABLE DEVELOPMENT

### 2026 Working Plan by Audit and Supervision Office

In terms of monitoring, the Group will further strengthen the management of target plans and clarify the targets to be achieved and their achievability in each period. In addition, we will take the initiative to strengthen the mechanisms of communication and coordination with legal departments and superior directors in key work areas, enhance communications with the audit department, and intervene in doubtful issues identified during an audit in advance.

In terms of auditing, the Group will comprehensively implement the approach of “Audits on New Companies, New Leaders and New Businesses” to increase the frequency and supervision of audits on them. Based on different risk levels, audit risks and sampling ratios will be determined for each business line and segment to improve audit accuracy. In addition, during the audit process, various means, including planning target management, updating of audit tools, audit business training, performance appraisal, and incentives, will be adopted to enhance the work performance. The audit and supervision office will also actively cooperate with other departments and coordinate with IT to build an anti-corruption model to prevent the occurrence of issues at source through early warning or big data auditing, which would systematically resolve recurring problems.



### Solid internal control system

Logan Group is committed to establishing a sound internal control mechanism to minimize business risks and to assist the Group in achieving its operation and governance targets. All businesses of the Group have internal control procedures and rules and regulations in place, and built information-based business system in the fields of marketing, engineering, investment and construction, to clarify employee responsibilities and approval authority, thereby enhancing the decision-making standard and reducing the risk of human errors or business manipulation. All new business processes must clarify rights and responsibilities and complete system settings within one week after approval. The Group will review the current internal control process and business system every six months to ensure the effectiveness of its design and implementation.

## BUSINESS PRINCIPLES OF SUSTAINABLE DEVELOPMENT

### Building a culture of compliance

Logan Group, adhering to the principles of compliance with laws and integrity management, is committed to promoting a culture of corporate integrity to ensure that all employees and partners work together to maintain a fair and just business environment. The Group's internal rules and regulations, including the Ten Prohibitions on Integrity Construction of Logan Group (龍光集團廉政建設十不准), Code of Conduct for Position (職務行為準則) and Regulations on Employees' Incorruptibility in Work (員工廉潔從業規定), are listed on our intranet for inspection by employees, while the Group also clarifies the terms of reference for our employees and partners and our supervisory measures in our Anti-corruption Policy (反腐政策) and Whistleblowing Channel (舉報管道) on our official website. All employees must abide by the professional ethics and standards in their daily work, such as compliance with laws and regulations, incorruptibility, and protection of company interests. In addition to publishing requirements of "Ten Prohibitions" principles at the office premises, we have clearly set out relevant requirements in the Employee Handbook (員工手冊), including no abusing power to seek personal gains, no committing corruption or bribery, and no divulging trade secrets, etc., so that the employees will clearly understand and adhere to the incorruptibility requirements of the Group.

The senior management of the Group shall also sign the Management Responsibility Letter (管理責任書) to hold them accountable for the corruption practices and breach of incorruptibility committed by the management themselves and their subordinates, so as to strengthen the management's awareness of compliance and accountability mechanism. Upon employment, new employees shall sign an Incorruptibility Statement (廉潔告知書) to ensure that they fully understand the Group's principles of incorruptibility and its implementation.

The Group conducts regular incorruptibility training for staff at all levels to enhance the building of an incorruptibility culture, including incorruptibility courses, watching incorruptibility publicity films and sharing anti-corruption cases in the industry.

Furthermore, the Group also issued the "Notice on Reaffirming the Administrative Rules on Employees' Interested Persons and Units Undertaking the Company's Business" (關於再次重申員工利益關係人及單位承接公司業務管理規定的通知), which requires that within the scope of the unit or business managed by the employees, their interested persons and units are prohibited from undertaking the Company's business, and that for the recommendation of a unit without an interested relationship, the employees are required to declare the interested relationship with a request for abstention to both their direct superiors and the audit department. If an employee conceals or fails to report such an interested relationship, when detecting following inspections, the audit department will impose severe penalties in accordance with the Company's policy.

In addition to advocating incorruptibility on the Group's official account, we maintain close communications with our employees by circulating the Company's latest policies through internal emails, reporting violation cases as references for our employees, and maintaining a high level of transparency and enhancing the awareness of risk prevention, so as to create a corporate compliance culture of incorruptibility.

## BUSINESS PRINCIPLES OF SUSTAINABLE DEVELOPMENT

### PREVENTION OF BRIBERY, FRAUD AND MONEY LAUNDERING

#### Big data monitoring

We are determined to combat all offences involving bribery, extortion, fraud and money laundering, and implement the “zero tolerance” strategy for any corruption and illegal behavior in strictly compliance with the Criminal Law of the People’s Republic of China. Logan Group has joined the Enterprise Anti-Fraud Alliance and the Trust and Integrity Enterprise Alliance, and shares anti-corruption information and blacklists with companies such as Vanke, Alibaba and SF Express, establishing a cross-corporate joint prevention mechanism. All new employees are required to pass background checks by these institutions to ensure compliance with integrity standards. We have also established an internal employee blacklist to place non-compliant employees on record. The principals of each subsidiary and construction site must inspect new employees and employees of on-site contractors, and those on the blacklist will not be hired.

Our audit and supervision office actively monitors and carries out anti-corruption campaigns, including the application of big data, artificial intelligence, and “Sky Eye” CCTV monitoring technologies, so as to send an early warning of abnormal conditions during the business processes and ensure early identification and intervention of risks. The audit and supervision office will also investigate potential corruption, bribery, fraud, and money laundering incidents as referred to in detected and reported cases during our internal audit activities, and when necessary, report the same to law enforcement agencies to ensure that all irregularities will be strictly punished in accordance with applicable laws and the Company’s policy.

Starting from the end of 2020, our audit and supervision office planned to build a comprehensive business data platform to aggregate all-round business data of all subsidiaries for a comprehensive overview of the data. The platform has been in place for several years and has been playing a crucial role in the Company, assisting us in achieving more accurate data mining, key indicators calculation and in-depth analysis. This further enhances Logan’s management effectiveness in the field of big data monitoring.

We have established and published the Anti-corruption Policy (反腐政策), details of which can be found on the official website of the policy: <http://www.logangroup.com/c/policy.php>.

#### Whistleblowing mechanism

Logan Group is committed to maintaining an incorruptibility and compliant corporate environment and has established a comprehensive whistleblowing mechanism, which is managed exclusively by the audit and supervision office, to ensure that internal and external stakeholders (including suppliers, clients and other third parties) can report any dishonest, improper and non-compliant action in a safe and convenient manner. The whistleblower can complain about and report any dishonest, improper and non-compliant action to the audit and supervision office through emails, phone calls, letters, corporate WeChat accounts, etc. in real name or anonymously.

## BUSINESS PRINCIPLES OF SUSTAINABLE DEVELOPMENT

The whistleblowing channel operates 24 hours a day to ensure timely receipt of whistleblowing messages. The audit and supervision office appoints a special officer to complete the preliminary collection of information on the reported matters within three working days, determine the authenticity and importance of the matters, and report to the leader of the center to determine whether to open a case. If approved, the cases will be included in the audit plan, and the timeframe will be established (usually one to two weeks, depending on the complexity of the issue). Upon the investigation, a report is prepared and reported to the office of the president, the head of which requires the relevant responsible personnel to be held accountable for the audit issues. The audit and supervision office will issue an audit report, and the responsible personnel will be censured in the announcement, alongside other administrative penalties such as deduction in performance bonus, salary reduction and demotion and termination of contractual relationships. In case of corruption, such personnel, upon approval by the head of the office of the president, will be handed over to the judicial body in accordance with law for legal responsibility. At the same time, in case of rectification, the audit and supervision office will issue an audit rectification confirmation letter to the responsible unit to follow up and implement rectification of the relevant issues and punitive deductions.

All reporting channels and information have been uploaded to the official website and intranet of the Group, posted at conspicuous locations of administrative offices and construction sites, and displayed outside all construction sites to raise public awareness. Relevant information will also be mentioned in the new employee induction training and regular integrity training sessions, and included in the Incorruptibility Statement (廉潔告知書) of business partners. To encourage whistleblowing, the Group will award the whistleblowers, and promise to keep the whistleblowing completely confidential under the premise of complying with laws and regulations and protect the interests of the whistleblower from being damaged. Furthermore, any reprisal will be strictly prohibited, and wherever necessary, the Group will provide legal counsel and support to the whistleblowers. In 2025, the Group accepted a total of 14 whistleblowing cases, all of which were investigated and handled in accordance with established procedures, ensuring further development of the Group's incorruptibility culture and compliance management.

### Incorruptibility training

Logan Group attaches great importance to building a corporate culture of incorruptibility and anti-corruption, and regards it as an important part of corporate governance. Through a systematic integrity training program, we ensure that all employees have a deep understanding of and strictly abide by the Group's integrity norms, further strengthening the Group's compliance management and integrity culture.

## BUSINESS PRINCIPLES OF SUSTAINABLE DEVELOPMENT

Logan Management Academy (龍光管理學院) holds incorruptibility training sessions for all employees (including part-time employees) every quarter, and all of them are required to participate in the training. The training is conducted via online live broadcast. Managers at or above the deputy director level of the Audit and Supervision Office explain relevant content to all management and employees, including the president and executive director of the Group, and strengthen their integrity awareness, so as to clarify the red line for corporate violations. All business centers and subsidiaries must also hold incorruptibility and anti-corruption training sessions for employees every year, while the Hong Kong subsidiary invites ICAC representatives to provide incorruptibility training every year. The induction training for new employees held every two months also includes incorruptibility and self-discipline courses, and employees are required to pass the exams to ensure that they understand the Group's requirements on incorruptibility and self-discipline.

In 2025, the Group held a number of incorruptibility and anti-corruption training sessions:



### Enhancement of audit and supervision capabilities

The Group formulates professional training programs for audit and supervision personnel, establishes a communication mechanism with external experts, and provides a budget for training expenses.

### Third-party incorruptibility management

We provide integrity training sessions to our suppliers and contractors on a regular basis, and learn from our suppliers about the incorruptibility and self-discipline of our employees. In 2025, we carried out the promotion of integrity culture during the signing of each contract and the process of performance communication with all suppliers. A total of 341 sessions of integrity culture promotion were conducted for suppliers. All cooperating partners are required to sign our Incorruptibility and Cooperation Agreement (廉潔合作協議), Honest Performance Undertaking (誠信履約承諾函), Incorruptibility Statement (廉潔告知書) and other agreements to understand the Group's requirements on business ethics, integrity, anti-corruption, fair competition, conflicts of interest, prohibition of gifting and hospitality, etc., while publishing whistleblowing hotline, whistleblowing email address, whistleblowing mailing address, and whistleblowing official account of WeChat that we provide. Partners shall be blacklisted and its engagement shall be suspended or terminated in case of any issues on incorruptibility which have been audited and confirmed.

## BUSINESS PRINCIPLES OF SUSTAINABLE DEVELOPMENT

We have been in strict compliance with the major commercial laws and regulations in Chinese Mainland, including the Anti-Unfair Competition Law of the People's Republic of China (中華人民共和國反不正當競爭法), the Interim Provisions on Banning Commercial Bribery (關於禁止商業賄賂行為的暫行規定), and the Criminal Law of the People's Republic of China (中華人民共和國刑法) etc., so as to ensure compliance with legal requirements, curb any form of illegal and criminal acts, and safeguard business ethics. Based on the above measures, during the Reporting Period, we were not aware of any material violation of the aforementioned laws or other laws and regulations relating to anti-corruption and bribery, fraud and money laundering.

### CYBERSECURITY AND DATA MANAGEMENT

#### Personal Privacy and Information Protection

Logan Group is fully aware that the security of personal data and the protection of privacy of employees, customers and other relevant parties are of utmost importance, and strictly complies with the Civil Code of the People's Republic of China (中華人民共和國民法典), the Personal Information Protection Law of the People's Republic of China (中華人民共和國個人信息保護法), the Data Security Law of the People's Republic of China (中華人民共和國數據安全法) as well as other relevant laws and regulations that are aimed at protecting the use of personal data and personal privacy. Since the Group needs to collect and use the personal data of customers or consumers in its daily operations, we attach great importance to the management and protection of such data, ensuring that all aspects of data collection, use, storage, and processing comply with regulatory requirements, so as to safeguard the personal rights and interests. To ensure the safety of personal data, we will comply with the following six principles for data protection:

#### Principle 1 — purpose and manner of collection of personal data

Personal data must be collected for a lawful purpose. All personal data shall only be collected and used for our principal business operation, and shall not exceed the reasonable scope of the relevant processing purposes. When collecting personal data from individuals, we will notify them of the purpose/use of such information.

#### Principle 2 — accuracy and duration of retention of personal data

Data users must ensure that the data held are accurate and up-to-date. If there is doubt as to the accuracy of the data, we should stop using the data immediately. We should not keep the data any longer than is necessary for the purpose for fulfilling the relevant processing purposes.

#### Principle 3 — use of personal data

Unless personal data are used with the consent of the data subject, we will not use such data for any purpose other than the one mentioned at the time the data were collected (or a directly related purpose). Logan Charity Fund (龍光慈善基金會) pays great attention to the privacy and portrait rights of service targets and will not publish the privacy information of such data subject when carrying out public welfare activities. Prior consent must be obtained when using their image data.

## BUSINESS PRINCIPLES OF SUSTAINABLE DEVELOPMENT

### Principle 4 — security of personal data

Appropriate security measures shall be taken to protect personal data. Our customer data is stored in the internal system and has multiple passwords and electronic security clearances. Only qualified officers in specific departments can access, request for or modify these data. Employees are also required to follow internal guidelines when handling customer personal data to prevent data leakage due to improper manual handling. We also regularly review the protection measures for personal data to ensure that the storage and use of data meets the requirements to prevent occurrence of any potential divulgence.

### Principle 5 — information to be generally available

We have formulated a privacy policy statement, which specifies information such as the accuracy, retention period, security and use of the data as well as measures taken regarding data access and data correction requests.

### Principle 6 — access to personal data

A data subject is entitled to ask a data user whether or not we hold any of his/her personal data, and to request a copy of such personal data. If it is found that the data contained therein is inaccurate, the data subject has the right to request the data user to correct the record. We will process the relevant request within a prescribed period.

In order to ensure the effective and safe operation of the business systems, the Group held a total of 2 penetration tests or attack and defense drilling for different business systems, including Logan Treasury (龍光寶), Sales Management Platform, Financial Sharing System, and Human Resource Sharing System throughout 2025.

In July 2025, the Group enforced the mandatory modification of employees' account passwords to ensure compliance with the requirements for password complexity and length, so as to reduce the risks of account theft and online fraud and further enhance the security of its business systems. In August 2025, the Group completed the Information Security Classified Protection Certification for the Logan Treasury, ensuring that the system complies with the relevant national requirements for information security classified protection and supporting its stable operation.

BUSINESS PRINCIPLES OF  
SUSTAINABLE DEVELOPMENT

Cybersecurity internal promotion

In 2025, the Group held several cybersecurity internal promotion campaigns, including:

- in daily work, cover phishing email identification, weak password risks, and usage specifications for public Wi-Fi;
- conduct data protection and compliance training, focusing on the requirements for personal information desensitization and management measures for the prevention of customer data security leaks;
- for remote work, include VPN usage specifications, two-factor authentication configuration, and functional demonstrations of enterprise-level anti-virus software.



Monitor and Respond to Data Breaches and Cyber Attacks

Logan Group places great importance on data security and network defense, and continuously strengthens our cybersecurity management mechanisms to effectively address risks of data breaches and cyber attacks. Our security department has established a comprehensive protection system across multiple layers, including external networks, internal network access layers, server security, daily management and monitoring, to ensure the safety and stable operation of our information assets.

At the external and internal network access layers, we have firewalls in place to control traffic accessing internal servers with four layers of access control, and we have divided the network into different security isolation zones to prevent high-risk ports from being exposed, so as to ensure that traffic behavior between zones is controlled. We also use detection and protection technologies to identify all-protocol data in the traffic, monitor potential attack characteristics and immediately block them to ensure the secure operation of business systems. On the server side, we have deployed antivirus and server security systems to scan, intercept and isolate viruses and intranet attacks, thereby minimizing potential information security risks. Additionally, we regularly perform auxiliary management and monitoring, including auditing and analyzing database access traffic, security system's security log files, production business system equipment operations, security detection and response systems, mail security gateways, etc., to quickly identify and handle relevant security risks.

## BUSINESS PRINCIPLES OF SUSTAINABLE DEVELOPMENT

Furthermore, we encrypt the data transmission of business systems to ensure the security of network transmission for preventing unauthorized access or tampering during the data transmission process. We will continue to enhance our monitoring and response mechanisms to ensure that the Group's cybersecurity and data protection efforts comply with the latest security standards and requirements.

### Prevention of Child and Forced Labour

The Group has Human Rights Policy (人權政策) in place to clarify our respect for and commitment to human rights, and is committed to promoting the development of human rights involving our employees and business partners. We strictly abide by the requirements of the Labour Law of the People's Republic of China (中華人民共和國勞動法), which prohibits the use of child labour under the age of sixteen and forced labour, including the rigorous verification and background check of identification documents in the process of recruitment. We also set out prohibitions on the use of child labour and illegal forced labour in sub-contracting agreements. All employees are required to reach the legal working age and enter into labour contracts before being duly hired. In addition, before entering construction sites, workers would sign the "Worker's Undertakings on Sites Entry" (工人進場承諾書) to understand the procedures and reporting methods in case of labour disputes.

To protect the legitimate rights and interests of employees at construction sites, the Group has established the Management and Control Measures for the Distribution of Labour Wages (勞務工資發放管控辦法). The Group's labour and wage management specialists will supervise the attendance and payroll of our employees at construction sites. Before distributing monthly wages, the Group will check the list of contractors' employees to ensure that all employees at construction sites are legally hired, and strictly follow up on the contractor's wage calculation and payment performance. All wage payment records and supporting documents must be uploaded to the "Monolith 2.0" Cloud Engineering System for inspection by the Group. The Group also regularly conducts spot checks on the construction sites of its subsidiaries to ensure that there is no illegal labour, forced labour or other violations of relevant laws and regulations. In case of any negligence, the Group will penalize the project department of our subsidiaries and contractor in accordance with the Measures for Warning Classification and Accountability of Project Red Line Behaviors (工程紅線行為分級警示與問責辦法).

In case that any violation is identified, the Company will organize an internal investigation. If such violation is confirmed, we will require the responsible department to take immediate corrective actions and report the investigation results to the audit and supervision department. The relevant personnel will be subject to an audit and accountability investigation. If no violation is found after investigation, objections and administrative review maybe addressed in respect of the administrative penalties.

## BUSINESS PRINCIPLES OF SUSTAINABLE DEVELOPMENT

### Intellectual Property Rights

We respect and protect intellectual property rights, and strictly complies with relevant laws such as the Patent Law of the People's Republic of China (中華人民共和國專利法), the Copyright Law of the People's Republic of China (中華人民共和國著作權法) and the Trademark Law of the People's Republic of China (中華人民共和國商標法). We ensure that, while pursuing innovation and development, the Company uses and manages intellectual property rights in accordance with the laws. We not only value our own intellectual properties but also respect and safeguard the legitimate rights and interests of others. We have applied for more than 100 trademarks for our brands and properties to ensure the exclusivity and quality of Logan's brand. Furthermore, our employees are required to exercise caution when using company resources to avoid unauthorized disclosure of the Company's protected intellectual property or business information to external parties. No replication, imitation, reproduction, extraction, dissemination, or other form for improper or personal use of the Company's intellectual property rights is permitted.

In addition, our employees are required to avoid using unauthorized tangible and intangible assets, and the internal review system will prevent infringing upon others' patent or trademark rights. Any employee who is in violation of the rules are subject to corresponding legal responsibilities in accordance with the law and the Group also reserves the right to pursue legal action and claim for any damage in accordance with the law.

Based on the above measures, during the Reporting Period, we were not aware of any material violation of the aforementioned laws or other laws and regulations relating to the protection of human rights, privacy and intellectual property rights.

# EMPLOYEE CARE AND GROWTH

Cohesion produces strength, and happiness comes from the team.  
Logan's members join forces to work hard and strive for goals.



## ESG Issues

- 4 Occupational health and safety
- 5 Employee well-being
- 6 Diversity and equal opportunity
- 7 Development and training



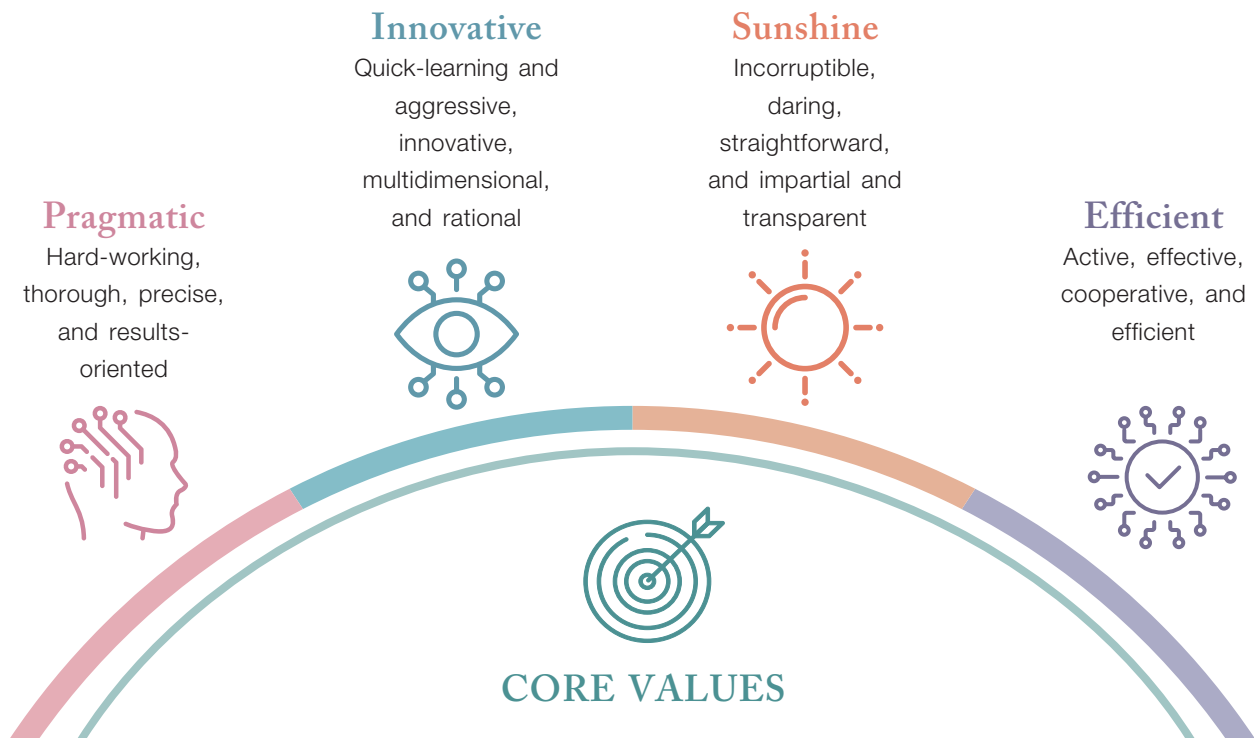
# EMPLOYEE CARE AND GROWTH

ESG Issues	Logan's response
 <p data-bbox="363 707 395 739">4</p> <p data-bbox="255 750 504 814"><b>Occupational health and safety</b></p>	<p data-bbox="582 416 1398 702">The Group has formulated safety rules and regulations and an internal evaluation mechanism for safety indicators, which regulates the conduct of our employees and contractors, and ensures that the performance of relevant management personnel is linked to occupational health and safety performance for enhancing safety management responsibilities. In addition, the Group pursues certification of safety management systems for systematic safety management and conducts safety qualification selection for all partners.</p> <p data-bbox="582 745 1398 922">In addition to safety drills, we take into account the needs of female employees (especially pregnant or breastfeeding women) and physically challenged employees by providing health and safety-related auxiliary facilities. To promote the physical and mental health of our employees, the Group regularly organizes various recreational activities.</p>
 <p data-bbox="363 1123 395 1155">5</p> <p data-bbox="252 1166 507 1198"><b>Employee well-being</b></p>	<p data-bbox="582 983 1398 1198">Logan Group has formulated detailed policies for the human resources system, compensation and benefits, and employee communication and inclusiveness. In recognition of the stellar performance of certain employees, for instance, we granted awards to a total of 128 outstanding employees in 2025, encouraging these employees to pursue better performance.</p>
 <p data-bbox="363 1446 395 1479">6</p> <p data-bbox="260 1489 499 1554"><b>Diversity and equal opportunity</b></p>	<p data-bbox="582 1317 1398 1532">The Group has standardized selection criteria and management procedures for recruitment, promotion, employee treatment and other areas, and has implemented the principle of equality in all aspects of human resources management. In 2025, we held training sessions in respect of equal opportunities, anti-discrimination and anti-harassment for all employees.</p>
<p data-bbox="363 1726 395 1759">7</p> <p data-bbox="220 1770 539 1802"><b>Development and training</b></p>	<p data-bbox="582 1619 1398 1910">The Group has formulated the Training Management System of Logan Group (龍光集團培訓管理制度) and other internal rules and regulations, which strictly manages the planning and implementation of training activities, and assigns assessment tasks to our employees to ensure performance. The Group organizes training activities at Logan Training Academy and other institutions, providing diversified career development courses and abundant training resources. In 2025, a total of 10,405 trainees spent 38,080 hours attending 180 training sessions.</p>

## EMPLOYEE CARE AND GROWTH

Since its inception in 1996, the Logan Group members have been growing, as talented professionals are being attracted from all over the world, and they inject vitality into the enterprise and promote the sustainable development of the Group by virtue of their fighting morale. The core values of pragmatism, innovation, sunshine and efficiency we upholding have taken root in the enterprise culture, and will be carried on into the future.

The following important elements are contained in our core values:

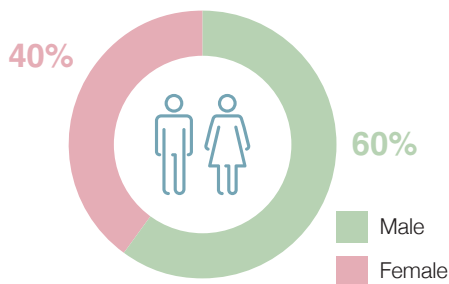


## EMPLOYEE CARE AND GROWTH

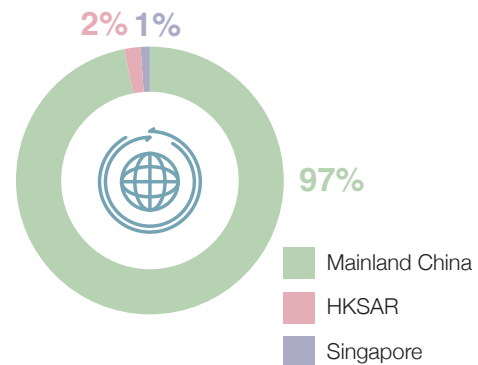
We have established the human resources department with comprehensive human resources policies and procedures in place to ensure all operations comply with the relevant laws and regulations. We strictly abide by the relevant labor laws and regulations applicable in the Chinese Mainland<sup>1</sup> to ensure the compliance with legal requirements. We internally organize a study seminar for the actual impacts and compliance promotion of the Regulation of Guarantee for Farmers Migrant Workers' Wage Payment (保障農民工工資支付條例) and the amendments to the supporting policies in Shenzhen, as well as the publicity and implementation of the relevant compliance matters. In addition to conducting internal discussions on laws and regulations, we have also engaged external counsels and experts to deliver presentations on laws and regulations and to provide special training sessions on labour law and labour disputes to the relevant department of the Group so that we maintain high standards of labour treatment and provide a safe and healthy workplace for our staff. Furthermore, we complied with supervision and guidance from the labour department and regulatory authorities according to laws. During the Reporting Period, we were not aware of any serious violation of the above or other labour-related laws and regulations, demonstrating our self-discipline and continuance commitment to labor compliance.

As of 31 December 2025, we have a total of 1,272 staff in Chinese Mainland, Hong Kong Special Administrative Region and Singapore, more than 99.5% of which are full-time staff. Below are our employee data:

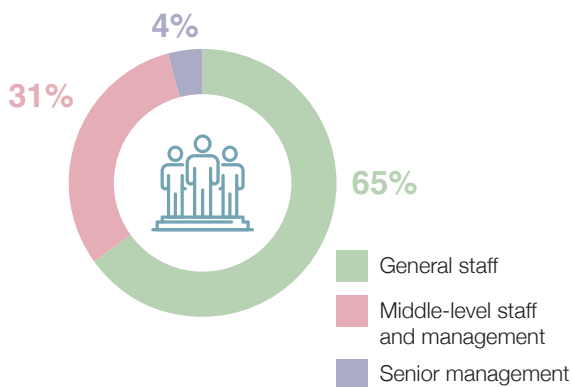
Employee gender ratio



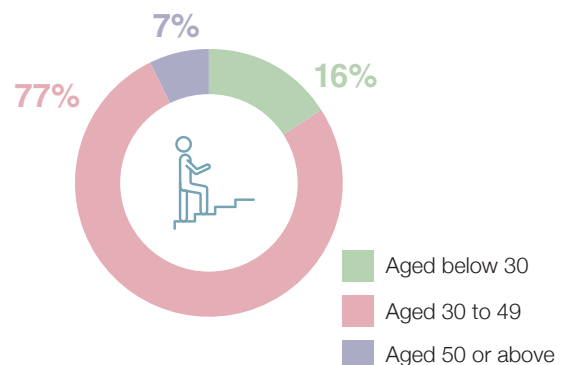
Distribution of employees by region



Distribution of employees by position



Distribution of employees by age



<sup>1</sup> Laws and regulations include the Labour Law of the People's Republic of China (中華人民共和國勞動法), the Labour Contract Law of the People's Republic of China (中華人民共和國勞動合同法), the Production Safety Law of the People's Republic of China (中華人民共和國安全生產法), the Administrative Regulations on the Work Safety of Construction Projects (建設工程安全生產管理條例), the Social Insurance Law of the People's Republic of China (中華人民共和國社會保險法), the Law on Prevention and Control of Occupational Diseases of the People's Republic of China (中華人民共和國職業病防治法), the Regulation of Guarantee for Farmers Migrant Workers' Wage Payment (保障農民工工資支付條例), the Regulations of Guangdong Province on Population and Family Planning (廣東省人口與計劃生育條例), and the Notice of Shenzhen Municipal Housing and Construction Bureau on Strictly Implementing the Project Payment Guarantee System and Guaranteeing the Full Wage Payment to Migrant Workers (深圳市住房和建設局關於嚴格落實工程款支付擔保制度及保障農民工工資足額支付工作的通知), etc.

## EMPLOYEE CARE AND GROWTH

### OCCUPATIONAL HEALTH AND SAFETY

By acknowledging the importance of occupational health and safety for each employee, Logan Group strives to create safe workplace conditions for our employees so that they can focus on work with peace of mind. We have established an occupational health and safety management mechanism which stipulates management objectives, strategies and staffing, and ensure the implementation of safety measures at construction sites and offices.

#### Health and safety management system

The Group's engineering management center, administration center and human resources center jointly manage the occupational safety of its employees, and the chief of these centers be responsible to submit a report to the chairman of the Board and president regularly. The report contains monthly safety accidents, construction site safety/safety accidents of contractor workers, quality accidents, etc., which will be reported immediately upon their occurrence. We have formulated safety rules and regulations, including the Management Rules for the Safety of Construction Sites (工地安全管理制度) and Uniform Standards for Safe and Civilized Construction Measures (安全文明施工措施统一标准), to regulate the safety-related matters of our employees and contractors, and set out management requirements for site safety in the sub-contracting agreement. We have established an internal evaluation mechanism for safety indicators where internal personnel and independent third-party institutions regularly monitor and evaluate the safety performance of different operations, including fire prevention at construction sites, safe use of electricity, safety facilities, large-scale machinery and equipment, compliant construction, daily safety management behaviors, safety information. Quarterly safety assessments over all projects will be carried out so as to keep track of the completion status of safety targets. The performance of relevant management personnel will be linked to the occupational health and safety performance, and bonus will be given to those with outstanding management performance. The management personnel are from the project management center, the branch project management department, and the project department management personnel, with the ranks covering the project grassroots to management personnel.

Employee safety has always been the key indicator in our organizational performance assessment. In addition to senior executives, leaders of the operation department at the headquarters and the engineering department, regional management, project managers, and engineering leaders are also responsible for employee safety. In case of major engineering quality and safety accidents, deductions will be directly made to personnel in charge based on the negative issues list to ensure the strict implementation of the safety management system.



#### Bi-weekly Online Construction Site Safety Conference

As far as our construction workers exposed to greater occupational hazards are concerned, the project management center of the Group organizes online safety meetings with the employees of engineering management centers from all subsidiaries, site leaders and partners every two weeks, to discuss the latest safety issues (including the monthly safety accidents in the construction industry and the publicity and implementation of national safety laws and regulations), and conduct case reviews over recent occurrence of in-house safety management issues to remind and ensure that all employees understand the Group's construction site safety standards. Furthermore, the Group continuously conducts inspections and reduces potential safety hazards and risks to ensure that all projects comply with the established safety management standards of the group.

## EMPLOYEE CARE AND GROWTH

### Health and safety goals

We are committed to minimize the probability of accidents at both construction sites and offices, and to maintaining a safety performance target of zero work-related fatalities. In 2025, we have set the following targets for the occupational health and safety of our employees:

Targets	Status	Progress in 2025
Zero death for construction site employees of fatal accidents due to work	● ● ●	The work-related fatality rate of ordinary construction site employees in 2025 was 0%
Zero occupational disease rate	● ● ●	In 2025, the occupational disease rate of construction site employees (including employees of the Group and contractors) was 0%

● ● ● Completed | ● ● ○ As scheduled | ● ○ ○ Behind schedule

In addition, the Group is advancing the certification of its safety management system, currently including the definition of the scope of safety management system certification for offices and construction sites, and approaching third-party certification service agencies. The Group also continuously reviews and optimizes its existing safety management framework and conducts feasibility studies for the establishment of an Occupational Health and Safety Committee headed by the Board, with a view to further demonstrating to the public our appreciation of the occupational health and safety.

### Five safety management rules

Logan Group takes full responsibility for the on-site safety of all projects, and endeavors to protect the physical and mental health of our employees and contractors of Logan. We adopt “five safety management rules” as our core strategy and apply it to construction sites to improve workplace safety in a multi-pronged manner.

EMPLOYEE CARE  
AND GROWTH

1

*Prevention  
and  
planning*

- During the tender and bidding process, the Group will conduct safety qualification screening on all partners to ensure that we cooperate with qualified contractors without adverse safety records.
- The Group specifies the civilized construction in sub-contracting agreements, including the requirements that the contractor must purchase safety insurance for employees, set up a safety management mechanism and provide adequate training and safety equipment. All construction sites must be approved by the government for construction. The Group will be responsible for the expenditure on safety equipment and protective measures at construction sites.
- The contractor must follow the Group's safety standards and formulate a sound management system in accordance with the law to clarify safety affairs at construction sites, accident and emergency plans, extreme weather plans, as well as the safety responsibilities and reporting channels of contractors, supervisors and the Group. Each construction site shall have at least 1-2 safety management specialists.

**Safety management specialists**

The safety management specialists are required to hold the safety production assessment certificate issued by the construction department, and are mainly responsible for promoting production safety practices among our employees and training them up for these practices, as well as thoroughly inspecting the implementation of production safety at construction sites. The safety management specialists mainly report to the project leader.

- In the planning process, the contractor must assess the hazards of construction sites, make plans for the site layout and engineering steps, prepare for alert signs, early warning and protection, and obtain approval from the supervisor and personnel from the Group.
- All of our employees in high-risk positions are required for physical examinations to ensure that they satisfy the physical quality requirements of the position, and the photo IDs and identity details of qualified operators are attached to the machines for verification.

## EMPLOYEE CARE AND GROWTH

2

### *Use of safety equipment*

- The contractor must provide workers with sufficient safety equipment, including eye shields, ear muffs, safety helmets, safety belts and other necessary protective equipment. Health and safety equipment, such as AED packages, will be available at construction sites in proportion.
- The QR code is affixed to workers' specialized helmets, which contain basic information such as employee name, ID number, and blood type, for quick and accurate access to employee information when an accident occurs.
- The safety helmet positioning system is set up at the construction site to help locate workers, count the number of on-site personnel, and regulate their entry and exit in special areas.

3

### *Training and drills*

- Safety training sessions for new and existing employees will be provided at construction sites with required training hours, so that employees can understand the hazards of the site, the way to wear safety equipment, emergency treatment methods, safe construction procedures, etc. Workers must pass the examination before taking up the position.
- We develop safety themes every month, and arrange engineering staff from our subsidiaries to provide training sessions at construction sites. The engineering staff from the headquarters holds online safety training sessions for engineering staff, site leaders and workers from all subsidiaries each quarter. A record of attendance to these training sessions shall be kept. Safety training is organized in conjunction with site safety meeting, once every two weeks, a total of 24 meetings one year, with each meeting receiving over 1,000 attendees.
- The construction site will hold daily safety morning meetings and morning exercises to explain recent safety risks and safety risks during construction, such as treatment methods for heatstroke and food poisoning in summer. In 2025, a total of 10,166 safety training sessions were held at various construction sites.
- Quarterly safety drills are also held at the site, which involve dangerous accidents such as falling from height, fire and electric shock.
- The number of attendees (including our employees, contractors' employees, supervisors, and other site employees) to site safety training sessions exceeded 8,000 in 2025.

EMPLOYEE CARE  
AND GROWTH

## 4

*Emergency  
management*

- Upon any occurrence of emergencies, we would deploy emergency task forces in accordance with emergency rescue plans, comprising an on-site incident commander, an injury rescue team, a fire-fighting team, and others, to carry out emergency actions so that personal injuries and property loss can be minimized. We would properly handle the compensation and follow-up work, work-related injury leave and employee insurance claims.
- The persons in charge of construction sites will strictly follow the reporting mechanism of major risk events and report the same to the Group's risk control command center on the same day.
- We will also investigate the cause of the accident after the event. In case of any violation or negligence, the personnel involved will be punished in accordance with the sub-contracting agreement and the Group's rules.

## EMPLOYEE CARE AND GROWTH

### 5

#### *Safety inspection and audit*

- Daily safety inspections before and after work will be carried out at construction sites, and led by electricians, mechanical technicians, plumbers, engineers, etc., to ensure the safety of machinery, equipment, scaffolding, tools and materials. During construction, supervisors and managers will supervise and check whether they comply with safety instructions and procedures.
- Different safety managers, supervisors, and our engineering center workers conduct safety inspections to check the safety performance of construction sites, and identify and rectify dangerous situations, on a weekly, monthly and quarterly basis.
- All construction sites must be installed with “Sky Eye” cameras to transmit real-time videos to the Engineering Center at the Group’s headquarters, which will be supervised by dedicated personnel. We also fly drones for a thorough inspection of construction conditions at construction sites.
- The Group will conduct random inspections on project sites every month. Since 2018, we have hired external agencies to conduct a comprehensive review of construction civilization every quarter, and we have rated the safety performance of all construction sites. Rating includes production safety on site, safe and compliant construction activities, safety management behaviors, serving as one of the important performance indicators of the construction department and project department of our subsidiaries.



## EMPLOYEE CARE AND GROWTH

In addition to the “five safety management rules”, Logan Group has established the reporting system in respect of safety accidents at construction sites to ensure that all safety accidents can be immediately reported, rapidly addressed and effectively prevented, thereby further enhancing safety management level at construction sites. We have established a risk management team responsible for coordinating, tracking and solving safety accidents at construction sites. The risk management team comprises the office of the president, the risk control office, the audit and supervision office, the engineering management center and other departments to ensure that all departments can cooperate and immediately handle safety accidents. In case of casualties and major economic losses due to safety accidents, work-related injuries, quality accidents at construction sites, and others, the contractors and the project department are required to report to the risk management team immediately, who will coordinate and deal with to ensure that the accident is properly handled, and that the injured victims receive effective treatment or assistance, and relevant information of these accidents will be reported as appropriate after the settlement. Furthermore, we require contractors to submit work-related injury records on a monthly basis to strengthen the control of all work-related accidents of contractors.

### Office

We pay particular attention to the health and safety of our employees in office premises. In 2025, a total of 25 safety risk assessments were conducted in the Group’s offices. Property management officers conducted safety assessments and inspections over offices, elevators, buildings, parking lots, etc., and formulated management and contingency plans for potential fire, electric shock and other safety risks. We also conducted fire drills for all employees every six months.

We are committed to ensuring the indoor air quality in the office, including regular monitoring of indoor air indicators (such as formaldehyde emissions), etc., while also strategically setting indoor greenery as planned, so as to ensure a safe and comfortable workplace for employees.

In addition, we also pay attention to the needs of female employees (especially those who are pregnant or breastfeeding) and employees with disabilities, providing health and safety-related auxiliary facilities. We have set out occupational safety guidelines in the “Employee Handbook” to provide prevention and solutions to the health and safety concerns that employees may suffer during work, so as to reduce the chance of accidents.

We organize medical health checks for employees every year and purchase relevant insurance policies for the employees. The Company releases monthly recreation allowances to employees based on the head count of the department, which are mainly used for regular physical exercise and outdoor activities, in order to foster a healthy corporate culture. The Company headquarters and the frontline human resources administrative department always make heatstroke and commonly used drugs available for employees to use as needed.

Based on the above measures, we were not aware of any serious violations of the above or other laws and regulations related to providing a safe working environment and protecting employees from occupational hazards during the Reporting Period.

## EMPLOYEE CARE AND GROWTH

### Recreational activities

In addition, we are committed to promoting physical and mental health of our employees by organizing various recreational activities including employee games, while encouraging the headquarters and subsidiaries to actively hold various sports activities to promote a healthy lifestyle.



Quarterly Birthday Party



Chinese New Year Gathering



Sports Contest



Health Seminar

## EMPLOYEE CARE AND GROWTH

### EMPLOYEE POLICY

#### Human resources system

Logan Group believes that a high caliber talent plays the role of cornerstone for the sustainable development of the enterprise. In order to ensure standardized and efficient talent management, we have employment policies in place to manage our human resources, including the Recruitment Management Measures (招聘管理辦法), Employee Promotion Management Measures (員工晉升管理辦法) and Salary Management Measures (薪酬管理辦法). These policies ensure that the operation of human resources meets the development needs of the Company and provide employees with equal and fair career development opportunities.

#### Recruitment



The Group formulates its human resources management plan every year, and coordinates recruitment according to the demands for talents of each business segment and its subsidiaries. We recruit staff through public recruitment, internal recommendation, campus recruitment and other channels to form a diverse, professional and efficient team.

#### Promotion



We have well-defined positions and promotion channels in place, and prioritize promoting internal employees. Employees have to pass interviews and fulfill performance requirements. Employees will participate in training upon promotion to prepare for challenges arising from the new position.

#### Resignation



The Group appreciates the rights and interests of employees. All dismissals or terminations of employment relationships are carried out in accordance with relevant laws, regulations and company systems. The dismissal procedures strictly follow the rules and regulations. Dismissed employees will receive due compensation and remuneration in accordance with employment contracts. We will also conduct interviews with employees for their resignation to understand their reasons for leaving, so as to develop better plans for human resources management.

## EMPLOYEE CARE AND GROWTH

### Compensation and benefits

Logan Group is committed to providing competitive remuneration packages for our staff to attract and retain top talents. The remuneration policy of the staff is determined with reference to the market and industry practices. Employee compensation comprises of basic salary, short-term bonus, long-term reward (such as Share Option Scheme) and other employee benefits. The Remuneration Committee of the Group would also conduct a review annually or as necessary to ensure that the remuneration package remains competitive and stays in line with the human resources development goals of the Group, thereby providing a stable and attractive career development environment for our staff.



### Long-term business partnership plan

In 2020, we launched a long-term business partnership plan with a validity of 15 years, and set a performance growth indicator higher than the industry average for the management. The total number of all awarded shares under the share award scheme can account for up to 3% of the total number of the Company's issued shares, which will effectively motivate the team to create more and greater value and promote its long-term sustainable development.

In a bid to protect the interests of employee to enjoy compliant and reasonable working hours and holidays, the number of working hours, holidays and welfare of the staff are strictly in compliance with the Labour Law of the People's Republic of China (中華人民共和國勞動法) and other relevant laws and regulations. We also provide our staff with improved insurance and allowances to alleviate their working and living pressure while improving overall benefits.



### Benefits for Logan's members include:

- Statutory Holidays
- Marriage Leave
- Maternity Leave & Paternity Leave
- Breastfeeding Leave
- Annual Leave
- Paid Sick Leave, etc.
- Medical Insurance
- Pension Scheme
- Unemployment Insurance
- Work Injury Insurance
- Transportation Allowances
- Meal Allowances
- Housing Allowance
- Health Check-up Allowances
- Allowances For High-temperature Conditions
- Other Special Benefits

Moreover, to support business development and job rotation training arrangements, the Group must obtain prior consent from our employees before dispatching them to different places, and provide comprehensive compensation to them for job relocation, including subsidizing employees' rental expenses, so as to alleviate living pressure due to job relocation. Meanwhile, the administrative departments of the two places will provide our employees and their families with care and support actions to ensure employees' smooth adaptation.

## EMPLOYEE CARE AND GROWTH

Logan Group holds an annual commendation conference to motivate its employees to achieve greater success by recognizing outstanding and dedicated employees. A total of 128 outstanding employees were rewarded in 2025, demonstrating the Group's high recognition of employees' efforts and contributions.



### Annual Commendation Conference

To recognize outstanding employees who have taken into consideration the overall development of the Company by fully utilizing their expertise and professional practices of regulations to overcome various difficulties and complete various work tasks assigned by the Company and leadership, Logan held an annual commendation conference to motivate its employees to continue their efforts and promote mutual learning.



### Employee communication and inclusiveness

We strive to create open and harmonious working environment, and promote internal communication and team cohesion through diverse employee activities. By doing so, employees can forge ahead in their careers in a happy and healthy atmosphere, and realize the common growth of individuals and enterprises. We hold a variety of employee activities every year, such as annual gathering and employee birthday parties and festival activities, to enhance interaction between staff. Besides providing a comfortable workplace, we strive to provide a happy and healthy on-the-job experience to our staff.



### Logan Forum

The Group establishes the Logan Forum on its intranet to provide an online platform for all employees to enjoy the freedom of speech, while our employees can directly converse with the senior management, share work experience and discuss corporate policies, which will facilitate positive changes as the employees will enhance their sense of participation and the Group can acknowledge the employees' feedback.

EMPLOYEE CARE  
AND GROWTH



**Logan Birthday Party**

During the Logan Birthday Party, each employee is presented with flowers, cakes, gifts and custom-made birthday cards. Practical gifts include compact irons, thermal cups, foldable electric kettles that fit in any suitcase, battery banks and travel kits, conveying a message that the Company cares about the wellbeing of our employees at work.

We understand that the Company may expose to different risks in various human resource activities. The human resources department reviews relevant activities annually to identify potential risks, examples of which are as follows:

Human resource activities	Potential risks	Points to consider	Measures
<b>Recruitment process</b>	<ul style="list-style-type: none"> <li>Hiring incompetent and unfit employees</li> <li>Adopting inappropriate practices to recruit new candidates</li> </ul>	<ul style="list-style-type: none"> <li>Is there a proper screening process prior to hiring potential employees?</li> <li>Has the human resources department made unrealistic promises to candidates?</li> <li>Did the candidate sign the policy and employment contract prior to employment?</li> </ul>	<ul style="list-style-type: none"> <li>There will be various interviews and background checks before hiring to ensure that the results of the screening are reasonably accurate</li> <li>The human resources department shall not make unrealistic promises to candidates</li> <li>Candidates generally sign the employment contract and relevant policy agreements upon confirmation of hiring and during the onboarding process</li> </ul>

EMPLOYEE CARE  
AND GROWTH

Human resource activities	Potential risks	Points to consider	Measures
<b>Promotion and development</b>	<ul style="list-style-type: none"> <li>Promote inappropriate employees</li> <li>Training sessions do not meet business development requirements</li> </ul>	<ul style="list-style-type: none"> <li>Whether promotion eligibility is strictly scrutinized and approval authority is clearly defined?</li> <li>Is there a fair and open assessment process?</li> <li>Is the corporate strategy taken into account when designing the training program?</li> </ul>	<ul style="list-style-type: none"> <li>Promotion qualifications shall be reviewed by the personnel in the appropriate rank in strict compliance with the Company's promotion management system</li> <li>We give promotions in a fair and transparent manner according to the "notification — registration — screening — interview — employment" procedures</li> <li>Talent training is based on the Company's 5-year strategy, and market demand design</li> </ul>
<b>Reimbursement and benefits</b>	<ul style="list-style-type: none"> <li>Potential financial misappropriation</li> </ul>	<ul style="list-style-type: none"> <li>Who has the authority to sign up for such reimbursements and benefits?</li> </ul>	<ul style="list-style-type: none"> <li>All reimbursements are initiated by our employees and, after approval by the front-line leaders and department heads, are submitted to the financial sharing personnel for verification and approval</li> </ul>

## EMPLOYEE CARE AND GROWTH

### EQUAL OPPORTUNITIES AND ANTI-DISCRIMINATION

Logan Group adheres to the principles of fairness, justice, and diversity, firmly opposes any form of discrimination, and is committed to creating an inclusive workplace environment. We ensure that all human resources management processes (including recruitment, promotion, and welfare packages) follow the principle of fairness, and we have established standardized selection criteria and management procedure to ensure that employees have equal opportunities for career development. The employment terms for our staff are also set out in labour contracts in accordance with laws and regulations. In the future, Logan will continue to ensure that the experience, expertise, skills, and performance will be taken as the scoring criteria for all selection processes, and further optimize the compensation setting mechanism to ensure that salaries are transparent, objective, and fair.

Respect for equality and opposition to discrimination are core values embedded in our corporate culture, which are highlighted in our corporate culture presentations. During the Year, we organized multiple training sessions for all employees on equal opportunities, anti-discrimination and anti-harassment, further promoting the development of diversity and inclusion within the Company.

#### Anti-discrimination, diversity and gender equality

We have established a diversity committee led by the trade union of the Group, which is responsible for ensuring equal opportunities within the Company, monitoring whether there are unfair practices in the employee recruitment and development, and maintaining an atmosphere of diversity and inclusion at the workplace and employee activity venues. Furthermore, the committee is in charge of dealing with complaints about discrimination.

To enhance employees' understanding of diversity and inclusion, we have established a special training program of "workplace diversity" to increase investments in workplace diversity training. This program aims to educate our employees the value and significance of diversity to organizational development and individuals, fostering a more inclusive workplace culture and unlocking the potential of diversity to drive the construction of the corporate culture.

### EMPLOYEE DEVELOPMENT AND TRAINING

Talent Philosophy of Logan Group: "Professionalism, Career orientation, Passion, Fortitude, Accountability".

Employees are the key to the success of an enterprise. Therefore, since our establishment, we have continued to promote systematic talent training programs to help our employees enhance their skills consistently, achieve personal development, and advance their careers. Our Logan Management Academy (龍光管理學院) coordinates training activities of our Group and our subsidiaries, and strictly manages the planning and implementation of training activities in accordance with the internal rules and regulations, such as the Training Management System of Logan Group (龍光集團培訓管理制度) and the Logan Group Five-step Talent Development Scheme (龍光集團人才培養五部曲).

## EMPLOYEE CARE AND GROWTH

Logan Management Academy (龍光管理學院), business centers and subsidiaries organized training sessions to provide a diverse range of career development programs tailored to our employees based on different business features and individual ambitions, abilities and development requirements. The Group sets training standards, including at least two training sessions required for each business center and subsidiary each month, and business centers are further required to conduct work standard training on a quarterly basis, with at least 30 hours for each employee per year.

Upon completion of the training, the Group assigns assessment tasks to the employees, and assesses training effectiveness based on the achievement rate of the training activities, the satisfaction survey of each training session and the completion rate of the employee assessment tasks, which also constitute part of the performance indicators of each business center and subsidiary. Our average training satisfaction score for the year was 95.

Our employees are provided with ample training resources, and there are 85 internal lecturers including department heads or above level, and facilitate the transfer of knowledge. Our Logan E-learning platform and expertise management system contain a large number of online self-learning textbooks, and our employees are sponsored for third-party professional training programs to acquire the latest real estate market knowledge. Our training models also include face-to-face seminars, online live streaming, adventure events, job rotations, on-the-job practices, action learning, instructor guidance, case studies, group seminars, and leadership commentaries, which help broaden our employees' horizons and strengthen their market competitiveness.

Our employees are provided with a comprehensive range of training sessions that cover management skills, expertise, and systems and standards, to help them better discharge their job responsibilities. At the same time, human rights training and corporate citizenship training are provided to our employees so that they can improve their awareness of rights and responsibilities. Our talent training programs were available throughout the year for all employees of the Group, providing training on management skills, business awareness, strategic planning and other training to more than 202 employees with leadership potential, which help them advance to the management level. We also provided training on professional knowledge, business expertise, team building and other training to more than 403 employees with outstanding work capability, which help mold them into professionals. In 2025, a total of 10,405 trainees spent 38,080 hours attending 180 training sessions.

To strengthen the monitoring of human resource development performance, the Group set targets for the following indicators related to human development and training in 2025:

Target	Status	Progress in 2025
Over 30 hours of average number of training hours of employees	● ● ●	The average number of training hours for employees was 38 hours
More than 98% of trained employees	● ● ●	100% of our employees were trained
100% completion rate of annual training plan	● ● ●	100% completion rate of the annual training plan was achieved

● ● ● Completed | ● ● ○ As scheduled | ● ○ ○ Behind schedule

## EMPLOYEE CARE AND GROWTH



### Marketing Middle and Senior Management Talent Development

To cultivate marketing management talent, we have established one Reserve Marketing Master Training Class and two Reserve Marketing Manager Training Classes, with internal and external professional mentors appointed to assist our employees in the marketing system improve their workplace skills and promote their career development through classroom teaching, on-the-job coaching, etc.



### “Chenguang Plan” — Development of Outstanding Young Leaders

This initiative is designed to cultivate a pipeline of young talents equipped with solid professional expertise and well-rounded qualities, thereby providing robust talent support for the Group’s high-quality development.



### Skills Improvement Workshop

To improve the expertise of our employees across functional departments, we have established a “Skills Improvement Workshop”, where business scenarios and key issues around the headquarters center and front-line companies are centralized for market analysis, strategy studies, case studies, and benchmarking learning so that excellent experiences and achievements can be learnt. At least two courses are offered every quarter to assist our employees in familiarizing themselves with and mastering relevant professional workplace skills.

## EMPLOYEE CARE AND GROWTH



### Special Training Series on Perfect Delivery

To facilitate the achievement of the Company's annual delivery targets, we organized a special training series on Perfect Delivery. This series included focused learning sessions in various areas such as project operations, engineering management, decoration, landscaping, and customer relations. The aim was to enhance collaboration and professionalism in delivery processes, ensure on-time delivery, maintain delivery quality and customer satisfaction, and benchmark against industry best practices.

### Special Training Series on Cost-Efficiency and Innovation

To improve organizational effectiveness, we launched a special training series on Cost-Efficiency and Innovation. Specialized training was provided in areas including bidding and procurement, marketing management, lean cost management, and financial sharing. This initiative laid the foundation for improving the Company's operational efficiency and enhancing its comprehensive competitiveness.

### Standardization Training

To implement the Group's standardized management and control, we introduced Standardization Training. This involved training various departments on core work standards, systems, and processes. The standardization training was rolled out in five stages, namely system learning, systematic training, examination reinforcement, case sharing, and on-the-job practice. The Group also communicated core work standards, organized examinations, and facilitated the sharing of standardization training cases across different departments.

### New Employee Training

New employees were provided with training covering Logan's core corporate values, the "Eight Logan Articles" business philosophy, professional competence, career goals, and job requirements.

### Frontline Company Training

Frontline companies conducted extensive training tailored to their actual work, focusing on enhancing both operational skills and professional capabilities.

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# URBAN RENEWAL AND HARMONIZATION BETWEEN HUMAN HABITATION AND NATURE

Pursuing ultimate passion, building quality with ingenuity, amidst the hustle and bustle, every blade of grass, every tree, every brick, and every tile is a treasured creation.



## ESG issues

- 8 Product Quality and Safety
- 9 Customer Satisfaction
- 10 Technology and Innovation
- 11 Responsible Supply Chain Management
- 12 Community Renewal and Integration



## URBAN RENEWAL AND HARMONIZATION BETWEEN HUMAN HABITATION AND NATURE

### ESG issues

### Logan's Response



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**Product quality  
and safety**

To deliver a high-quality real estate handover experience and ensure customers obtain a quality, safe, and satisfying living environment, the Group actively organized construction site open events in 2025. Particularly at the Shanghai Lingang project, customers were guided multiple times to preview their new homes comprehensively, enhancing transparency and building customer trust. Issues raised by customers during these visits were addressed and resolved prior to the official delivery. Concurrently, the Group fully applied technologies such as the Internet, big data, and smart technology to its intelligent construction solutions. This includes the development of the "Panshi 2.0" cloud engineering system, ushering in the Logan Construction 2.0 phase.



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**Customer  
satisfaction**

To ensure the professionalism and transparency of our sales services, the Group has established the "Three Sales Guarantees Principle." We provide training for sales personnel and implement measures such as "Mystery Customer Audits" and "Pre-consultation Services" to guarantee sales quality. Regarding complaints and feedback, we accept customer complaints through multiple platforms and channels. Additionally, we conduct annual customer satisfaction surveys via independent third parties. The Group continuously improves its service quality. In 2025, we received 1,064 service complaints, of which 718 were received via telephone and 346 via our WeChat public account. The 24-hour response rate and case closure rate both exceeded 85%. All customer complaints were addressed in accordance with the "Complaint Handling Management Measures". Furthermore, overall customer satisfaction scored 81.24 points, with delivery service satisfaction reaching 98 points. Compared to industry benchmarks, our performance in areas such as housing quality, public area quality, product design, warranty services, and property services all exceeded the industry average.

We are committed to high-quality property services. Our property management team has obtained ISO9001 Quality Management System, ISO14001 Environmental Management System, and OHSAS18001 Occupational Health and Safety Management certifications. This ensures our management services comply with international standards, providing owners with safe, green, and efficient community management. Additionally, to enrich the leisure life of our owners, we organized 4,630 diverse community cultural and recreational activities in 2025, with participation from over 1.43 million residents.

URBAN RENEWAL AND HARMONIZATION  
BETWEEN HUMAN HABITATION AND NATURE

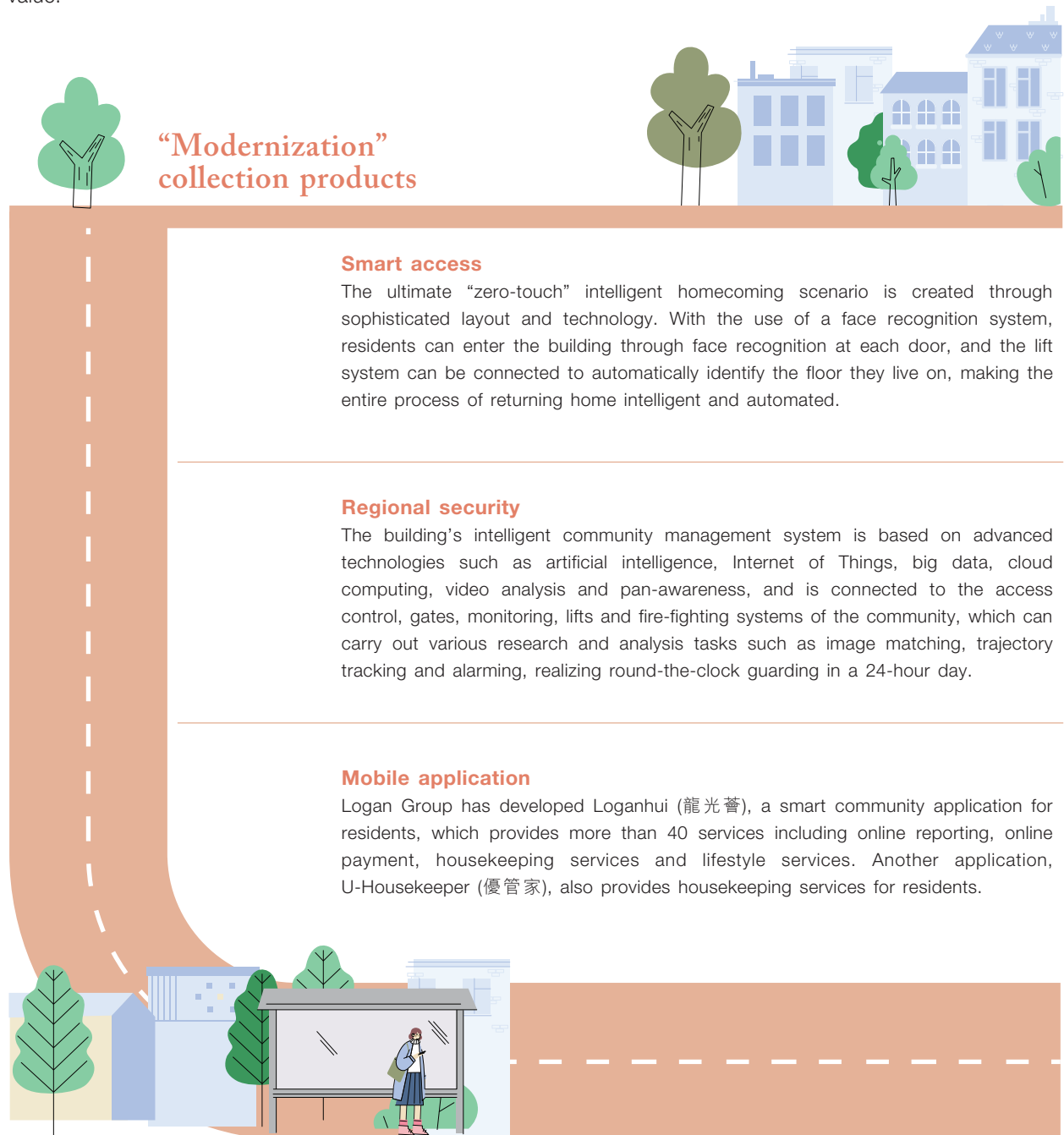
ESG issues	Logan's Response
 <p data-bbox="359 620 400 655">10</p> <p data-bbox="293 666 489 728"><b>Technology and innovation</b></p>	<p data-bbox="584 418 1414 778">The Group integrates advanced technologies into areas of healthy access, comprehensive safety, and thoughtful smart living, leveraging its leading advantages in product innovation and smart community ecosystem development. Logan Smart Services provides owners with multiple product lines including the Logan Cloud, Logan Club application, property information platform, and Internet of Things cloud platform. A New Retail Department has been established. The community e-commerce platform Pinpinwang now has nearly three million members. Concurrently, the E-monitoring center at Logan Smart Services headquarters has also achieved the intelligent and integrated management of property services.</p>
 <p data-bbox="359 972 400 1006">11</p> <p data-bbox="263 1017 512 1080"><b>Responsible supply chain management</b></p>	<p data-bbox="584 838 1414 1088">In 2025, the Group conducted over 600 on-site supply chain inspections to assess the supply status and material quality of our suppliers and contractors. Furthermore, we perform annual internal control audits for the procurement and cost management departments of both the Group and its branches. The scope of the internal audit in 2025 covered 176 business processes and included compliance rectification actions involving 50 suppliers.</p>
 <p data-bbox="359 1386 400 1420">12</p> <p data-bbox="269 1431 515 1494"><b>Community renewal and integration</b></p>	<p data-bbox="584 1151 1414 1586">The Group has taken the lead in establishing hundreds of owner associations and organizes various community activities. In 2025, the Company focused on warming hearts through attentive service details, conducting 3,714 community convenience service activities throughout the year. These initiatives allowed more members of the Logan family to enjoy the convenient lifestyle within Logan communities. Among these activities, it conducted cleaning for 20,978 units of air conditioner and fans, as well as 64,349 carpets, sharpened 28,234 knives, provided haircuts for 12,372 persons, offered nail services to 1,766 persons, applied screen protectors to 2,006 mobile phones, distributed 18,231 items for pest eradication, repaired 2,123 small home appliances, washed 11,688 cars, and provided free medical consultation to 26,399 persons.</p>

## URBAN RENEWAL AND HARMONIZATION BETWEEN HUMAN HABITATION AND NATURE

### PRODUCT SERIES

Since its inception, Logan Group has always believed in the brand philosophy “To Build a Better Life”. From the initial urban lifestyle collections such as “Sunshine”, “Joy” to the current three major product lines of “Jiu”, “Tian” and “Jiangnan” collections, the Group made continuous iterations and innovations, staying committed to creating a high-quality and smart city lifestyle.

In recent years, the Group has endeavoured to create a new “Modernization” collection that introduces a new residential lifestyle driven by health technology to provide modern urban residents with a higher quality lifestyle. Logan Group’s products have won numerous awards in the industry, fully demonstrating its outstanding strength and competitive advantages in innovative design, construction quality, living experience, and residential value.



### “Modernization” collection products

#### Smart access

The ultimate “zero-touch” intelligent homecoming scenario is created through sophisticated layout and technology. With the use of a face recognition system, residents can enter the building through face recognition at each door, and the lift system can be connected to automatically identify the floor they live on, making the entire process of returning home intelligent and automated.

#### Regional security

The building’s intelligent community management system is based on advanced technologies such as artificial intelligence, Internet of Things, big data, cloud computing, video analysis and pan-awareness, and is connected to the access control, gates, monitoring, lifts and fire-fighting systems of the community, which can carry out various research and analysis tasks such as image matching, trajectory tracking and alarming, realizing round-the-clock guarding in a 24-hour day.

#### Mobile application

Logan Group has developed Loganhui (龍光薈), a smart community application for residents, which provides more than 40 services including online reporting, online payment, housekeeping services and lifestyle services. Another application, U-Housekeeper (優管家), also provides housekeeping services for residents.

## URBAN RENEWAL AND HARMONIZATION BETWEEN HUMAN HABITATION AND NATURE

### LOGAN COMMERCIAL

Keeping abreast with the changes and needs of urban lifestyle, Logan Commercial is committed to combining the needs of urban lifestyle with the experience of commercial space to carve out city complexes by developing commercial real estate above the TOD hub, which builds experience-based shopping malls as the center surrounded by high-end office buildings, boutique hotels, and other business formats. Not only does Logan Commercial provide a convenient and comfortable shopping environment for consumers, but also it creates an innovative business model with beauty and function through artistic design, scene creation and intelligent management.



#### Business case: Blue Whale World in Guangming (光明藍鯨世界)

Guangming Blue Whale World is a regional shopping mall integrating shopping, dining, leisure, entertainment, tourism, and social networking, with a total gross floor area of approximately 100,000 square meters. Positioned as an “urban center of aesthetic life”, the project strives to integrate “first impression” and “aesthetic life” into its core brand value. Based on its inherent “landmark” attribute, the project adopts the concept of fluidity and the curved design to accentuate the maximum dynamic beauty of the space, creating an immersive experience. At the same time, the unique theme park style combines nature and art to create a unique commercial atmosphere where “each store has its own distinctive feature, and each step takes you to a different view”. Blue Whale World emphasizes the compound functions of the Transit-Oriented Development (TOD) practice. The shopping mall, together with the themed street, selected hotels, exquisite residential areas, ecological parks, and other formats, forms a TOD urban complex with a site area of approximately 750,000 square meters. Within an 800-meter walking range, the project creates an urban space that integrates with various functions, including commerce, business, culture, parks, and residences.



## URBAN RENEWAL AND HARMONIZATION BETWEEN HUMAN HABITATION AND NATURE



### Office case: Nanning Logan Century Center (南寧龍光世紀中心)

The 381-meter-tall Nanning Logan Century Center (南寧龍光世紀中心) has a gross floor area of approximately 390,000 square meters, which is comprised of two ultrahigh towers and a commercial podium with the main structure having 81 floors. Its exterior design appears as a hydrating lotus integrated with the local culture and folk customs of Nanning. Located in the ASEAN Business District, China's international window to ASEAN, this project, which is comprised of premium offices, shopping malls and hotels, represents a comprehensive business landmark providing business, office and living services to top domestic enterprises settled in Nanning, as well as to regional governments and business institutions from ASEAN countries and other countries. As a new face of Nanning, Nanning Logan Century Center is operated with the core value of providing an esteemed business experience. The building attracts renowned enterprises in the finance, internet technology, industry, and service sectors at home and abroad. This demonstrates Nanning's rapid internationalization process.

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## URBAN RENEWAL AND HARMONIZATION BETWEEN HUMAN HABITATION AND NATURE

### CITY DEVELOPMENT

#### Urban Renewal Projects

Urban renewal is the continuing theme of urban development. By improving hardware and software facilities, revitalizing inefficient construction land and promoting industrial upgrading and transformation, our projects will assist to revamp and vitalize cities that enjoy a long development history. The Group has been carrying out a forward-looking investment strategy, under which, we have so far developed a total of more than 100 urban renewal projects across 16 cities, with an area of urban “three olds” renovation of nearly 17.17 million square meters and a planned area of urban renewal of nearly 58.79 million square meters, promoting sustainable and healthy city development.



#### Foshan Acesite Park (佛山玖龍台)

Foshan Acesite Park (佛山玖龍台) is located in Lvhu Island District, Foshan, covering an area of 82,000 square meters, with a total gross floor area of 700,000 square meters. The location where the project lies was formerly a worn electrical appliance factory with problems such as noise pollution and traffic congestion. The community land planning failed to meet the required demand of the public. The Group’s urban renewal transformed old communities, improved the spatial structure of human settlements, restored natural ecology and strengthened urban infrastructure to comprehensively improve the city quality. After the transformation, Foshan Acesite Park (佛山玖龍台) project has improved the community space for more than 14,000 community residents, provided more than 7,000 sets of residences, approximately 40,000 square meters of shopping centers and emerging industry bases, equipped with 5,500 parking spaces and gardens, thereby comprehensively satisfying the demand of residential life.



## URBAN RENEWAL AND HARMONIZATION BETWEEN HUMAN HABITATION AND NATURE



### Pingshan Shahu Project (坪山沙湖項目) in Shenzhen

The Pingshan Shahu Land Restructuring Project (坪山沙湖土地整備項目) (Plot 5) is located in Pingshan District, Shenzhen, covering a site area of 26,100 square meters and a total gross floor area of 108,400 square meters. The site of the project was formerly a private residence in Shahu Village, with various issues including dilapidated conditions and incomplete supporting facilities. Logan Group actively participates in urban improvement projects and promotes the redevelopment of Shahu Village. At present, the demolition of the project has been completed and construction has started. After completion, original villagers and citizens will be provided with 94,200 square meters of comfortable residential units, as well as 10,000 square meters of commercial facilities and a kindergarten of 12 classes. As a result, the quality of living in the area and the happiness of citizens will be further enhanced.



### Supporting urban facilities

The Group is committed to becoming an integrated city service provider for better city life, which is a diversified group of businesses to cover residence, commercial and office operations, boutique apartments, and hotel operation, and provides a variety of ancillary facilities to satisfy the needs of customers throughout the entire life cycle. At present, the self-owned commercial properties of Logan Commercial (龍光商業) cover an area of approximately 2 million square meters, of which representative commercial property projects include Logan Century (龍光世紀), Logan Internation Building (龍光國際大廈) and Logan Commercial Plaza (龍光商業廣場) in Nanning, Shenzhen Logan Century Building (深圳龍光世紀大廈) and Huizhou Logan Commercial Plaza (惠州龍光商業廣場).

### Government-subsidized housing

Logan Group actively responds to national housing policy and cooperates with local governments to develop government-subsidized housing to solve the housing difficulties of low- and middle-income families, promoting fair and sustainable social development. By 2025, we have developed 31 subsidized housing projects in 12 cities, including Shenzhen, Guangzhou, Shanghai, Foshan, Chengdu, Zhongshan, Zhuhai, Nanning, Ningbo and Wenzhou providing 11,170 government-subsidized housing units, so that people from all walks of life in our communities can lead happier lives. Logan Group will undertake to constantly address the housing needs of the society in the future, support actively the national housing policy and promote the high quality of the city, bringing affordable and livable housing choices to more families and building a more harmonious and inclusive society.

## URBAN RENEWAL AND HARMONIZATION BETWEEN HUMAN HABITATION AND NATURE

Geographical Distribution of Subsidized Housing Units:

City	Saleable (unit)	Non-saleable (unit)
Shenzhen	961	1,607
Foshan	163	1,252
Guangzhou	211	0
Liuzhou	0	266
Nanning	1,293	2,762
Chengdu	0	858
Zhongshan	0	919
Zhuhai	0	46
Jiaxing	33	1
Shanghai	0	373
Ningbo	0	39
Wenzhou	386	0



### Pingshan District, Shenzhen — Logan Acesite Elegance (龍光玖譽雅築)

Logan Acesite Elegance is located in Pingshan District, Shenzhen, and provides a total of 541 housing units in 4 residential buildings, including 186 housing units in a decorated building for talents. Adjacent to Dashanpi Park and a lakecircling greenway with a length of approximately 6 kilometers, the project creates a living environment that offers easy access to fresh air in the natural ecosystem. It is also close to the Pingshan Sports Center, Pingshan International Tennis Center, and the Maluan Cultural Service Center (currently under construction). Logan Acesite Elegance has completed its first batch of deliveries in October 2023, providing residents with a beautiful and comfortable living experience.



## URBAN RENEWAL AND HARMONIZATION BETWEEN HUMAN HABITATION AND NATURE



### Guangming District, Shenzhen — Logan Auspice Mansion (龍光玖瑞府)

The Shenzhen Guangming Auspice Mansion Project was acquired by the Group through a land auction in May 2021, with a total of 428 housing units. Among which, 138 government-subsidized housing units accounts for one-third of all housing units, with over 10,000 square meters of comfortable accommodation to 138 highly-educated families. Located in the core area of Fenghuang City in Guangming Science City, the center of northern Shenzhen, the project, as part of the strategical urban development project in Shenzhen, provides its easy accessibility in terms of transportation. Adjacent to Guangming High-speed Railway Station, the project is conveniently located with easy access to Shenzhen North Station/Humen Station with one stop, and two stops to Futian Station/Guangzhou South Station, and three stops to Hong Kong West Kowloon Station. It is approximately 700 meters away from the planned Line 13 (to be opened in 2025) of Guangmingcheng Station, which is planned to run through the north and south of Shenzhen, and starts from the Shenzhen Bay Port and connects to Houhai, High-tech Park, and Xili. Logan Auspice Mansion is adjacent to the Baihua Garden Flower Theme Park (formerly Qilinshan Park, under construction) with a site area of approximately 260,000 square meters, a high-value landscape project in Guangming District. Within a radius of about 2 kilometers, Xincheng Park with a site area of approximately 570,000 square meters, as well as new sites endorsed by social media influencers such as Hongqiao Park, and Dadingling Mountain Park, provides a green and oxygen-rich lifestyle.



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## URBAN RENEWAL AND HARMONIZATION BETWEEN HUMAN HABITATION AND NATURE



### Foshan — Logan Tianying

Located in a central business district in Shunde, and adjacent to the Desheng Newtown in Daliang (also known as Golden Phoenix), Logan Tianying is comprised of new Chinese-style riverside courtyards along the linear river with a gross floor area of approximately 280,000 square meters. Within Shunde's billion-dollar municipal Desheng Central Business District, this project enjoys five major business districts receiving millions of visitors. With the road network consisting of seven vertical and five horizontal lines, and three metro lines and two highways crisscrossing the Greater Bay Area, the project offers seamless connection to prestigious private schools and international-level education resources. Logan Group continues to maintain its business presence in the Greater Bay Area and give back to society. The project consists of 11 high-rise residential buildings (including 2 government-subsidized housing units) and 41 villas. The product portfolio covers high-rise duplexes with an area ranging from 97 square meters to 148 square meters, riverside villas with an area ranging from 369 square meters to 443 square meters, and government-subsidized housing units with an area ranging from 75 square meters to 151 square meters. Among which, government-subsidized housing units have been delivered, improving the living environment of 184 households in Foshan.



### Nurturing start-up talents

Being keen on nurturing social talents, we are committed to providing development platforms for start-up talents, while addressing the difficulties of funding and venues. We support the development of innovative industries. To support the introduction of talents by governments, we join in Shantou Overseas Chinese Pilot Zone (汕頭市華僑試驗區) to create a provincial pilot zone for talent development and reform, including the provision of 38 buildings of the East Coast Yuhai Tianxi Project (東海岸御海天禧項目) with a total area of approximately 5,800 square meters for free, as well as decoration and office facilities as a venue for talent building, for a period of 3 years.

## URBAN RENEWAL AND HARMONIZATION BETWEEN HUMAN HABITATION AND NATURE

### PRODUCT QUALITY AND SAFETY

Logan Group adheres to the principle of “quality-oriented”, with all its building products renowned for excellence in quality and artisan craftsmanship, allowing us to provide customers with premier residences. We strictly comply with the quality management requirements of the Regulation on the Quality Management of Construction Projects (建設工程質量管理條例) issued by the State Council (國務院) to ensure that stringent quality standards are met in all aspects of project planning, construction works, supervision, inspection and acceptance and maintenance. In addition, the Company has also formulated various technical standards, process guidelines and system requirements to ensure the quality of construction projects. Additionally, we implement the standard construction management procedures, including:

<p><b>Project Planning</b></p>	<p>Prior to the commencement of the construction project, the project team, strategic development team, marketing team, design team, cost control team, and procurement team jointly prepare a project plan to confirm the design drawing, construction arrangement, personnel and resources allocation, major obstacles and solutions. The Group will also pay the costs related to the quality management of the project, which is clearly stated in the sub-contracting agreement.</p>
<p><b>Construction Works</b></p>	<p>The construction team is required to strictly follow the construction plan. In case any emergency occurs which would cause delay to the construction work or damage the project quality, they should report to the management immediately, and work out solutions as soon as possible.</p>
<p><b>Project Supervision</b></p>	<p>The Group would hold regular meetings with contractors, supervisors and suppliers to follow up on project progress and its quality and safety performances. The Group has more than 200 site quality officers who inspect the site on a daily basis and provide guidance and training to site personnel. Any event involving material non-compliance risk will be reported when it occurs.</p>
<p><b>Independent Testing</b></p>	<p>The Group engages a third-party independent organization to conduct quarterly inspections on construction sites and hold quarterly meetings on the quality of construction sites where the heads of all business partners must attend. The Group will rank the quality performance of the construction sites and reward outstanding units at the meeting. Those who are not qualified must be rectified.</p>
<p><b>Quality Inspection</b></p>	<p>The Group has established a sound quality control and inspection mechanism, and the Group and its frontline companies have dedicated positions in place to monitor and inspect the quality and safety of each project, ensuring that all ongoing projects are subject to monthly inspection. The results of working procedure acceptance and materials acceptance of the projects are uploaded to the Monolith Cloud Engineering System to ensure that all project quality control is traceable and implementable.</p>

## URBAN RENEWAL AND HARMONIZATION BETWEEN HUMAN HABITATION AND NATURE

Logan Group establishes a standardized construction procedure manual for every project to ensure that every detail is closely seamed. The Group will accumulate project experience and customer feedback to prepare standardized documents, such as the use of stainless-steel sculpture materials for easy cleaning and maintenance, and adoption of circular designs for corners around the swimming pool to prevent customers from scratching. The refinement of these details ensures product safety and durability, thereby further enhancing the customer's living experience.

We also provide quality-related training to our employees to ensure the quality of project construction. A total 8,180 hours of quality-related training was provided to more than 8,000 employees in 2025.

To ensure construction quality, Logan Group carefully inspects raw construction materials and equipment to ensure that the quality is up to standards specified in the contract and drawings. We have established the Material Inspection and Acceptance Management Policy (材料進場驗收管理制度) to clarify the responsibilities of the relevant departments, inspection and acceptance procedures, quality checklist, and stock and inventory requirements, etc., which provides our staff with clear guidelines for raw material management. All incoming raw materials are required to be jointly accepted by Party A's project department, construction unit, supervision unit and other parties, and they must be sampled and sent for inspection under the on-site supervision of at least 4 site management officers to ensure that the quality meets the contractual requirements. Unqualified materials will be immediately returned to eliminate the entry of low-quality raw materials.

We arrange relevant government institutions and third-party experts for checking in accordance with the Completion Examining Requirement of Housing Construction Projects and Municipal Infrastructure Projects (房屋建築工程和市政基礎設施工程竣工驗收規定) issued by China Ministry of Housing & Urban-Rural Development (中國住房城鄉建設部) after completion and conducting quality inspections for construction work of all completed projects, including but not limited to foundation, main structure, decoration and outfitting works, drainage, heating, electricity and energy conservation and obtain quality certificates. The Group will also inspect the index of hazardous substances and formaldehyde, etc. to ensure that all its projects are in strict compliance with the national environmental standards, which will further enhance the safety and health of the residents and bolster the confidence of our customers in our product.

### Quality Delivered

Logan Group acknowledges that purchasing a property is not only a choice of living space but also a carrier for customers' expectation and trust for their future homes. Therefore, apart from construction quality, we are also committed to creating a transparent and caring delivery experience, so that every customer can gain confidence in the process of taking possession of their home. Prior to delivery, we actively organise open days for the construction site, inviting customers to visit the construction site to understand the construction details and quality standards in all aspects. We demonstrate the construction process and methods in an open and transparent manner, covering all stages from structural work to detailed fit-out, to ensure that customers have an intuitive understanding of and confidence in the quality of their new home. During the open days, we are committed to rectifying any problems or suggestions raised by customers before delivery, ensuring that property owners can receive their new homes in the best possible condition.

## URBAN RENEWAL AND HARMONIZATION BETWEEN HUMAN HABITATION AND NATURE



### Construction Site Open Day Activities

We actively organized construction site open day activities in 2025. Taking the Shanghai Lingang Project as an example, customers were guided on multiple occasions to preview their new homes in all aspects from the entrance of the community, the garden, and building lobbies to indoor households, showing various construction details, including leak-proof and anti-cracking process, water and electricity engineering craftsmanship and construction control measures. Regarding the questions raised by customers during the visit process, we will address them in advance before delivery.

To ensure the customers' experience in acceptance services, we will hold special meetings to deploy a full delivery process and carry out training and exercises for all employees prior to delivery, so as to improve the experience in all aspects of acceptance services. At the delivery site, each customer will receive high-touch service from the dedicated professional inspector, who will give a complete introduction about the property and complete the inspection and acceptance for the new home based on the customers' acceptance requirements. At the delivery site, professional maintenance resources will be sufficiently allocated to address any issues raised by customers in a prompt and expeditious manner. Maintenance personnel will take photos and record every step of the maintenance process, and customers can check the progress of the maintenance in real time through the Logan Treasury's official WeChat account, enjoying a more convenient and transparent after-sale service.

Logan Group not only emphasises on the quality of service at the time of delivery, but also cares about the long-term living experience of property owners. Within the standard defect liability period, all projects will be assigned professional aftersales personnel to provide customers with free and timely maintenance services. We have set up maintenance service standards and regulations, which strictly monitors the timing of responses, handling timeframe and service quality to ensure that customers' needs are promptly and satisfactorily addressed.



### Customers' satisfaction over general delivery performance of the Group

In 2025, the Group continued to conduct customer satisfaction surveys to understand customer feedback and improve deficiencies.

- In 2025, a total of 21 batches of 19 projects were delivered, with a total delivery area of 1.26 million square meters. Various business indicators of the Group: in 2025, the overall customer satisfaction reached 81.24 points, and the satisfaction for service delivery reached 98 points, representing an increase of 13.2 points compared to that in 2024. Benchmarked against the industries, housing quality, quality of public areas, product design, warranty service, and property management service are all higher than the industry average.

## URBAN RENEWAL AND HARMONIZATION BETWEEN HUMAN HABITATION AND NATURE

### Logan Construction 2.0

In order to promote the lean management at construction sites, the Group implements smart construction solutions by comprehensively applying the internet, big data and intelligent technology, effectively supervising the safety, construction quality, and environmental performance at construction sites, while improving work efficiency. Our smart construction solutions include:

- Adopting the building information modeling (BIM) technology
- Setting up a face recognition system at the entrance of the construction site and on the mechanical operation platform where a permit is required
- Artificial intelligence prejudgment of illegal operation
- Smart passenger and freight elevators and real-time inspection of passenger and freight elevators
- Real-time monitoring of machine operation
- Installing a contactless voice broadcasting system that alerts users to hazardous sources
- Adopting a tower crane climbing power system
- Using smart laser rangefinders and rebar scanners
- Applying “Monolith 2.0” mobile application for construction quality inspection



### “Monolith 2.0” Cloud Engineering System (「磐石2.0」雲工程系統)

The “Monolith” cloud engineering system has been fully applied to all projects of the Group since its launch. The Group supports and assists engineering management and site workers to use and continuously optimize the system in various aspects from the preparation of operating manuals for the cloud system to filming of operational videos, setting up of systems, arrangement of technical officers to answer questions in real time, establishment of Monolith Academy, and organization of weekly user seminars.



In 2024, the Group launched the “Monolith 2.0” Cloud Engineering System, implementing the “three modernizations” of engineering management: “standardization, business digitalization, and results datafication”. The cloud system and application program provide a one-stop project management platform for the Group, project constructors, supervisors and construction parties, with five front-end operations including material acceptance, actual measurement, working procedure acceptance, safety morning meeting and online site inspection, three back-end operations including management behavior, project evaluation, flight check and routing inspection, as well as a data command center. These online project managements can effectively enhance the on-site efficiency, accumulate big data of construction and assist Logan Group in standardized management.

In 2025, the Monolith Cloud Engineering System had a total of 13,475 active users, representing an increase of approximately 16% as compared to 2024.

Based on the above measures, we were not aware of any serious violations of the above or other laws and regulations related to construction quality and safety during the Reporting Period.

URBAN RENEWAL AND HARMONIZATION  
BETWEEN HUMAN HABITATION AND NATURE

PRODUCT DESIGN

LEISURE



CHILDREN'S  
AMENITIES



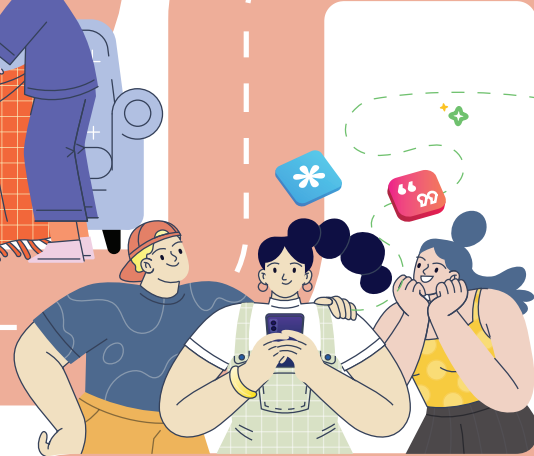
SPORTS



NURSING  
SERVICES



SOCIAL NETWORKING



COMPANIONSHIP



## URBAN RENEWAL AND HARMONIZATION BETWEEN HUMAN HABITATION AND NATURE

### SERVICE QUALITY

#### Sales and Customer Relationship Management

Logan Group always adheres to the business philosophy of customer first, focusing on customer needs from product design to sales management to ensure that every customer enjoys a trustworthy, transparent and professional housing purchase experience. We believe that quality customer service is not only the cornerstone of brand reputation, but also the key to long-term development of an enterprise. Therefore, in terms of sales and customer relationship management, we have established a set of standardized management systems to ensure that customer rights are protected to the largest extent.

To govern the sales process, the Group has established the Regulations on Customer Risk Management in Sales Process (銷售過程客戶風險管理規定), which covers aspects such as model display, press release, contract text, event organization and customer experience. These regulations ensure the authenticity and accuracy of all sales data and the strict compliance with the principle of integrity management, eliminating any misleading behaviour. We endeavours to provide customers with sufficient information during the process of housing purchase, enabling them to make well-informed housing purchase decisions.

#### Three Sales Guarantees by Logan Group

**1** Ensure commodity housing of all projects are qualified for advance sale and spot sale, appointed certified intermediary sales agency, and ensure the contents of advertisement and contracts are accurate and legitimate.

**2** Ensure the price of commodity housing, relevant fee and other factors affecting the price of commodity housing are announced publicly.

**3** Ensure housing purchasers are not misled by any false or improper price, and that no price deception is committed by using false or misleading pricing.

To further improve customer service quality, we have developed a series of standardized customer management processes, covering the entire process from pre-design, marketing, delivery management to after-sales service, including the Customer Relationship Management Policy (客戶關係管理流程), Product Delivery Management Rules (產品交付管理辦法), Joint Acceptance Guide upon Delivery (交付聯合驗收工作指引) and Maintenance Service Management Rules (保修服務管理辦法). Such regulations clearly define the responsibilities and roles of relevant departments including the customer relationship department, engineering design department, sales department and maintenance department. With such standardized processes in place, internal synergy efficiency and customer experience have been improved, ensuring that owners can be provided with professional and efficient services at every stage of purchase and occupancy, thus improving customer satisfaction.

## URBAN RENEWAL AND HARMONIZATION BETWEEN HUMAN HABITATION AND NATURE

Prior to new project launch, the Group will train the sales representatives of the relevant projects by strengthening their awareness of being a responsible sales agent, while requesting for consistency in sales terminology and expressions. All sales materials require approval from the management. In addition, we will carry out unannounced visits as a mystery customer on a monthly basis, covering all subsidiaries with the projects for sale and the properties under management, to strictly control false publicity and assess the quality of services. Furthermore, the marketing management center of the Group will sample the agents of new projects run by the subsidiaries and inspect the marketing materials so as to comply with the three sales guarantees of Logan Group.



### Preliminary Planning and Design Consultancy Services

Over the course of exploring innovation and accumulating experiences, Logan Smart Services has developed a complete Logan distinctive service system. Taking advantage of the innate strengths of the real estate business, Logan Smart Services has launched preliminary planning and design consultancy services in the industry, which allows us to participate in the whole process of real estate development from the perspective of owners' usage and operation management, and create a post-assessment feedback mechanism to exercise equality control in advance. The sales office management services under the five-star concierge standard are established, which comprehensively build a five-star, high-standard concierge services based on the five senses of "sight, hearing, smell, taste and touch", as well as a high-end service system of the "Tian", "Court" and "Jiangnan" collections, and the mid-end service system of the "Jiu" and "Sunshine" collections.

Based on the above measures, we were not aware of any serious violations of the Regulatory Measures on the Sale of Commodity Houses (商品房銷售管理辦法), the Price Tagging Rules of Commodity Housing Sales (商品房銷售明碼標價規定) or other relevant rules and regulations regarding sales and advertising during the Reporting Period.

### Complaints and Feedback

The customer relationship department would adhere to the principles of customer-oriented, timeliness, and efficiency so as to collect and handle the complaints. In order to regulate complaint handling process, the Group has developed the Guidelines on the Risk Classification and Control of Customer Complaints (客訴風險事件分級管控工作指引) to deal with complaints from our customers. The customer relationship department has a specialized risk management team and the 400 call center. The 400 call center will process customer complaints received by the Group, while the specialized risk management team will be responsible for coordinating with relevant departments to analyze and formulate solutions to address the causes of these complaints, as well as overseeing and facilitating the complaints handling, ensuring that customer issues are properly handled. Customers could express their views by various channels such as telephone, email, Logan Treasury's official WeChat account, and in person. We would respond within 24 hours and provide preliminary handling plans within one week. Meanwhile, the customer relationship department has established a traceability and follow-up mechanism to ensure timely and efficient handling of complaints.

We attach great importance to customers' opinions on our services and product quality, and the customer relationship department of each subsidiary will collect the defected projects on a quarterly basis, and then relay the same to the design department to continuously improve product and service quality as much as possible.

## URBAN RENEWAL AND HARMONIZATION BETWEEN HUMAN HABITATION AND NATURE

In 2025, the Group received a total of 1,064 service complaints, among which 718 accepted via phone call and 346 accepted via official WeChat account, with the 24-hour response rate and handling completion rate exceeding 85%. In addition, the Group provided more than 1,000 hours of complaint handling training to employees during the year to improve the quality of complaint handling.

### One-stop Online Customer Service Platform – Logan Treasury (龍光寶)

To accommodate the current user preferences in the digital age, Logan Group has launched a new one-stop online customer service platform – Logan Treasury, where customers can check the project progress in real time, complete the formalities of ownership, file repair requests and complaints, and sign up for customer activities online. Our efficient and convenient standardized services provide customers with a high-quality customer service experience.

### Customer Satisfaction Survey

In order to more comprehensively and accurately understand the needs of property owners, the Customer Relationship Department has upgraded the customer satisfaction survey system, covering all owners every quarter through multiple channels such as the official WeChat account, SMS, phone, face-to-face interviews, and other methods to collect customer feedback extensively. By analysing data from the two core perspectives of product quality and service experience, we can gain a precise insight into customer concerns and optimise our business strategies accordingly, ensuring that our corporate decisions are always in line with customer needs.

We place special emphasis on improving the satisfaction of property owners upon their occupancy. To achieve this, we have engaged a dedicated department to conduct quarterly full-coverage inspections on the service qualities of the communities that have already been delivered. From the perspective of property owners' experiences, we focus on the implementation of service processes and professional interfaces directly related to property owners, with the aim to effectively alleviate impacts arising from front-end services and product problem through improved back-end services, which in turn improves satisfaction.



### Outstanding Delivery

#### Excellent Delivery Project: Puning Yujing Sunshine Garden (普寧御景陽光花園)

The project achieved delivery five months ahead of schedule despite the unsatisfactory construction progress of other surrounding projects. During the centralized delivery period, the delivery rate upon customer visit reached 100%, and the overall delivery rate exceeded 80%, with a delivery satisfaction rate of 98%, earning a strong reputation among customers.

#### Excellent Delivery Project: Huizhou Logan City North District Phase X (惠州龍光城北十期)

As a fine decoration project, it was planned and coordinated eight months in advance, and the delivery was completed one month ahead of the contract schedule. The delivery rate upon customer visit reached 94%, with an overall delivery rate of 80%, and the average number of defects per unit was less than 1.2.

## URBAN RENEWAL AND HARMONIZATION BETWEEN HUMAN HABITATION AND NATURE

### Property services

We care about the health and safety of every resident and visitor in the Logan community. Property management staff of Logan Group provides high-quality, high-standard and professional property management services, and regularly organizes various community activities to provide a peaceful and harmonious residential environment.

Our sizeable property management team has extensive industry experience and professional qualifications by obtaining the ISO9001 quality management system, ISO14001 environmental management system and OHSAS18001 occupational health and safety management system, ensuring services meet international standards. The managing areas of Logan community includes:

- Security services: the services include automatic vehicle identification system, electronic pulse alarm device, and infrared and closed circuit surveillance system. The entire community will constantly conduct 24-hour patrol with a Sky Eye CCTV system and security shields. In combination with technical and human security measures, the community establishes an all-round, multi-level, and zero-interference security system, which is a comprehensive security system to protect the homes and travel of our homeowners;
- Safety: full-scale fire drills are held twice a year to raise awareness of fire safety among community members;
- Sanitation: high-caliber professional companies are appointed for environmental sanitation management. A strict assessment and evaluation mechanism is formulated according to the quality standard requirements. Our standardized detailed management ensures the cleanliness of the communities at all times, creating a high-quality ecological environment;
- Maintenance: establishment of an efficient and high-level emergency response and equipment maintenance mechanism, with regular maintenance and meticulous maintenance services, will help our homeowners rest assured. Our seasoned staff implement a device management responsibility system to ensure zero equipment malfunctions;
- Housekeeper: we strive to create warm and welcoming communities by providing professional, standardized, and intelligent services to homeowners through our superior housekeeper service system and intelligent management platform. Our goal is to enable homeowners to experience Logan's premium services;
- Community activities: a variety of cultural and recreational activities are held in the community to enrich property owners' leisure activities and create a friendly living atmosphere.

In 2025, the Group provided a number of training to its property management team on job duties, community services, public service activities and the promotion of environmental protection activities in order to enhance service quality.

## URBAN RENEWAL AND HARMONIZATION BETWEEN HUMAN HABITATION AND NATURE



The scene of the sixth session of “Gold Medal Butler • Gold Refining Plan” (金牌管家 • 淬金計劃) training and certification event in 2025.

In the traditional property service sector, Logan Smart Services focuses on property owners’ living experience and provides community services including engineering maintenance services, cleaning and afforestation services, security management systems, and community cultural activities. Featured service models including “Stellar Butler” (優管家), “Morning and Evening Greetings”, “Ten-Minute Response” and “Three Steps of Services” were proposed to ensure that the owner’s needs are responded to and resolved efficiently.

In order to further enrich the community life of property owners, Logan Smart Services has launched six major series of themed campaigns including “Logan Festival Celebration Series”, “Care for Women Campaign”, “Care for Growth Campaign”, “Happy Family Festival”, “Logan Impression Cultural Festival” and “I Love My Family Community”, and created the “You Li Jie” (優里節) community activity IP to enhance the connection between residents and the cohesion within communities through the in-depth fusion of community cultures. In 2025, 4,630 sessions of diversified community entertainment and recreational activities attracted over 1.43 million residents, which enriched their leisure activities and added warmth and happiness to their living.

Driven by the idea of creating a “warm community” for property owners, Logan Smart Services not only promotes the construction of smart communities, but also actively participates in the incubation and development of community culture. So far, hundreds of property owners’ associations have been established to interact with interest communities and activities, thereby building the Logan paradise with full of sentiments for the residents. After years of improvement and practice, Logan Smart Services has formed an incubation system for a holistic, continuing and diverse community culture, which brings unique cultural genes into Logan community and creates more diversified community culture.

## URBAN RENEWAL AND HARMONIZATION BETWEEN HUMAN HABITATION AND NATURE

In the midst of our stable development, Logan Smart Services always regards quality improvement as the momentum to drive our business development by taking the lead in obtaining certificates for ISO9001 quality control system, ISO14001 environmental management system, and OHSAS18001 occupational health and safety management system to ensure the high standard of the operation of property management and community services. In addition, we have been awarded the Guangzhou Class A Qualification for Environmental Sanitation Industry Operation and Service Providers, National Class 1 Qualification for China's Cleaning and Cleansing Industry, and Guangdong Class 1 Qualification for Cleaning, Collection, Transportation and Cleaning Sanitation Service Providers, making us a leading and competitive intelligent property service enterprise in the industry.

### Safety

In 2025, the Logan Communities sincerely, professionally, and skillfully safeguarded the safety of residents by conducting 471 fire drills, 117,357 armed patrols, and 730 flood control drills.

### Environment

In 2025, the Logan Communities carried out a total of 14,544 disinfection activities throughout the year, and 7,540 rounds of "I Love My Family" Cleaning Action ("我愛我家"大清潔活動). Our careful, meticulous, and professional services are aimed at safeguarding excellent residential conditions for the Logan Communities.

## Customer services



### Convenience initiative

In 2025, the Company touched the hearts of property owners through meticulous services by carrying out a total of 3,714 sessions of convenience service activities throughout the year, with the aim to provide a more convenient lifestyle for property owners of the Logan communities. Among these activities, it conducted cleaning for 20,978 units of air conditioner and fans, as well as 64,349 carpets, sharpened 28,234 knives, provided haircuts for 12,372 persons, offered nail services to 1,766 persons, applied screen protectors to 2,006 mobile phones, distributed 18,231 items for pest eradication, repaired 2,123 small home appliances, washed 11,688 cars, and provided free medical consultation to 26,399 persons.

### Community entertainment and recreational activities

4,630 sessions of diversified community entertainment and recreational activities were organized to enrich leisure activities of property owners and ensure more comfortable residences. The number of residents participating in these activities exceeded 1.43 million.

## URBAN RENEWAL AND HARMONIZATION BETWEEN HUMAN HABITATION AND NATURE



### Activity sharing

- Shenzhen-Dongguan-Huizhou region



In November 2025, Shenzhen Carat Complex Phase North (深圳玖鑽北期) held the “Warm Winter Food Time, Gathering in Youli” (暖冬食光·優里共聚) event.

- Guanghu region



In January 2025, the sixth session of thousand-person dinner event of Logan communities was grandly launched at the two major projects of Lakeview Garden and Shui Yue Cheng Bang.

URBAN RENEWAL AND HARMONIZATION  
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## Activity sharing

- Eastern China region



In May 2025, a Dragon Boat Festival-themed event was held in the Eastern China region.

- Fujian-Shantou region



In October 2025, at the Beishanwan Beach Music Festival in Shantou, Yingge dancers, with their faces painted and holding colorful sticks, leaped at a rhythm of 140 beats per minute.

- Southwestern China



In October 2025, property owners in Nanning gathered at Wuxiang Lake Park to participate in the fun run around the lake.

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## URBAN RENEWAL AND HARMONIZATION BETWEEN HUMAN HABITATION AND NATURE

Over the years, the Group's efforts in creating a "warm community" with compassion have been widely recognized and generously praised by property owners and various sectors of society. In 2025, the Company received 817 silk banners, 220 commendations from the 400 call centers, 20,612 acknowledgments through the application, 5,816 praises via WeChat, and 56 letters of thanks.

### Digital Transition Goal: Build a Future-Oriented Smart Enterprise

Logan is actively transitioning into digitalization. Based on the data-driven and scientific decision-making principle, it aims to empower all front-end, middle- and back-end businesses. With data used to assist in decision-making, Logan will enhance effectiveness and reduce costs in management, decision-making, customer service, and planning for the future, so as to become a smart enterprise integrated with "business digitization" and "transformation of data into business". In 2025, the Company achieved certain results in our digital transformation:

- The Loganhui (龍光薈) application in the service sector has processed a total of over 3.64 million work orders, with over 430,000 registered users;
- We improve the standard of property services through on-going data acquisition and analysis. Over 340,000 items of property management fees were collected through the application. Over 11.36 million items of parking fees were collected online. Smart access control system registered over 12 million door openings.



### Online Marketing Platform — Logan Treasury (龍光寶)

Logan builds and maintains a one-stop marketing service platform to meet the online growth of its marketing business, promote data-based marketing management, and visualize business indicators. In 2025, associated referral transaction volume accounted for 13% of the total transactions.



## URBAN RENEWAL AND HARMONIZATION BETWEEN HUMAN HABITATION AND NATURE

### SUSTAINABLE SUPPLY CHAIN

In order to ensure the stability and security of the supply chain, we have a dedicated procurement and cost management department with more than 100 professionals to manage and supervise the supply chain operation of the Group and our subsidiaries. We provide monthly in-house training sessions for our procurement officers to continuously improve their professionalism.

#### Supply chain risk assessment

In terms of supply chain risk monitoring, we have strict risk assessment mechanisms for both new and existing suppliers and contractors. These mechanisms include on-site factory inspections, business meetings for communication, and assessment of contract-fulfilling capabilities, etc., to ensure the smooth operation of the supply chain and compliance with quality standards. We have conducted more than 600 supply chain site visits in 2025. We also engage a third-party independent agency to conduct external reviews on the Group's suppliers and contractors, including financial conditions, the proportion of customers' businesses, compliance and integrity records, etc., to ensure that suppliers and contractors have robust operational capabilities. To further enhance the efficiency of supply chain management, we have established a corporate credit file system. All subsidiaries will report the on-site performance and fulfilment capabilities of suppliers and contractors to Group's headquarters every half month, and then the headquarters will assess and report the risks of the overall supply chain to the Sustainability Committee on a quarterly basis.

In addition, we conduct annual internal control audits on the Procurement and Cost Management Departments of the Group and Subsidiaries. The internal audit for 2025 covered 176 business processes, including inspection and selection of suppliers and contractors, procurement planning management, tender evaluation management, contracting process and performance assessment, rectification and improvement of which were completed during the Year.

The performance rate of our engineering and construction contracts was 95% in 2025. The Group makes an annual investment of RMB200,000 in supporting supply chain risk management activities to ensure stable and sustainable supply chain operations.

#### Selection of suppliers

Logan Group upholds the procurement principles of fairness, impartiality, and transparency. Through internal systems such as the Procurement Practices Management Policy (採購業務實現管理辦法), Practice Manual forbidding and Evaluation (招評標實施指引), and Selection Criteria for Professional Suppliers of Engineering Procurement (工程採購類專業入庫標準), we ensure that the screening of suppliers meets strict quality and compliance standards. On average, there are six supervisors for our bidding activities, including managers and the management of the Group. During the Year, we conducted a total of 600 tendering and procurement activities.

In addition to certain technical and qualification requirements for our suppliers and contractors, construction contractors must be among the top 30 national business entities or the top 10 local professional entities with no less than three years of similar construction experience. We also give priority to enterprises certified as green businesses, including those that have an environmental management system certification or products and projects that satisfy certain environmental protection requirements. We also encourage suppliers and subcontractors to implement low-carbon productions and environmental-friendly operations.

## URBAN RENEWAL AND HARMONIZATION BETWEEN HUMAN HABITATION AND NATURE

### Supplier Management

Logan Group conducts risk assessments of all suppliers and contractors of the Group in terms of their compliance, quality, safety, environmental protection and labour performance during the entry and shortlisting stage in accordance with the Measures for Engineering Supplier Management (工程類供應商管理辦法). Based on the assessment results, we classify our suppliers and contractors into Class A, Class B and Class C to determine subsequent cooperation plans. The Group's headquarters and subsidiaries share the information about performance and business of the suppliers on a weekly basis. For suppliers with near-saturated production capacity or poor performance, the Group will suspend cooperation within a specified period of time, or even terminate the cooperation with those suppliers in serious violations, who will also be included to our blacklist. In 2025, 50 suppliers conducted the rectification for their violations as requested by the Group.

For each project, the Group regularly follows up on the performance of suppliers and contractors, including dispatching our employees to conduct on-site supervisions of the production status in the supplier's facilities or construction site. For the same products and services, we will purchase from more than one supplier and identify primary and at least three back-up suppliers in the same region, so that we can instantly replace the suppliers in the event of an emergency to ensure no disruption in our business.

Our quarterly supplier questionnaires help us understand their opinions and needs to deepen our partnership.

The stable development of Logan Group depends on high-level cooperation of the supply chain. Therefore, we continuously expand our cooperation network and recruit high-quality suppliers with qualifications and experience through emails, WeChat official accounts and other means. As a result of our ongoing expansion, as of 31 December, 2025, we have established cooperative relationships with 3,935 suppliers nationwide. All these suppliers are from the Chinese mainland, demonstrating our commitment to and support for the local procurement policy.

Moving forward, we intend to build a more green, stable and efficient sustainable supply chain system by constantly strengthening relevant risk management and the implementation environmental standards, as well as enhancing the competitiveness of our partners, ensuring that Logan Group will continue to create long-term value for property owners and society while its business growing rapidly.

# ENVIRONMENT PROTECTION AND HARMONY

Surrounded by lucid waters and lush mountains. Exploring another possibility of a comfortable lifestyle.



## ESG issues





- |   |   |
|---|---|
| 13 Climate change adaptation and mitigation   | 18 Noise pollution                      |
| 14 Pollutants and greenhouse gas emissions    | 19 Energy use                           |
| 15 Waste disposal and management              | 20 Promotion of environmental awareness |
| 16 Green and local procurement                | 21 Use of water resources               |
| 17 Green building construction and renovation | 22 Biodiversity                         |
|   | 23 Renewable energy use                 |
|   | 24 Building technology and innovation   |
|   | 25 Corporate climate resilience         |




# ENVIRONMENT PROTECTION AND HARMONY

ESG issues	Logan's Response
 <p data-bbox="359 577 400 612">13</p> <p data-bbox="213 623 544 687"><b>Climate change adaptation and mitigation</b></p>	<p data-bbox="584 429 1414 713">The Group provides the stakeholders with explanations as to climate-related financial impacts and our commensurate responses to assist them in making decisions from the perspective of “Governance”, “Strategy”, “Risk Management”, and “Metrics and Targets” by reference to the framework of the International Financial Reporting Sustainability Disclosure Standard No. 2 (IFRS S2) and Part D of Appendix C2 of the Listing Rules of the Stock Exchange, “Environmental, Social and Governance Reporting Guidelines”: Climate-related Disclosures.</p>
 <p data-bbox="359 1019 400 1054">14</p> <p data-bbox="213 1065 544 1129"><b>Pollutants and greenhouse gas emissions</b></p>	<p data-bbox="584 756 1414 1267">During the construction process, Logan Group is committed to reducing pollutant emissions and conducts all-round monitoring and control of construction site emissions and pollution, in order to ensure that all projects meet environmental protection standards. We have set targets for the type and quantity of pollutant emissions and installed real-time monitoring tools for pollution sources (for instance, all projects are installed with online monitoring systems for dust pollution to monitor pollutant emissions from sources on a real-time basis), which requires immediate reports to be submitted where contractors exceed the prescribed standard. In addition, the emissions of the construction site shall be compared to the target, and projects pending improvement shall be followed up. Furthermore, the entities incompetent in prevention and control shall be reported, and construction site inspectors shall be assigned on a regular basis to ensure that there are no violations.</p>
 <p data-bbox="359 1461 400 1496">15</p> <p data-bbox="256 1509 501 1573"><b>Waste disposal and management</b></p>	<p data-bbox="584 1366 1414 1541">Besides proper disposal of construction scraps during the construction process, the Group implements a number of waste reduction measures in the offices to reduce waste, including waste reduction at source and recycling. Thus, the Group reduces environmental impact by enhancing resource efficiency.</p>
 <p data-bbox="359 1780 400 1815">16</p> <p data-bbox="280 1828 480 1892"><b>Green and local procurement</b></p>	<p data-bbox="584 1673 1414 1884">Prior to purchasing materials, the Group conducts environmental testing and sets green procurement standards at the same time. In 2025, the total amount of our green procurement was approximately RMB200 million. In addition, we highly implement the local procurement policy as part of our endeavour to support local suppliers in China. All of our suppliers are located in China during the year.</p>

ENVIRONMENT PROTECTION  
AND HARMONY

ESG issues	Logan's Response
 <p data-bbox="359 584 400 616">17</p> <p data-bbox="300 629 481 657">Green building</p> <p data-bbox="204 668 555 696">construction and renovation</p>	<p data-bbox="582 431 1414 681">The Group is committed to constructing environmentally friendly buildings by actively incorporating various environmental protection and energy saving elements into the planning and design process. During the year, we added 3 new green building projects, all of which met the basic star rating requirements for green buildings. As of the end of 2025, Logan has made consistent efforts to develop green buildings with a total gross floor area of over 40.65 million square meters.</p>
 <p data-bbox="359 842 400 875">18</p> <p data-bbox="300 886 481 914">Noise pollution</p>	<p data-bbox="582 733 1414 907">The Group sets out rules for high-noise processes, and only carries out construction activities during the daytime to prevent disturbance to residents, as well as uses quieter construction machinery that complies with the standards to reduce the impact of construction on the surrounding communities and protect residents' quality of life.</p>
 <p data-bbox="359 1114 400 1146">19</p> <p data-bbox="322 1157 459 1185">Energy use</p>	<p data-bbox="582 948 1414 1198">The Group uses highly efficient construction equipment in combination with green building design concepts and construction techniques to minimize engineering resource consumption and pollution. In addition, we also use the energy-efficient office and operating equipment with higher energy efficiency, and require our employees to consume electricity wisely when using office equipment such as computers, lighting systems, air conditioners, and printers to improve energy use efficiency.</p>
 <p data-bbox="359 1386 400 1418">20</p> <p data-bbox="311 1429 475 1457">Promotion of</p> <p data-bbox="223 1468 539 1496">environmental awareness</p>	<p data-bbox="582 1272 1414 1489">The Group starts to educate and promote the environmental awareness in areas such as daily operation, community building and volunteer services. In 2025, we organized a total of 2,353 sessions of environmental public welfare activities, in which over 2.59 million people participated, including children and teenagers, and were expected to carry on the concept of environmental protection.</p>
<p data-bbox="359 1632 400 1664">21</p> <p data-bbox="247 1675 539 1703">Use of water resources</p>	<p data-bbox="582 1565 1414 1783">The Group has adopted various water-saving measures to reduce domestic water consumption, including high-efficiency variable frequency water pumps, micro-sprinkler greening irrigation technology, water-saving sanitary equipment, rainwater reuse system, and sponge city facilities. These measures have effectively reduced water consumption, resulting in the total annual water consumption saving of approximately 38%.</p>

ENVIRONMENT PROTECTION  
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ESG issues	Logan's Response
 <p>22 Biodiversity</p>	<p>Prior to the commencement of any construction projects, the Group will appoint third-party experts to assess the impact on the surrounding environment. The assessment scope includes the natural habitat of animals. We are committed to maintaining biodiversity, and will take necessary measures to restore the affected ecological resources. To prevent the disappearance of biodiversity, forest resources shall be conserved to prevent desertification and land degradation.</p>
 <p>23 Renewable energy use</p>	<p>The Group has increased the proportion of renewable energy usage in various sectors and buildings. In our commercial projects such as Cloud Valley (雲創谷) and Nanning Logan Century (南寧龍光世紀), we apply technologies such as solar photovoltaic systems and solar collectors with an annual solar photovoltaic capacity of nearly 600,000 kWh, gradually reducing our reliance on fossil fuels and reducing our carbon footprint.</p>
 <p>24 Building technology and innovation</p>	<p>The Group continuously conducts research on building technology and innovation technology, incorporating intelligent elements into various projects to enhance the overall quality of projects. Intelligent parking facilities, such as the construction of intelligent bicycle charging piles, and the introduction of facial recognition systems to automatically identify residents and guide them to the corresponding floors, as well as the use of prefabricated construction method and other innovation technology, with the aim to improve user satisfaction and promote environmental friendliness.</p>
 <p>25 Corporate climate resilience</p>	<p>The Group adopts energy-saving and carbon reduction measures, including strategies such as energy conservation, water conservation, and waste reduction, to improve its climate resilience. The Group has also established climate-related metrics and targets to ensure continuous monitoring of environmental management performance. Through these measures, the Group is committed to reducing the impact of climate change and actively seeks opportunities for green transformation.</p>

## ENVIRONMENT PROTECTION AND HARMONY

Logan Group is committed to becoming a leading green property developer in China. We not only focus on providing our customers with a highly premier and comfortable living environment, but also firmly promotes environmental protection work to ensure that the development of the enterprise and ecological sustainability complement each other. To ensure the effective implementation of our environmental protection policies, we strictly comply with the laws and regulations on environmental protection formulated by national, provincial and municipal governments of the People's Republic of China<sup>2</sup>. Furthermore, the Group has actively promoted the establishment of its internal environmental protection governance system by establishing an environmental legal research group, and regularly organizes internal seminars and presentations to enhance employees' awareness and understanding of environmental laws. By strengthening environmental monitoring and assessment, the Group promotes resource conservation and recycling, so as to ensure that the Group's development can strike a balance between its economic benefits and environmental protection, which is not only in line with the environmental standards of Logan Group, but also creates long-term value for society and the environment.

## COMBATING CLIMATE CHANGE

Climate change is profoundly reshaping the global economy and the competitive landscape of the real estate industry. Logan Group deeply understands the long-term impact of climate risks on asset value and business resilience, and has therefore integrated them into the Group's overall strategy and risk management system. By reference to the framework of the International Financial Reporting Sustainability Disclosure Standard No. 2 (IFRS S2) and Part D of Appendix C2 of the Listing Rules of the Stock Exchange, "Environmental, Social and Governance Reporting Guidelines": Climate-related Disclosures, the Group systematically elaborates on the potential impact of climate change on its business and financial performance, as well as the relevant management measures and responsive actions it has undertaken, so as to assist stakeholders in making informed decisions<sup>3</sup>.

### Strategy

Logan Group regards climate resilience as a core strategy for achieving long-term growth and business value. We have deeply integrated climate-related risks and opportunities into the Group's overall development planning, significant transaction decisions, and value chain management. Through forward-looking initiatives, we are not only committed to mitigating environmental impact but also proactively capturing market opportunities arising from the green transition, thereby ensuring the Group sustains its competitive edge in a low-carbon economy.

<sup>2</sup> Laws and regulations include the Environmental Protection Law of the People's Republic of China (中華人民共和國環境保護法), Law of the People's Republic of China on the Prevention and Control of Water Pollution (中華人民共和國水污染防治法), Law of the People's Republic of China on the Prevention and Control of Atmospheric Pollution (中華人民共和國大氣污染防治法), Law of People's Republic of China on the Prevention and Control of Environmental Pollution by Solid Wastes (中華人民共和國固體廢物污染環境防治法), Measures for Public Participation in Environmental Impact Assessment (環境影響評價公眾參與辦法), Interpretation of the Supreme People's Court on Several Issues Concerning the Application of Law in the Trial of Environmental Tort Liability Disputes (2020 Amendment) (最高人民法院關於審理環境侵權責任糾紛案件適用法律若干問題的解釋 (2020修正)), and Several Provisions of the Supreme People's Court on the Trial of Ecological Environmental Damage Compensation Cases (Trial) (2020 Amendment) (最高人民法院關於審理生態環境損害賠償案件的若干規定 (試行) (2020修正)).

<sup>3</sup> For details of the Group's climate-related governance structure and Board oversight arrangements, please refer to the section headed "Sustainable Development Governance Structure" in this report.

## ENVIRONMENT PROTECTION AND HARMONY

To effectively implement our strategy, we have identified key climate factors with significant impacts on the Group's operations and value chain through analysis, materiality assessment, and risk prioritisation conducted by the Sustainability Working Group. We continuously monitor the potential impact of climate change on the Group's financial position and operating results, and transform such insights into concrete strategic guidelines that inform our product design and material sourcing. In the process of achieving our business objectives, we have flexibly adjusted our business model to ensure that while taking into account climate risks, we maximise opportunities for sustainable development, in order to build an environmentally friendly corporate development path with high climate resilience.

### Identifying, assessing climate-related risks and opportunities

Logan Group will integrate international standards, regulatory requirements and industry practices to form a systematic management system:

#### **I. Governance structure and strategic integration**

##### 1. Establishment of ESG governance mechanism

The Sustainability Committee or Climate Risk Management Team is established to clarify the division of responsibilities at each level (usually a three-tier defense line of "headquarters — city company — project"). This structure incorporates climate risks into the overall corporate risk management system, and manages them along with traditional financial and operational risks.

##### 2. Formulation of climate strategies and goals

In accordance with IFRS S2 and Appendix C2 of the Listing Rules of the Hong Kong Stock Exchange, Logan Group will formulate climate-related strategies, including an impact analysis on business resilience, a transformation plan, emission reduction targets, etc.

## ENVIRONMENT PROTECTION AND HARMONY

### II. Risk identification and assessment

#### 1. Risk classification and scenario analysis

*Physical risks:* This includes quantifying the degree of asset exposure through high-resolution models (such as the RMS climate risk model) under extreme weather events (such as floods, hurricanes) and chronic changes (such as sea-level rise);

*Transition risks:* This includes cost pressures brought by policy changes (such as carbon taxes) and technological iterations (such as green building standards). The impacts of policy delays or technological lags are evaluated in combination with NGFS scenarios;

*Opportunity identification:* This includes premiums from green building certifications, investment opportunities in renewable energy, etc. Continuous exploration is required through value-chain analysis.

#### 2. Application of quantitative models and tools

*Catastrophe risk models:* Physical risk heatmap tools from RMS or Acclimatise are utilized to evaluate the vulnerability of the asset portfolio and produce financial impact indicators (such as repair costs, insurance compensation).

*Conduction path analysis:* Climate risks are converted into financial indicators (such as valuation changes, cash-flow fluctuations). For example, input-output model is used to analyze the impact of supply-chain disruptions on project progress.

### III. Prioritization and response strategies

#### 1. Risk matrix grading

We draw short-term, medium-term, and long-term risk matrices based on the degree of impact of risks on the business (such as the proportion of revenue loss) and the probability of occurrence (such as the probability of a once-in-a-decade flood).

#### 2. Integration of risk management measures

**Avoidance and adaptation:** We adjust the project location (avoid flood-prone areas), use weather-resistant building materials, and upgrade the drainage system.

**Transfer and financing:** We raise funds through green bonds and purchase climate-related insurance.

**Strategic transformation:** We promote green properties (such as energy-saving renovations and new energy applications) to enhance brand premium.

## ENVIRONMENT PROTECTION AND HARMONY

### IV. Continuous monitoring and information disclosure

#### 1. Dynamic monitoring and data management

We establish an ESG data platform to track indicators such as greenhouse gas emissions and energy consumption in real time. We regularly update climate scenario assumptions to verify the applicability of the models.

#### 2. Compliance disclosure and transparency enhancement

We comply with Appendix C2 to the Listing Rules of the Hong Kong Stock Exchange and disclose qualitative/quantitative information on climate risks and opportunities. By referring to the Greenhouse Gas Accounting System, we standardize the calculation method for Scope 3 emissions and disclose the challenges in data collection and improvement plans. Overall, Logan Group's climate risk management integrates governance, strategy, technology, and policies to form a closed-loop of "identification — assessment — response — monitoring" · continuously building a data-driven climate resilience system while seizing market opportunities in the green transformation.

## ENVIRONMENT PROTECTION AND HARMONY

In addition, we are committed to enhancing climate resilience of our assets. We actively secure green certifications for all buildings, and prioritize green and climate-resilient building designs for new construction projects, aiming to mitigate the impact of extreme weather and long-term climate change on the Group's assets and projects. We will also update the facilities of existing buildings and incorporate green building elements to achieve our green building objectives, while meeting potential regulatory requirements and market expectations for green businesses. In the daily operations, the property management team has established a comprehensive contingency mechanism to address extreme conditions such as strong winds, heavy rain, and flooding. They promptly deploy protective equipment, including sandbags and tarpaulins, and issue warnings to ensure the safety of residents and the public. We have also formulated policies related to climate-related risks and opportunities including "Green Lease Charter", "Supplier Code", and "Energy and Water Management System" to motivate the Group and other stakeholders to jointly implement the green operation policy and to transform climate governance into concrete systems and practices.

### **Management of climate-related risks and their potential financial impact<sup>4</sup>**

The Group has integrated climate-related risks and opportunities into its overall development strategy and business planning, systematically internalising climate change response as a core driver for business model upgrading and value chain innovation. A closed loop has been formed from strategy, design, and construction to operations.

To this end, the Group conducts climate-related risk and opportunity assessments across three time horizons: short-term (by 2025), medium-term (2025–2030), and long-term (2030–2050). This aims to identify matters that could reasonably be expected to affect the Group's operations, strategic objectives, and long-term resilience. During the assessment process, the Group takes into account its business model and geographical presence, and refers to relevant industry research, regulatory guidance and publicly available information to identify climate-related risks and opportunities associated with the real estate development and operation industry.

Given that the completeness of climate-related data is still in the developmental stage, and the analytical methods and data management systems are continuously being refined, there remain certain limitations in terms of reliability. To ensure the rigor and reference value of climate-related information disclosure, the Group adopted a qualitative assessment approach during the year and has not yet conducted quantitative financial impact analysis or complete quantitative scenario testing. Subsequently, quantitative analysis will be promoted in stages based on the maturity of internal technical capabilities, so as to deepen the resilience management of climate risks.

<sup>4</sup> The Group has identified Mainland China, Hong Kong and Singapore as key geographical areas with the highest concentration of climate-related risks and opportunities. It places particular focus on its core property development business in Mainland China, given the significant correlation between climate change and project construction progress, operational performance, and asset value. For Logan Group, its climate risks primarily center on extreme weather and policy compliance pressures, as well as the high-energy consumption in the operation of residential/commercial buildings and carbon emissions during the construction phase. Corresponding opportunities are reflected in the growing market demand for green buildings, the realization of policy incentives, and the cost optimization and brand enhancement resulting from low-carbon transformation across the entire value chain.

ENVIRONMENT PROTECTION  
AND HARMONY

However, the Group has assessed the potential impacts of climate risks and opportunities on its financial position, financial performance and cash flows. Based on the assessment completed and the mitigation and adaptation measures currently in place, the residual risk over the short, medium and long term is therefore reasonably be expected to be minimal and is not anticipated to impact the financial statements, cash flows, access to finance or cost of capital, both currently and in the future.

Categories	Duration <sup>5</sup>	Description	Potential financial implications
<b>Physical risks</b>			
<b>Acute risks</b>	Short-term to long-term (2025–2030)	A single extreme weather event due to climate change such as typhoons and floods, may impact operations of the Group.	<b>Climate change conditions</b> Extreme weather conditions and long-term climate pattern changes may damage properties, physical assets, and even lives and property, in addition to higher maintenance costs, materials procurement costs, and liability-related costs. Furthermore, revenue will decrease if operations for a prospective business ceases and delays.
<b>Chronic risks</b>	Medium-term to long-term (2030–2050)	Long-term changes in climate patterns such as sea-level rise, increasing average temperatures, and changes in rainfall patterns, may impact the long-term operation of the Group.	
<b>Transition risks</b>			
<b>Policy and regulatory risks</b>	Medium-term to long-term (2030–2050)	Regulations and policies related to climate change may limit any action that could exacerbate climate change, or promote adaptation to climate change.  The Group’s operating policy will be affected by relevant policies, and non-compliance will increase the risk of litigation.	<b>Carbon pricing</b> Markets where the business operates may impose carbon pricing due to policies, which will increase overall operating costs.  <b>Building rules and guidelines</b> The government may tighten building energy codes and guidelines to regulate highly polluting projects in the industry, strengthen emission-reporting requirements and promote green buildings. The move will increase overall operating costs to comply with regulations.

<sup>5</sup> The Group defines the durations for climate-related risks and opportunities as follows: short-term (0 to 1 year, defined as 2025), medium-term (1 to 5 years, defined as 2030), and long-term (5 to 25 years or more, defined as 2050). This definition takes into account the Group’s strategic planning horizons for 2030 and 2050.

## ENVIRONMENT PROTECTION AND HARMONY

Categories	Duration <sup>5</sup>	Description	Potential financial implications
<b>Market risks and reputation risks</b>	Medium-term to long-term (2030–2050)	The Group's goodwill will be affected if the market's expectations on its climate-related issues differ from the Group's approach.	<p><b>Investors</b></p> <p>Investors' demand for sustainability investment has increased, and there are more options for green bonds and green investment products. As a result, we are in a better position to gain access to green funds.</p> <p><b>Customers</b></p> <p>In the midst of the growing market demand for green buildings, customers are more inclined to set up offices in green buildings in order to achieve their sustainability goals. The move will boost earnings.</p>
<b>Technical risks</b>	Medium-term to long-term (2030–2050)	Improvements and innovations in green technologies will drive benefits, uncertainties of new technologies will, however, bring risks. Technology transformation within the Group also increases risk.	<p><b>Environmental-friendly materials</b></p> <p>The use of environmental materials will increase the overall procurement cost.</p> <p><b>Energy</b></p> <p>Research into renewable energy will increase investment costs, and the transition to more renewable energy will also put pressure on existing systems.</p> <p><b>Technology</b></p> <p>Research into the application of new technologies will increase investment costs and technology transformation costs.</p>

## ENVIRONMENT PROTECTION AND HARMONY

The Group regards climate change as a key factor affecting its long-term competitiveness. In response to the climate-related risks and opportunities mentioned above, the Group has adjusted its business model and resource allocation, with efforts spanning the entire chain from green design to community operations. Through strategic upgrades, resource prioritisation and business adjustments, the Group has established a climate management system based on the “prevention — adaptation — mitigation” framework. At present, the Group focuses on the implementation of green projects and supply chain emission reduction. In the future, it will further expand low-carbon value-added services, with the goal of achieving carbon neutrality at the operational level and continuously strengthening its competitiveness in the industry.

On this basis, the Group adheres to the transformation direction of “full coverage of green buildings” and promotes a business transformation plan centred on green buildings.<sup>6</sup> This is advanced through a whole value chain approach, tiered implementation measures, and a closed-loop management mechanism, which include core elements such as green design, low-carbon construction, smart operation, supply chain collaboration and carbon asset management. At present, the Group focuses on promoting the popularisation of green buildings and the replacement of construction energy with new energy sources. In the medium term, the focus will be on operational energy efficiency and supply chain collaboration. In the long term, carbon neutrality will be achieved through carbon offsets and green power substitution, while green financing and talent development safeguard the transformation. The Group will also continuously monitor its transformation progress, regularly review its environmental performance at each stage, and continuously reduce carbon emissions, conserve energy and reduce waste, in order to shape a resource-efficient corporate value and address potential climate-related risks in the future.

To support the above climate strategy and transformation mission, the Group has established a resource guarantee system featuring “specialised funding, tiered talent development, platform-based technology, collaborative supply chain, and accountable governance”, ensuring the feasibility and sustainability of various initiatives at the institutional, resource and implementation levels.

### **Flood-proofing safety drills**

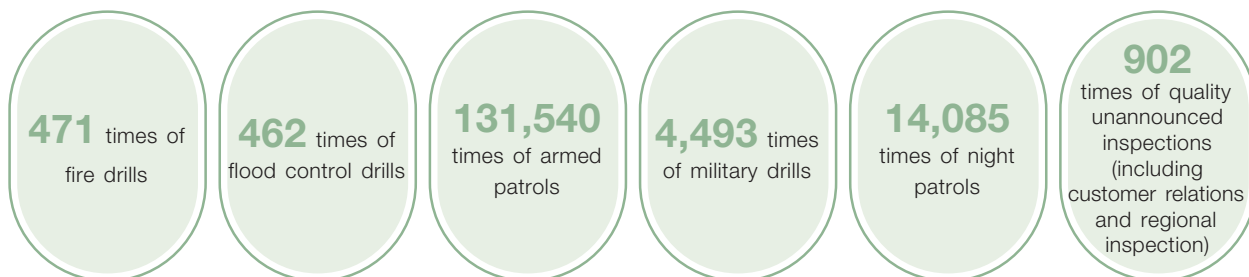
During the flood-proofing safety drills carried out in various communities of Logan Property, the staff assembled sandbags, tested sewage pumps, cleaned rainwater wells, checked rooftop lightning protection devices, detected the risks of falling objects, conducted a patrol of the routes within the community, reinforced trees and streetlights, and learned techniques in response to situations such as flooded underground parking lot, falling objects and flooded elevators.

In accordance with the contingency plan, the emergency response team will arrive at the site promptly in the occurrence of rainstorm or typhoon to check the working conditions of elevator shafts and water pumps and detect the risks of falling objects. Moreover, the team will also move sandbags nearby to the elevator entrances, lobbies and parking lot exits and entrances and stack them like a “spread-eagle”. Furthermore, they will assemble flood barriers to avoid the influx of rainwater, and arrange the medical team to stand by for any necessary rescue.

<sup>6</sup> Our transformation assumes that the national “dual carbon” policy pathway remains stable, that the cost-effectiveness of green building technologies meets expectations, and relies on the increasing share of clean energy in the national grid, the support of the green finance market, and the low-carbon synergy of supply chain partners.

ENVIRONMENT PROTECTION  
AND HARMONY

In 2025:

**Climate resilience**

Based on the foregoing identification of climate-related risks and opportunities, Logan has further conducted a climate resilience assessment during the year to analyze the potential impacts of climate change on its business model, asset portfolio and long-term development path, and to evaluate the Group's adaptability and strategic flexibility under different climate scenarios and policy environments. The assessment covers five major categories: physical climate impacts, policy transition pressures, technological and supply chain changes, financial and market factors, and governance and management capabilities. During the assessment process, key variables including climate projection trends, policy evolution, cost-benefit balance, data quality and management maturity are comprehensively considered to analyze the potential impacts of climate factors on the Group across different time horizons.

Through the above analysis, we have identified four types of material potential risks to the business, including asset damage, construction delays, operational disruptions and rising compliance costs. On this basis, rather than adopting only defensive measures focused on risk avoidance, the Group has integrated response solutions into core business processes, driving a strategic shift from "risk control" to "resilience value-added". We strive to reduce risk exposure while enhancing asset quality and achieving long-term value growth, committing to the dual objectives of "risk cost reduction + asset appreciation".

As of the year, the overall progress of the Group's climate actions is in line with the established plan. The target for green building adoption has been achieved; progress on low-carbon construction measures and operational emission reduction management is ahead of schedule; and supply chain collaboration and carbon management mechanisms are being implemented in phases. Individual deviations have been rectified through policy alignment, technical optimization and cost adjustment measures, laying the foundation for long-term goals such as operational "carbon neutrality" in the future.

## ENVIRONMENT PROTECTION AND HARMONY

Overall, we believe that with the support of existing governance and management mechanisms, we have established a climate adaptation mechanism characterized by “rapid response — systematic iteration — long-term leadership”. Supported by four pillars: governance structure, management processes, resource allocation and technological platforms, the Group has formed a phased adjustment pathway of short-term risk defence, medium-term resilience upgrading and long-term value reshaping, gradually moving from “passive adaptation” to “proactive defence” and further achieving “value-driven” climate resilience. Going forward, Logan will continue to monitor climate-related assumptions and policy changes, dynamically adjust response strategies, and maintain a development path that balances robustness and flexibility in an uncertain environment.

### RISK MANAGEMENT

The Group believes that proactive and effective risk management underpins its long-term growth and success. Accordingly, we have integrated climate-related risks and opportunities into the overall enterprise risk management system, and embedded them into business planning, major transaction decisions and daily operational management processes. The risk management department and the sustainability working group jointly formulate and implement relevant processes to ensure that climate-related factors are fully considered in the formulation and oversight of strategies and risk management policies.

In identifying climate-related risks and opportunities, the Group refers to international standards, regulatory requirements and industry practices, and combines its operational characteristics, asset distribution and business unit conditions to analyze the potential impacts of climate factors on its business model and value chain. Identified risks include climate-related physical risks and climate-related transition risks.

In the assessment process, the Group adopts materiality assessment and risk ranking mechanisms to comprehensively consider the likelihood of risk occurrence and their potential impacts on revenue, costs, project progress and asset value. Risks (including climate-related risks) across relevant business lines are graded and prioritised using a risk matrix. The assessment covers the Group’s major operating regions and business scope. To strengthen the identification and assessment of climate risks, the Group has engaged independent third-party consultants to provide advisory support. Regarding climate-related opportunities, the Group identifies development opportunities related to green buildings, energy-saving technology applications and market transformation through value chain analysis, and assesses and ranks them according to their potential contribution to the Group’s strategy and long-term development.

The monitoring of climate-related risks and opportunities has been incorporated into the Group’s regular risk management and internal control procedures. Through the ESG data management mechanism, the Group regularly tracks greenhouse gas emissions, energy consumption and other relevant indicators, and conducts regular reviews and updates in accordance with established risk management procedures. Compared with the previous year, there have been no significant changes to the Group’s processes for identifying, assessing and managing climate-related risks.

## ENVIRONMENT PROTECTION AND HARMONY

### METRICS AND TARGETS

The Board assumes overall oversight responsibility for climate-related indicators and targets, and regularly reviews the appropriateness of target setting and their consistency with regulatory expectations and business conditions. The Climate Committee reviews the targets and actual performance of Scope 1 and Scope 2 greenhouse gas emissions as necessary, assesses whether any revisions are required, and submits proposed amendments to the board for deliberation. In addition, Logan has established a greenhouse gas emissions database, with reference to the Greenhouse Gas Protocol and relevant national guidelines<sup>7</sup>, covering the disclosure of Scope 1, Scope 2 and part of Scope 3 (e.g. waste disposal) emissions. Going forward, Logan will gradually expand Scope 3 greenhouse gas emissions to cover more upstream and downstream value chain activities to improve the completeness and transparency of carbon footprint disclosure.

In formulating climate-related targets, Logan refers to and actively responds to the national goals of “carbon peak by 2030 and carbon neutrality by 2060”, and integrates relevant requirements into the Group’s strategy and governance framework to mitigate the Group’s climate impacts. To strengthen disclosure management and facilitate follow-up, the scope of relevant targets is consistent with the scope of the Group’s ESG reporting. Using 2022 as the base year, the Group has set quantifiable 2027 targets for key categories including waste gas emissions, carbon emissions, wastewater discharge, intensity of non-hazardous and hazardous waste, energy consumption intensity, and water consumption and sewage intensity. We have also included “zero major environmental pollution incidents for the full year” as a core management target, which was successfully achieved in 2025 with zero major pollution incidents and related complaints.

The Group will also continue to strengthen the monitoring and accounting framework for climate-related financial indicators, and establish more robust data collection processes and assessment methodologies<sup>8</sup>. In the future, Logan plans to consider appointing independent professional third parties to validate and assess the Group’s targets and related methodologies, further enhancing the reliability of governance effectiveness and information disclosure.

As mentioned above, Logan has set targets for environmental indicators and is establishing a more comprehensive mechanism to identify and continuously monitor other financial indicators related to climate-related risks, while formulating and advancing corresponding implementation plans.

<sup>7</sup> Relevant national guidelines include Notice on the Management of Greenhouse Gas Emissions Reporting for Enterprises in the Power Industry for the Period 2023–2025 (《關於做好2023–2025年發電行業企業溫室氣體排放報告管理有關工作的通知》), the Guide for Greenhouse Gas Emission Accounting Methods and Reporting for Public Building Operators (Trial) and the Reporting Guidance on Environmental KPIs.

<sup>8</sup> The Group will prudently consider disclosing in subsequent reporting periods its internal carbon pricing arrangements, as well as quantitative financial information on assets or business activities affected by climate-related physical risks, transition risks and opportunities. At the same time, the Group will assess the disclosure of capital expenditure, financing or investment amounts used to address climate-related risks and capture opportunities, so as to enhance information transparency and decision-usefulness.

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Category	Quantifiable targets (target for 2027) <sup>9</sup>	Implementation plan
<b>Air emissions</b>	Overall air emissions down 10% from 2022 (2025: 2,360 kilograms, a decrease of 76% as compared to 2022)	<ol style="list-style-type: none"> <li>1. Standardized dust prevention measures and equipment will be adopted at the construction site</li> <li>2. Construction waste and debris will be timely removed</li> <li>3. Greenery and visual improvement measures will be taken at the construction site</li> <li>4. New energy vehicles and equipment will be utilized</li> </ol>
<b>Carbon emissions</b>	Overall carbon emissions down 10% from 2022 (2025: 5,801 tonnes, a decrease of 73% as compared to 2022)	<ol style="list-style-type: none"> <li>1. We continue to promote green building</li> <li>2. The application of new techniques, new materials, and new systems will be increased</li> <li>3. The timeframe for operating construction machinery and equipment is reasonably interspersed with that for construction activities</li> </ol>
<b>Wastewater emissions</b>	Overall wastewater emissions down 10% from 2022 (2025: 115,584 tonnes, a decrease of 82% as compared to 2022)	<ol style="list-style-type: none"> <li>1. Management of construction wastewater is strengthened by recycling the innocuously treated wastewater back to the construction site</li> <li>2. The standard on-site restroom facilities of the project are installed to treat domestic wastewater that will be regularly cleaned up by specialized sewage cleaning vehicles</li> </ol>

<sup>9</sup> The target is defined as a greenhouse gas emission reduction target, which is specified to cover only Scope 1 and Scope 2 emissions. The Group's absolute targets cover air emissions, carbon emissions, wastewater discharge, and non-hazardous and hazardous wastes; intensity targets cover energy consumption, water consumption, and sewage volume. Greenhouse gases covered by the Group's climate-related targets are measured in carbon dioxide equivalent (CO<sub>2</sub>e), which mainly cover carbon dioxide (CO<sub>2</sub>), methane (CH<sub>4</sub>), nitrous oxide (N<sub>2</sub>O), nitrogen oxides (NO<sub>x</sub>), sulfur oxides (SO<sub>x</sub>) and suspended particulate matters (PM).

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Category	Quantifiable targets (target for 2027) <sup>9</sup>	Implementation plan
<b>Non-hazardous and hazardous wastes</b>	Intensity of non-hazardous and hazardous wastes down by 8% from 2022 (2025: 0.03 tonne per square meter, a decrease of 50% as compared to 2022)	<ol style="list-style-type: none"> <li>Green building materials are selected</li> <li>Recyclable materials, reusable materials and waste building materials are selected</li> <li>Garbage sorting and collection sites are established properly, and domestic waste is classified according to hazardous waste, perishable waste, recyclable waste, and others</li> <li>Effective work on publicity and education about waste classification and collection and its implementation shall be carried out</li> <li>Hazardous wastes shall undergo harmless treatment</li> </ol>
<b>Energy consumption</b>	Intensity of energy consumption and corresponding greenhouse gas/air emissions down 30% from 2022 (intensity of greenhouse gas emissions related to energy consumption was 0.0007 tonnes per square meter in 2025, a decrease of 29% as compared to 2022.)	<ol style="list-style-type: none"> <li>High-efficiency and energy-saving air conditioning systems, fans, transformers, elevators, etc. will be installed</li> <li>The external protection and thermal insulation system will be optimized</li> <li>On-site space will be utilized to set up green land</li> <li>Renewable energy will be used</li> </ol>
<b>Intensity of water consumption and sewage</b>	Intensity of water consumption and sewage down 10% from 2022 (intensity of water consumption for 2025 was 0.11 m <sup>3</sup> per square meter, a decrease of 26% as compared to 2022; intensity of sewage for 2025 was 0.17 m <sup>3</sup> per square meter, a decrease of 43% as compared to 2022.)	<ol style="list-style-type: none"> <li>Domestic water appliances rated at the level 2 and above in terms of water consumption efficiency are used to reduce water consumption</li> <li>The rainwater recovery system and reclaimed water system are installed to recycle water resources</li> <li>High-efficiency and energy-saving water pumps are installed to reduce loss</li> <li>Green irrigation adopts water-saving irrigation techniques such as micro-sprinkler irrigation</li> </ol>

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GOVERNANCE ON GREEN BUILDINGS

The Group’s Sustainability Committee is responsible for managing green buildings, building emissions, environmental protection objectives, etc., and guiding the engineering departments at both headquarters and subsidiaries. Currently, the Group has three green building professionals, who are jointly responsible for overseeing project planning and emissions of works. The Group is committed to advancing the development of green buildings with a mindset of “continuous learning, improvement and enhancement”.

<p><b>Benchmark against regulatory requirement</b></p>	<p>We actively benchmark ourselves against national and provincial standards and regulations for construction design, strictly adhere to more than 30 environmental protection standards in construction<sup>10</sup>, and set the Group’s performance indicators for buildings concerning daylighting, ventilation, energy conservation, and water savings.</p>
<p><b>Benchmark against market standards</b></p>	<p>We review the green building certifications in the market, including the national Green Building Evaluation Standard, Leadership in Energy and Environmental Design (LEED), WELL Building Standard and BEAM Plus, etc., with an aim of understanding the standards and concerns regarding certification.</p>
<p><b>Benchmark against outstanding cases</b></p>	<p>Our design team researches and studies outstanding green building cases in the industry on an annual basis by conducting investigations into the latest green building technologies and development trends, in order to inject new green building elements into new projects of the Group.</p>

<sup>10</sup> We refer to the latest national and regional green and high-quality building standards, including and not limited to: Technical Guidance for Green Building (綠色建築技術導則), Evaluation Standard of Green Building (綠色建築評價標準), Regulations of the Shenzhen Special Economic Zone on the Energy Saving for Buildings (深圳經濟特區建築節能條例), General Regulations for Energy Efficiency of Buildings and Use of Renewable Energy (建築節能與可再生能源利用通用規範), Technical Specifications for the Application of Solar Water Heating Systems to Civil Buildings (民用建築太陽能熱水系統應用技術規範), National Water Saving Action Plan (國家節水行動方案), National Integrated Wastewater Discharge Standard (國家污水綜合排放標準), General Regulations for Engineering Structures (工程結構通用規範), General Regulations for Building Environment (建築環境通用規範), Emission Standard of Air Pollutants (大氣污染物排放標準), and Prefabricated Construction Evaluation Standards (裝配式建築評價標準).

## ENVIRONMENT PROTECTION AND HARMONY

### GREEN CITIES

Logan Group has always been committed to promoting the application of green technologies and spares no effort in creating sustainable green cities. We firmly believe that a green city is not only about the application of environmentally friendly buildings and sustainable technologies, but also about the comprehensive improvement of people's quality of life, thereby achieving harmony between urban, social, environmental, and cultural values.



#### Sponge City

Sponge city is a new concept of rain flood management for modern cities, meaning that cities are as elastic as sponges and can absorb, store, and purify rainwater. When necessary, the stored water sources will be discharged and used. We actively promote the design concept of sponge cities, which can be applied to projects where feasible.

#### Huiwan New Generation Information Technology Industrial Port (Middle School) Project

##### I. Project Overview

The primary underlying surfaces of this project comprise hard roofs, permeable paving, and outdoor green spaces, arranged in a dispersed manner with a soil coverage range of 1.0 meter. Dispersed green spaces are situated around the building periphery. Sponge city measures were incorporated during the design phase, including sunken green spaces, rain gardens, and permeable pavement. The total engineered catchment area is 19,898.74 square meters, with a total storage capacity of sponge facilities amounting to 368.23 cubic meters. The total annual runoff control rate achieves 72.03%, and the pollutant reduction rate reaches 64.83%.

##### II. Core Sponge City Measures

The project is grounded in the distinct functional zones of the campus — the teaching area, sports area, and green area. It integrates diverse stormwater detention technologies to construct a “zone-based control, region-wide coordinated” stormwater management system, while simultaneously incorporating science popularization education elements. The specific measures and their functions are as follows:

Permeable pavement (teaching area + pathways): Permeable bricks and permeable concrete pavement are used in the plaza in front of the teaching buildings and on the main and secondary campus pathways, replacing traditional granite and asphalt pavement. Permeable drainage ditches are installed around the sports area stands, forming a drainage system in conjunction with grass swales to enhance rainwater infiltration rates and reduce water accumulation at the teaching area entrances and on pathways;

Sunken green spaces, rain gardens (green area + recess activity area): Utilizing idle green space on campus, sunken green spaces and rain gardens are constructed, connecting the passageways between teaching buildings and the playground. Within the rain gardens, native aquatic plants, gravel filtration layers, and infiltration basins are configured, forming a closed-loop system of “rainwater collection — filtration — infiltration — detention and retention”. Simultaneously, viewing pavilions and science popularization signage (labeling plant species and rainwater purification principles) are installed. This not only addresses the water collection and detention needs of the green area but also provides spaces for teachers and students to rest during recess and engage in science popularization learning.

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III. ESG Promotion Value and Pathways

This case demonstrates that campus sponge city construction is by no means a simple stormwater management project, but rather an integrated ESG value practice centered on climate adaptation and characterized by educational empowerment. Its core insights are as follows: Firstly, through the technical pathway of “zone-based adaptation + functional integration”, it can precisely address stormwater risks across multiple campus areas and enhance campus climate resilience, deeply aligning with the core requirements of environmental governance within the ESG concept. Secondly, the deep integration of sponge facilities with science popularization education can fully tap into the social and educational value of the campus, strengthen the ecological and environmental awareness of young people, and assist in the implementation of quality education. Thirdly, the campus, as a demonstration vehicle for public buildings, its sponge transformation experience can be promoted and applied in surrounding communities, driving the popularization of the sponge city concept to the entire population.

Illustration of rain garden structure

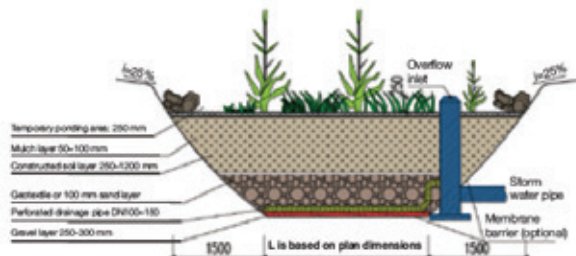


Illustration of sunken green space

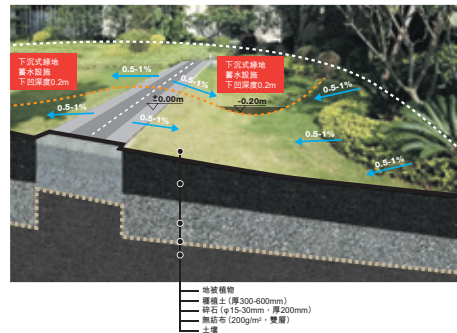
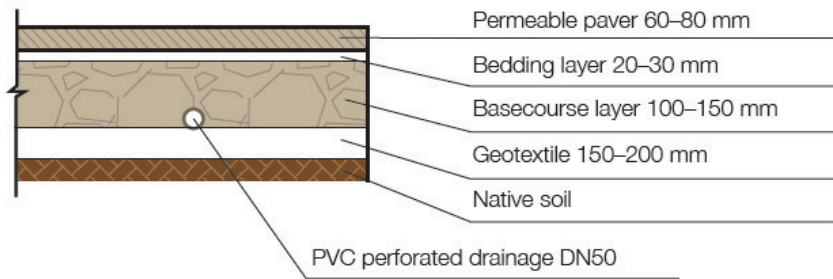


Illustration of permeable pavement construction:



ENVIRONMENT PROTECTION  
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GREEN BUILDING

Logan Group is committed to integrating green building principles into architectural design and planning, striving to create sustainable buildings that meet environmental protection, resource conservation, and healthy living standards. We believe that “green building” shall conserve resources to the utmost, protect the environment, and reduce pollution throughout its entire life cycle, while providing people with healthy, comfortable, and efficient living spaces. We actively promote the design principle of green buildings and strive to incorporate them into our different construction projects whenever feasible.

We are committed to delivering green buildings, and incorporating various environmental and energy-saving elements into building planning and designs to create healthy and comfortable human habitation. In 2025, Logan added three new green building projects, all of which met the standards for green buildings with basic star and above, with two projects achieving the requirements for green buildings with one star, and one project achieving the requirements for green buildings with two stars. As of the end of 2025, the Group has green buildings with a total gross floor area of over 40.65 million square meters, reflecting our ongoing efforts and achievements in promoting green building practices. This achievement not only demonstrates our commitment to environmental building standards, but also highlights our dedication to sustainable development and urban environmental optimization.

Green building environmental protection goals:

Goal	Status	Progress in 2025
100% of the new projects meet the green building design requirements for land transfer	●●●	100% of new projects in 2025 met the green design requirements for land transfer
All of our residential products are required to meet the requirements of green buildings with at least basic star, and high-end projects strive to meet the requirements for green buildings with two stars and above	●●●	In 2025, all projects met the requirements for green buildings with basic star or above

●●● Completed | ●●○ As scheduled | ●○○ Behind the schedule

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SHARING OUR GREEN BUILDING PROJECTS IN 2025



Lake City Plaza Phase I Kindergarten

Focusing on core dimensions such as energy conservation, water conservation, material conservation and indoor environmental quality, the project adopts energy-saving lighting systems, such as LED fixtures and automatic induction switch, to reduce lighting energy consumption. At the same time, high-efficiency energy-saving air conditioning systems are installed, such as inverter air conditioning technology, which can automatically adjust power according to changes in indoor and outdoor environments, reducing unnecessary energy consumption. In terms of building functions, the building layout is optimized to ensure that the proportion of areas meeting the lighting standards is no less than 75%. Water resources are rationally allocated, secondary water-saving appliances are adopted, and combined with intelligent monitoring systems to reduce waste. Meanwhile, the project deploys building equipment monitoring and energy management systems to enhance operation and maintenance efficiency. Through the above technical measures, the project has met the requirements for green buildings with two stars.

Shantou Xihai Coast Phases VI and VII

The project is based on the concept of environmental friendliness, resource efficiency and health and comfort. Energy-saving and energy optimization technologies are adopted, the envelope structure is upgraded, and energy loss and air conditioning load is reduced by using high-performance insulation materials (such as aerogel) and low-emissivity glass. The project is equipped with a solar photovoltaic system to increase the proportion of renewable energy usage and reduce carbon emissions. By optimizing the orientation and layout of buildings, natural ventilation and lighting can be utilized to reduce the demand for artificial lighting. The project gives priority to the use of local and renewable materials to reduce transportation energy consumption. At the same time, it adopts prefabricated construction and waste material recycling measures to lower the generation of construction waste and promote a circular economy.



Illustration of solar photovoltaic panels

ENVIRONMENT PROTECTION  
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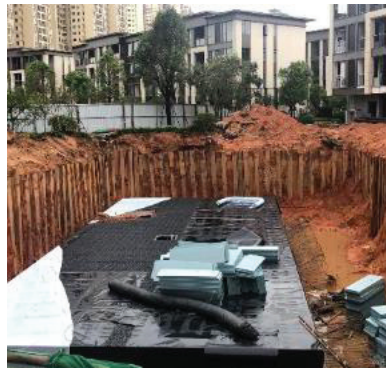
The green building design used in the project satisfies the national and provincial green building evaluation standards, including but not limited to:

 <p><b>Ventilation</b></p>	<p>The structure pattern is designed based on wind direction, exchanging indoor air twice per hour</p> <p>The ventilation system of the underground parking lot is automatically activated based on the density of carbon dioxide</p>	 <p><b>Temperature</b></p>	<p>The window area is not less than 10% of room area, for the purpose of natural convection and temperature adjustment</p> <p>Low-E glass, and insulation exterior wall and roof are installed</p>
 <p><b>Light</b></p>	<p>A Y-shaped design is conducive for 360-degree natural lighting</p> <p>The visible light reflection ratio of glass curtain walls is not more than 0.3, reducing light pollution</p>	 <p><b>Greening</b></p>	<p>The landscaped areas with a vegetative cover and over 30 types of plants are positioned, the area of which account for 30–50% of the project area</p> <p>Negative oxygen ion content in the landscaped area is 400–600/cm<sup>3</sup></p>
 <p><b>Sound</b></p>	<p>The weighted transmission loss of airborne sound is stabilized at 30dB by virtue of topography, boundary walls, green plants and insulating glass which effectively shields the noise</p> <p>Reinforced concrete, soundproofing paint and wooden floors are adopted for improving the soundproof efficiency</p>	 <p><b>Environmental protection</b></p>	<p>Solar panels and low-emissivity glass are equipped</p> <p>Non-hazardous and recyclable construction materials are used</p> <p>High-efficiency energy-saving and water-saving devices are installed to count water and electricity consumption</p>
 <p><b>Space</b></p>	<p>The plot ratio ranges from 1 to 6 for living comfort</p>	 <p><b>Intelligence</b></p>	<p>Our intelligent building management system is installed to automatically control air-conditioners and curtains according to weather data</p> <p>Corridors, stairwells, entrance halls and other places are installed with contactless lighting systems that are a timer, infrared, or radar driven design</p>

## ENVIRONMENT PROTECTION AND HARMONY

Our energy conservation and water saving facilities include a photovoltaic power generation system, solar water heating system, air source heat pump system, rainwater recovery system, unpowered micro-domestic wastewater treatment plant, etc. Set out below are some of our projects:

- Lake City Plaza Phase I Kindergarten
- Gaoyao, Zhaoqing 389-mu
- Shantou Xihai Coast Phases VI and VII



Rainwater recovery system



Solar water heating system

Logan Group believes that green building design is not only the key to enhancing the quality of human habitation, but also a core strategy to

respond to the global environmental protection trend and meet the growing expectations of society for sustainable development. We currently have 48 green building projects in our land bank, with an estimated gross floor area of 21.29 million square meters. We are committed to applying more new technologies in the construction field so as to bring more high-quality green construction products to customers, leading to transformation and upgrade of living styles. In the future, the Group will continue to advance this vision, and strive to create a sustainable and comfortable environment.

### GREEN CONSTRUCTION

We have a profound understanding of the impacts of the real estate development on the environment and natural resources. Therefore, we incorporate the green production principle in every process of our projects to ensure that the building development process meets environmental protection standards such as energy conservation, water saving, material efficiency, emissions reduction and achieve the ultimate goal of harmonious coexistence with the nature. We extensively apply energy-saving devices and intelligent management technologies in the building design and construction, including installing energy-saving devices such as automatic lighting control systems or energy consumption monitoring systems. These measures not only boost energy use efficiency but also reduce carbon emissions.

In each project, we will specify the obligations of the Group and the contractors on energy conservation and emission reduction to ensure that the contractor implements all compliance measures on emission reduction and environmental protection before the commencement of construction. The project leader shall report to the project management center on emission and resource utilization on a monthly basis to ensure that all projects reach the Group's environmental objectives. We continued to optimize policies regarding the use of resources by constantly improving internal guidelines and monitoring mechanisms to ensure the efficient utilization of resources. Meanwhile, we regularly organized training and promotion activities to enhance employees' environmental awareness and practical capabilities.

## ENVIRONMENT PROTECTION AND HARMONY

The Group also developed a series of internal environmental management policies such as the Pollutant Management Policy (污染物管理制度), Waste Management Policy (廢棄物管理制度) and Energy and Water Resources Management Policy (能源及水資源管理制度), which must be strictly observed by employees of the Group and its subsidiaries. We have also incorporated these environmental standards into our supply chain management, requiring contractors to implement measures for energy saving and emission reduction in accordance with the contractual requirements and the Code of Conduct for Supplier (供應商守則). Through supervision and evaluation mechanisms, we ensure that all projects meet compliance measures on environmental protection. The environmental construction performance at the sites will be one of the key indicators for measuring partners' performance, ensuring that all partners jointly promote sustainable development goals.

We listed environmental compliance work as a key development focus, requiring all frontline companies and cooperating units to comply with the environmental requirements of local governments and our corporate compliance requirements. We conducted regular inspections on innocuous waste emissions and utilization, and our supervision mechanisms for the Group, frontline companies, and projects were established to carry out group-wide inspections over all work in progress of the Group.

### Environmental impacts of construction projects

We are aware that the construction projects will generate certain emissions and pollution during the construction. Therefore, prior to the commencement of any construction projects, we will appoint the third-party experts to perform an assessment of the environmental impact of the project. Such assessment shall cover various aspects such as the natural habitats of animals, water contamination, soil pollution, and disturbance against residents in the neighbourhood. Based on the findings derived from the environmental impact assessment, we would take appropriate responsive measures and formulate an environmental protection scheme at the construction planning stage to mitigate negative impacts brought by construction projects on the neighbouring environment.

To ensure the effective implementation of environmental protection measures, the Group specifies in contracts the environmental protection requirements of construction sites, pursuant to which, all construction entities are required to strictly comply with environmental protection standards, rationalize the development and utilization of natural resources, and reduce or eliminate the entry of harmful substances into the environment, so that human bodies are kept from health impacts under the influence of environmental pollution. Furthermore, to preserve biodiversity, we take necessary measures to restore and rebuild the affected ecological resources, so as to ensure the sustainability of the natural ecosystem.

## ENVIRONMENT PROTECTION AND HARMONY



### Prefabricated Building Case

The prefabricated building technology is an innovative construction method which involves the unified planning and design for each structural component. The building structural components are first produced and assembled in a standardized manner in the factory, and then transported to construction sites for installation upon completion.

Over the course of construction, as compared to traditional cast-in-place building, prefabricated building applies dry construction, which significantly reduces nearly 30% of the amounts of sand, mud, and lime on site. The reduction of construction processes also prevents noise, dust, and water pollution. In addition, these unified structural components designed for prefabricated building ensure that such components are more efficient and precise than traditional building in terms of installation and structure, which also effectively reduces the potential water seepage and cracks. As a result, building quality is improved and the consumer interests are protected.

Our Shenzhen Logan Jiulin Business Center Project (Xili) and Acesite Mansion Project (Shahu) both adopted the BIM and prefabricated construction technologies, improving the construction efficiency and quality, while reducing waste and carbon emissions. The projects passed the expert review, and obtained the Technical Confirmation issued by the Promotion Center of the Shenzhen Housing and Construction Bureau, respectively, which confirms that the project is in compliance with the requirements pertaining to prefabricated building in Shenzhen. They also received positive responses in the market.

Our prefabricated construction technology is also applied to No. 1 School, No. 2 School, No. 3 School, Senior High School, Beisi Kindergarten and other supporting schools in Huizhou Logan City, improving the construction quality and seismic performance of the schools and their safety. As a result, we received the “Preliminary Evaluation on the Design Phase of Prefabricated Building Project in Huizhou” (惠州市装配式建築項目設計階段預評價意見書) by Huizhou Daya Bay Housing and Urban-rural Development Bureau in 2021. Our project is the first public building to receive such evaluation in Huizhou Daya Bay District, which is also well received in Huizhou.

In 2025, our prefabricated buildings are expected to reduce emissions and construction wastes by 30%.

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## ENVIRONMENT PROTECTION AND HARMONY

### Emissions and pollutant management

To mitigate the environmental impact from emissions and pollution, we adopt comprehensive environmental management measures to ensure that the construction process is in compliance with sustainable development standard. Our environmental protection strategies include source control, process monitoring and management at post-construction stage in a bid to minimize potential impact by pollutants on surrounding environment during the construction process. Our measures to control the site emissions and pollution include:

- set targets for the emission type and quantity of pollutants
- set up a real-time tool for monitoring pollution sources (for instance, all projects are installed with online monitoring systems for dust pollution to monitor pollutant emissions from sources on a real-time basis), by which a timely report shall be submitted by contractors where any discharge exceeds the standard amount
- conduct analysis through comparing the emission at the sites with targets, follow up on projects that need improvement and regularly make reports in respect of entities that do not carry out adequate control
- regularly assign personnel to the construction sites for inspection to ensure no non-compliance matter occurs
- implement recycling and reuse of construction waste that meets the usage standards and quality permits where feasible and compliant, aiming to reduce the external transportation and discharge of construction waste

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Air emissions and dust

- The “Measures for the Prevention and Control of Dust Pollution in Real Estate Construction Projects” is formulated, whereby specifying the responsibilities of the construction unit and the supervision unit, while providing contractors with dust control guidelines;
- All development projects use ready-mixed concrete and about 85% of development projects use ready-mixed mortar to reduce sand and gravel on site;
- For all our development projects, the construction entity hardens the ground of construction sites and effectively covers the dust sources;
- All construction sites are equipped with mist sprayers and dust suppression systems as well as vehicle washing facilities for regular sprinkling and washing;
- Hygiene management staff is deployed at each construction site to clean up the floating soil and ash accumulated on the roads, storage yards and gateways every day to ensure that the sites are clean and hygiene, while reducing the impact by dust on the health of operating workers and resident adjacent to the sites;
- Automatic monitoring equipment must be installed on construction sites to monitor the dust situation in real time;
- Supervisors regularly review the implementation of the dust prevention and control work, and report the unit with poor control work to adopt corresponding measures to make improvement;
- All projects are equipped with automatic dust monitoring devices to realize automatic detection of dust and automatic dust suppression when exceeding the standard;
- All dust-prone loading, unloading and stacking have adopted dust prevention measures such as covering, enclosing and spraying;
- All construction sites are equipped with automatic washing devices, and all construction vehicles are allowed to enter and leave the site only after washing.

## ENVIRONMENT PROTECTION AND HARMONY



### Sewage

- We meticulously plan pipeline routes to prevent secondary pollution;
- We collect sewage that has been used and flow it into sedimentation tanks for filtration before discharge.

### Construction waste

- We review the accuracy and completeness of engineering drawings to reduce the unnecessary construction wastes caused by construction demolition at later stages as a result of the defects in drawings;
- Construction wastes are sorted out and stacked separately, and delivery records are kept for easy track and management of the wastes;
- We deliver hazardous wastes to qualified waste disposal companies to ensure the wastes are destroyed and disposed of in a compliant manner;
- Approximately 10% of construction wastes (including waste bricks, concrete block, fly ashes) are reprocessed as building blocks for the construction of the building wall to reduce the wastes and save the raw materials;
- The screened and cleaned building brick debris and other eligible recycled materials will be used for site backfilling, reducing the external transportation of construction waste.

### Noise

- The procedures which generate considerable noise are regulated to ensure that construction of all projects is only carried out during the daytime thereby avoiding disturbing residents in the surrounding areas;
- We use low-noise construction machinery in compliance with the required standards;
- Construction sites are equipped with sound insulation equipment to insulate and reduce the noise thereby reducing the impact on the nearby community;
- Noise detection equipment is installed to monitor and record the noise levels during the construction in real-time.

## ENVIRONMENT PROTECTION AND HARMONY

The Group establishes whistleblowing channels at construction sites, while related posters are placed outside the site office and the peripherals of construction sites, allowing our employees, contractors and the public to report any non-compliance. Meanwhile, the Group undertakes to strictly keep whistleblowing contents confidential. The audit and supervision office is responsible to handle all whistleblowing, and will conduct survey and follow-ups according to the situation. We did not receive any reports of violations in 2025.

### Use of Engineering Resources

- Replacing diesel generators with grid systems : all development projects has replaced diesel generators with grid systems;
- Upgrading with low-power consumption equipment: replacing old high-power consumption equipment with the latest low-power consumption equipment;
- Using energy-saving lighting: installing LED lights or energy-saving tubes for indoor areas, and using non-iodine tungsten floodlights in outdoor areas;
- Intelligent lighting control: setting up lighting fixtures with sound and light control and timing function at the construction site or public venues;
- Using renewable energy: using renewable energy extensively, including solar street lights and solar water heaters.

The project site uses municipal water supply, so there are no difficulties related to water extraction. We actively implement various water conservation plans, for example:

- Recycling wastewater: collecting and filtering construction wastewater, rainwater and domestic sewage through a sewage sedimentation tank at the project site, and recycling it for vehicle cleaning and spraying to reduce dust;
- Using water-saving guns: using water-saving guns when flushing;
- Conducting leak inspections on the water pipes: regularly conducting leak inspections on the water pipes and timely maintaining them if issues are found.

Achievements:

- Water consumption decreased by 0.46 million cubic meters during the year, representing a decrease of 38% as compared to last year.

ENVIRONMENT PROTECTION  
AND HARMONY

## Finely decorated residences

In recent years, we have significantly increased the proportion of finely decorated residences, and provided different decoration solutions for property owners to choose based on market research, which is conducive to consolidating resources, and reducing the waste of materials caused by the property owners' own decoration. This further maximizes efficient use of resources. To improve the quality of decoration, the Group also thoughtfully takes into account materials and equipment applied from the perspective of environment, safety and quality in our decoration design, including the installation of energy-saving luminaires and durable appliances, the use of flame retardant materials and assurance of the design in compliance with fire protection requirements.



## Shanghai Logan • Fairyland Project (22 mu)



The entry door uses a 4D integrated electronic lock and is equipped with a visual intercom connected to the community property. ThyssenKrupp's smart voice elevator is also installed. The flooring in the living and dining area is ceramic tiles, while the wallpapered bedrooms have solid wood composite flooring. The entire housing unit is equipped with three major appliances, namely, central air conditioning, fresh air system, and underfloor heating, which are provided by well-known brands such as Hitachi and Fismann. The kitchen is equipped with a Moen faucet and sink, as well as a set of range hood, gas stove, and dishwasher under the Siemens brand. A kitchen cooling system is also provided to make cooking in summer less of a hassle. The bathroom is equipped with a mirrored cabinet, basin cabinet, Grohe hardware, Panasonic bath heater, and TOTO intelligent toilet, and more.

## ENVIRONMENT PROTECTION AND HARMONY



### Logan • Fairyland Project in Qianhai

The living and dining areas use imported natural marble, three-dimensional textured artistic glass, exquisite wall coverings, and delicate stainless steel profiles. The kitchen cabinets are procured from imported brands and the kitchen is equipped with a high-end wall-mounted range hood, gas stove, fully embedded dishwasher, and Siemens embedded refrigerator. The utility balcony is equipped with a Rinnai bath heater and a Siemens washing machine. TOTO smart toilets and German top brands are used in the bathroom. There are also foyer and bathroom cabinets. The entire housing unit is equipped with smart home system, including lighting, scene control, remote control, elevator control, remote monitoring, smart security functions, and home fitness and exercise equipment, aiming to provide convenient and comfortable residential conditions.



## GREEN OPERATION

We are motivated to promote green offices. Besides using resources efficiently, it also brings economic benefits to the Group.

### Office Waste

We adopt various waste reduction measures in the office to reduce waste, including waste reduction at source and recycling. In terms of waste reduction at source, we utilize email and online document sharing systems to minimize the need for printing and photocopying. We also promote the use of electronic contracts to reduce the consumption of paper, toner, and ink cartridges. For files that require printing, we encourage double-sided printing. A single-sided paper recycling bin is set next to the printer to collect single-sided used paper for secondary printing of non-classified documents. In addition, we also prioritize the use of large-capacity printers that can add toners repeatedly to reduce waste toner cartridges. In terms of recycling, waste paper sorting and recycling bins are placed in our offices for collection of waste paper which will then be sent to qualified recyclers. Each department must report the number of stationery in advance for each month, and set a reasonable usage of stationery to further reduce waste.

## ENVIRONMENT PROTECTION AND HARMONY

### Use of office resources

We regularly review the use of resources and formulate improvement plans and measures. We prefer the use of energy-efficient office and operating equipment, which can both improve our environmental performance and save costs. We have established the “Management Policy on Office Environment” (辦公環境管理制度) to encourage our staff to make the best use of office resources. The administrative department of the Group oversees the use and maintenance of the Company’s water, electricity, air conditioning and machinery. All staff are obliged to consciously cherish the resources of the Company. We have also installed electricity and water meters to facilitate monitoring of electricity and water consumption for further improvement.

Our staff need to pay attention to the electricity consumption of office equipment such as computers, lighting systems, air conditioners, photocopiers, etc., and turn off the equipment when idle. Air-conditioning cooling is set between 23°C and 25°C, and may only be turned on above 28°C in summer, while warm air heating can only be used when temperature is below 10°C in winter. The Group will regularly conduct office equipment maintenance to improve the efficient use of resources. Furthermore, we adopt water-saving faucets and enhance prevention and inspection in order to avoid frozen pipes and water leakage. Toilets are equipped with a timed flushing system, which uses tools to reduce the amount of water flushed from the tanks, and shut down after 10 o’clock every night. Meanwhile, our staff are encouraged to collect domestic sewage and reuse it after simple filtration and treatment, for example for irrigation plants, to reduce wasted water.

In terms of office waste, we have set up different waste sorting bins to separate the collection of recyclable wastes such as waste paper, plastic, glass, and metal, with the aim to reduce the amount of waste disposal. In addition, we also minimize the use of disposable products such as free tableware and paper cups, and encourage our employees to bring their own tableware and cups, aiming to reduce waste at source.

### Promotion of external environment projects

The Group organizes promotion activities related to environmental protection and energy conservation on a regular basis, and arranges construction entities to participate in environmental protection publicity campaigns held by government departments, for the purpose of strengthening the environmental protection concept of the site employees and thus raising their awareness of energy saving and emission reduction in daily work.

Logan has adequate waste sorting and recycling facilities in each project for sorting of household waste, transportation of construction wastes and recycling of used furniture, old clothes and old batteries, etc. The sanitation managers of each community will supervise the sorting and placement of waste, and establish a reward and punishment mechanism in the cooperation with residents and merchants, so as to maintain good environment condition.

## ENVIRONMENT PROTECTION AND HARMONY

Logan Group, its subsidiaries, and the property and project management office release environmental protection information and issues online to promote environmental awareness of residents and public. In 2025, we collaborated with different government and business units in various regions across the country to organize 2,353 sessions of environmental public welfare activities, covering the themes such as waste recycling and reuse, green living, environmental concept education, tree planting, and community cleaning, and attracting over 2.59 million participants, including children and teenagers. The Group intends to promote the concept of environmental protection to the participants through these activities, so that the spirit of environmental protection can be carried forward.



### Activity sharing:



• Shenzhen-Dongguan-Huizhou region



• Guanghu region



• Western Guangdong region



• Fujian-Shantou region



ENVIRONMENT PROTECTION  
AND HARMONY

## Green building improvement plan for existing properties

Driven by the “carbon peak” and “Carbon neutrality” goal, we gradually carried out energy-efficient and consumption reducing transformation of the projects we have taken over, and optimized their management.

As of 2025, we implemented energy conservation and consumption reduction measures to improve 60 residential projects in 5 regions, including:

- Intelligent air-conditioning control system: we adopted intelligent control measures, such as time control or temperature control of central air-conditioning in the public area of 17 projects including Shenzhen Acesite Park (深圳玖龍臺), Shenzhen Acesite Mansion (深圳玖龍壘), Shenzhen Carat Complex Phase South (深圳玖鑽南期), Shantou Royal & Seaward Heaven Garden (汕頭御海天禧花園) and Shantou Royal Sea Sunshine (汕頭御海陽光), to improve energy efficiency;
- Intelligent lighting system: we installed timing switches or induction switches for the floor lighting of 26 projects including Shantou Royal & Seaward Heaven (汕頭御海天禧), Jiashan Polaris Palace (嘉善玖宸佳苑) and Jiashan Acesite Garden (嘉善玖臺花苑), to reduce energy waste;
- Replacement with radar sensor lights: we used a total of 33,314 radar sensor lights with high luminous efficiency to replace the original lights in garages of 33 projects including Shenzhen Acesite Park (深圳玖龍臺), Imperial Summit Sky Villa (君御旗峰) and Shantou Flying Dragon Garden (汕頭龍騰熙園);
- Optimization of water supply equipment: we changed the secondary water supply pressurization equipment into non-negative pressure water supply equipment for Shantou Royal & Seaward Heaven Graceland (汕頭御海天韻雅園) in the Fujian-Shantou region, which saved electric energy;
- Adjustment of commercial transformers: we adjusted the commercial transformers with spare load for the projects including Shenzhen Acescene Park (深圳玖悅臺), Shenzhen Acesite Park (深圳玖龍臺) and Acesite Elegance (玖譽雅築), which not only reduced the no-load loss of the transformers, but also saved the basic electricity cost of the transformers.

The energy conservation measures of the Group have achieved remarkable results. The aforesaid measures enable the Group to save an electricity bill of RMB3.23 million.

## ENVIRONMENT PROTECTION AND HARMONY

Commercially, the Group has incorporated green building design into the project at the beginning of the planning. Currently, Nanning Logan Century (南寧龍光世紀) has obtained a two-star green building certification with outstanding performance in terms of land conservation, energy saving, water saving, material saving, indoor and outdoor environmental quality and operational management. Nanning Logan Century adopts a ventilation and sunshade design to minimize the direct sunlight to reduce the solar radiation effect, and is equipped with solar collectors and products with less electricity and water consumption.

The Group is in the process of promoting the green operation of investment properties, including the introduction of the Green Lease Agreement and other commercial measures to encourage and enhance tenants' environmental awareness. Moreover, the Group will also organize more activities on environmental protection, ecological protection and climate changes to promote tenants and customers to practice green living.

Based on the above measures, we were not aware of any serious violations of the above or other laws and regulations related to the environmental protection of construction sites and operations during the Reporting Period.

### GREEN AND LOCAL PROCUREMENT

We conduct environmental testing on materials prior to purchase by comparing sources of different materials, environmental protection ingredients, environmental protection effects, etc. Our green procurement standard is to purchase the materials that can be recycled, products manufactured from recycled materials and construction materials and equipment that meet the higher energy and water efficiency requirements, with less emission of irritating or toxic substances. Depending on the needs of each project, we will specify the required technical specifications for environmental protection, such as designated procurement of primary energy-saving and water-saving appliances. In 2025, our green procurement recorded a total amount of approximately RMB200 million, most of which are Grade A materials used in fine decoration projects.

Moreover, we have a good performance in implementing local procurement policies on the premise of without affecting the quality of our products, fairness of procurement and qualifications, and proactively provide support to the relevant industries through our procurement activities, so as to drive economic activities and create local employment opportunities. All of our suppliers are located in China in 2025, reflecting our strong support for the suppliers in the PRC.

In addition, the procurement department will also participate in the product design process of the project department and actively promote the application of green and energy-saving products in development projects.

## ENVIRONMENT PROTECTION AND HARMONY

### PROMOTION OF ENVIRONMENTAL PROTECTION AWARENESS

Aiming to promote the public awareness of environment protection and encourage the communities to make contributions to a better environment, the Group makes great efforts to promote environmental education and campaigns by daily operation, facilities construction and community activities.

<b>Daily operation</b>	The Group organizes promotion activities related to environmental protection and energy conservation on a regular basis and arranges construction entities to participate in environmental protection publicity campaigns held by government departments, for the purpose of strengthening the environmental protection concept of the site employees and thus raising their awareness of energy saving and emission reduction in daily work.
<b>Facilities construction</b>	Logan has adequate waste sorting and recycling facilities in each project for sorting of household waste, transportation of construction wastes and recycling of used furniture, old clothes and old batteries, etc. The sanitation management staff of each community will supervise the sorting and placement of waste, and establish a reward and punishment mechanism in the cooperation with residents and merchants to promote effective implementation of waste sorting.
<b>Community activities</b>	Logan Group, its subsidiaries, and the property and project management office release environmental protection information and issues online to promote environmental protection awareness.

### GREEN FINANCE

Logan Group actively responds to the global trend of sustainable finance. In accordance with the Green Bond Principles of the International Capital Market Association (ICMA), we have formulated a “Green Bond Framework” to establish a detailed issuance plan for future green bond issuance, ensuring that financing activities meet sustainability standards. Our Green Bond Framework will support the development of green buildings and sustainable properties, further solidifying our commitment to sustainability.

## ENVIRONMENT PROTECTION AND HARMONY



### About the International Capital Market Association

The International Capital Market Association (ICMA) is a non-profit association and headquartered in Zurich, with offices in London, Paris, Brussels and Hong Kong. ICMA is committed to providing its members who are active in the international debt capital markets with services.

Over the past 50-odd years, ICMA and its members have worked together to promote the development of international capital and securities markets, pioneering the rules, principles and recommendations which have laid the foundations for their successful operation.

In pursuit of its objectives, ICMA brings together members through regional and sectoral committees, and focuses on a comprehensive range of market practice and regulatory issues which impact all aspects of international market functioning. ICMA prioritizes three core fixed income market areas: primary markets; secondary markets; repo and collateral, with two crosscutting themes of sustainable finance and FinTech and digitalization.

ICMA currently has over 610 members active in all segments of international debt capital markets for sellers and buyers in 70 jurisdictions globally. Among its members are private and public sector issuers, banks and securities dealers, asset and fund managers, insurance companies, law firms, capital market infrastructure providers and central banks.

### Green Bond Principles

The Green Bond Principles are a collection of voluntary principle frameworks with the objective and vision of promoting global debt capital markets in providing financing and collaboration towards environmental and social sustainability. The Green Bond Principles recommend a clear process and disclosure for bond issuance, which investors, banks, underwriters, arrangers, placement agents and others may use to understand the characteristics of any given Green Bond.

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ENVIRONMENT PROTECTION  
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Our “Green Bond Framework” contains four components:

<p><b>Use of proceeds</b></p>	<p>The cornerstone of a Green Bond is the utilization of the proceeds of the bond for eligible Green Projects. All designated eligible Green Projects should provide clear environmental benefits.</p>	<p>Set out below are our eligible green building projects.</p> <p><b>Green buildings</b> SDG 9, 11, 13</p> <p>New or existing residential or commercial buildings that are acquired, constructed, renovated and managed have achieved or are expected to achieve green building certification</p> <p><b>Renewable energy</b> SDG 7</p> <p>Renewable energy power generation is installed, such as photovoltaic systems</p> <p><b>Water management</b> SDG 6</p> <p>Rainwater recovery systems are installed</p> <p><b>Transportation vehicles</b> SDG 9</p> <p>Installation, operation and maintenance of electric vehicle charging stations and zero-emission personal mobility devices</p>
<p><b>Process for project evaluation and selection</b></p>	<p>The issuer of a Green Bond should clarify which are environmental sustainability objectives of the projects; the process by which such issuer determines how the projects fit within the eligible Green Projects categories; and the processes by which such issuer identifies and manages social and environmental risks associated with the relevant project(s).</p>	<p>Our Sustainability Committee will manage the process of identifying and evaluating potential eligible green assets. We will strive to ensure that all eligible green assets comply with international and national standards, as well as local laws and regulations.</p> <p>The Sustainability Committee will meet annually to reassess and review relevant green projects.</p>

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<p><b>Management of proceeds</b></p>	<p>The proceeds of the Green Bond should be tracked by the issuer in an appropriate manner, and attested to by the issuer in a formal internal process linked to the issuer’s lending and investment operations for eligible Green Projects.</p>	<p>Net proceeds from the green bond issuance will be managed through an investment portfolio. We will establish an operations team that will report to the Sustainability Committee. The operations team will build a green asset portfolio and track the distribution of net green bond proceeds to eligible green assets.</p>
<p><b>Reporting</b></p>	<p>Issuers should make, and keep, readily available up to date information on the use of proceeds to be renewed annually until full allocation of such proceeds, and on a timely basis in case of material developments.</p>	<p>We publish a transparent green bond report every year until the green bond is allocated. The report is based on our green asset portfolio and outstanding green bonds. The report will be made public on our website. For details, please visit <a href="http://www.logangroup.com/c/ir.php">http://www.logangroup.com/c/ir.php</a></p>



Details of the green bond issuance are set out as follows:

- Issued in:** July 2021
- Amount:** US\$300 million
- Interest:** Calculated at 4.7% per annum
- Duration:** 5 years
- Use:** We expect that the issuance of green bonds will bring to the Group the fund required in launching more green building projects.



# COMMUNITY DEVELOPMENT AND PUBLIC WELFARE

Cherishing a sincere original aspiration at heart and keeping our own mission in mind, Logan will create a brighter future on the road of public welfare.






## ESG issues

- 26 Stakeholder involvement
- 27 Community public welfare and investment
- 28 Inheritance of traditional culture



# COMMUNITY DEVELOPMENT AND PUBLIC WELFARE

ESG issues	Logan' response
 <p data-bbox="357 612 400 648">26</p> <p data-bbox="317 659 464 720"><b>Stakeholder involvement</b></p>	<p data-bbox="585 418 1410 778">By analyzing the dependence and influence of the stakeholders on the Group conducted by our operation and management departments, the Group identifies our major internal and external stakeholders to collect the stakeholders' opinions and concerns. To present the stakeholders with the Group's commitments and management methods regarding sustainable development, the Group published 18 sustainable development policies on its official website. In addition, the Group has established a platform for communications with the stakeholders through its official WeChat account, delivering corporate information in a timely manner.</p>
 <p data-bbox="357 1006 400 1043">27</p> <p data-bbox="245 1054 536 1114"><b>Community public welfare and investment</b></p>	<p data-bbox="585 810 1410 1170">Over the years, Logan's public welfare undertakings cover 38 countries and regions in 9 provinces in the PRC, with a total of more than 560 public welfare programs. The Group, together with Logan Charity Fund (龍光慈善基金會), has donated RMB1 billion in the education aid, rural rejuvenation, epidemic fight and disaster relief, industrial poverty alleviation, environmental protection and community services. The Group's performance in public welfare has been fully recognised, and the Group has won more than 200 awards such as Award for Outstanding Contribution to Chinese Philanthropy and Guangdong Province Poverty Alleviation Cotton Cup Gold Cup Award.</p>
 <p data-bbox="357 1364 400 1401">28</p> <p data-bbox="280 1412 501 1472"><b>Inheritance of traditional culture</b></p>	<p data-bbox="585 1203 1410 1528">Since its launch in 2017, Logan has opened or upgraded a total of 15 Logan Book Courts (龍光書苑) in Guangdong, Guangxi and other places. Using books as a medium, the Book Courts introduce various resources, creating a community cultural space, which covers multiple themes such as reading, handicrafts and nature education. It advocates the spiritual concepts of "equality, mutual assistance, fraternity, sharing", and through cultural activities, it builds the community cohesion, promotes neighborhood interaction, and the intergenerational transmission of traditional culture.</p>

## COMMUNITY DEVELOPMENT AND PUBLIC WELFARE

### LOGAN'S PUBLIC WELFARE

Following over 20 years of commitments to social responsibility and public welfare, Logan's public welfare undertakings a wide range of social responsibility and public welfare activities cover 38 countries and regions in 9 provinces in the PRC, with a total of more than 560 public welfare programs. Logan Group, together with Logan Charity Fund (龍光慈善基金會), has donated RMB1 billion in the education aid, rural rejuvenation, epidemic fight and disaster relief, industrial poverty alleviation, environmental protection and community services, and has won more than 200 awards such as Award for Outstanding Contribution to Chinese Philanthropy, Guangdong Province Poverty Alleviation Cotton Cup Gold Cup Award, and Advanced Private Enterprise in Guangxi-Guangdong Cooperation for the Revitalization of Enterprises and Villages (粵桂協作萬企興萬村先進民營企業).



#### Honors and Rankings of the Company in terms of Public Welfare System

- "Caring Enterprise" under Public Welfare Subscription Program by the Periodical Office of the Chinese People's Political Consultative Conference in 2023 (2023年度中國政協雜誌社《公益贈閱》“愛心企業”)
- 2022 Advanced Private Enterprise in Guangxi-Guangdong Cooperation for the Revitalization of Enterprises and Villages (2022年粵桂協作萬企興萬村“先進民營企業”)
- 2021 Guangdong Province Poverty Alleviation Cotton Cup Gold Cup Award (2021年度廣東扶貧濟困紅棉杯金杯)
- 2021 China Real Estate Annual Rural Revitalization Model Enterprise (2021中國地產年度鄉村振興樣本企業)
- "Outstanding Charity Project Award" for 2021 Chinese Real Estate among Top 100 Chinese Real Estate (2021中國地產時代百強榜“優秀公益項目獎”)
- 2021 Socially Responsible Property Developers (2021年度社會責任地產企業)
- "Ten Best Charity Institutions" under Shenzhen Project Care (深圳關愛行動“十佳公益機構”)

## COMMUNITY DEVELOPMENT AND PUBLIC WELFARE

### Public Welfare System

Since its establishment in 2016, the Logan Charity Fund (龍光慈善基金會) has provided support to Logan in the performance of corporate social responsibility, by virtue of the charity influence of the Group and other unlisted segments. The directors and supervisors of the Logan Charity Fund (龍光慈善基金會) consist of the chairman of the Group's Sustainability Committee, the senior management of the Group, etc. In accordance with the Group's strategic charity planning and social needs, the Fund formulates the charity plan and budget on an annual basis, and the management hold meetings to review the progress on a quarterly basis.

The Group continuously participates in the public welfare initiatives such as poverty alleviation, education, disaster relief and helping the disabled promoted by government authorities in Guangdong, Guangxi, Sichuan and Hainan. For instance, the Group participates in the annual poverty alleviation day in Guangdong Province, in which it will deeply engage in poverty alleviation programs in the province under the leadership of the government authorities of Shenzhen, Shantou, Huizhou, Heyuan and Foshan, etc. In addition, the Group has maintained long-term cooperation with various public welfare institutions such as Shenzhen Charity Federation and Shantou Charity Federation and cooperated with approximately 220 government organizations/non-profit commonweal organizations over the years.

COMMUNITY DEVELOPMENT AND  
PUBLIC WELFARE

## Public welfare targets

The Group's 2018–2022 Five-Year Plan for Public Welfare defines the direction and targets of public welfare, providing guidance for the Group's future public welfare activities. As of 2025, the Group's achievements in public welfare are as follows:

Targets	Status	Achievement as of 2025
Poverty alleviation projects covering at least 30 regions	●●●	The Group's poverty alleviation projects have covered 38 regions and countries including Guangdong, Guangxi, Sichuan, Hainan, Yunnan and Gansu to date
Participation in the poverty alleviation day activity of Guangdong Province and the support of provincial municipal targeted poverty alleviation work every year	●●●	We have actively participated in poverty alleviation actions in Shantou, Heyuan, Huizhou and other areas
Development of at least 5 featured projects	●●●	5 featured projects were developed, including "Guangyuan Education Program (光源教育計劃)", "Logan Book Courts" (龍光書苑), "Combating COVID-19 Pandemic (新冠抗疫)" and "Flood Relief (水災救助)"
Launch of 5–10 educational poverty alleviation projects	●●●	10 educational poverty alleviation projects were launched in Jingxi, Guangxi, as well as Shantou and Huizhou, Guangdong
Building of at least 5 beautiful villages	●●●	6 rural revitalization projects were launched, namely 4 villages in Deqing County, Guangdong Province, Liannan Yao Autonomous County, and village-level clinic in Guangxi
Establishment of 15 "Logan Book Courts" (龍光書苑)	●●●	A total of 15 Logan Book Courts (龍光書苑) have been opened and upgraded in Guangdong and Guangxi
Incubation of 2 volunteer teams	●●●	Total 2 volunteer teams were incubated in Headquarters and Guangxi Subsidiary respectively

●●● Completed | ●●○ As scheduled | ●○○ Behind scheduled

## COMMUNITY DEVELOPMENT AND PUBLIC WELFARE



### Community Development

Logan Group always places the interests of communities at heart, pays attention to the well-being and safety of its residents, and closely guards residences with the members in them. We carefully understand the community needs and are committed to fostering a caring and supportive community environment.

- Logan Book Court (龍光書苑): 15 Logan Book Courts (龍光書苑) which continue to operate and provide services build a platform for neighborhood interaction to promote harmonious development in the community.
- Organize diverse community activities covering family activities, healthcare promotions, entertainment and recreation parties to enhance resident participation and community cohesion.

On March 30, 2024, Logan Charity Fund (龍光慈善基金會), in collaboration with Shenzhen Spring environmental protection volunteer association, led a team of Party member volunteers from Logan Group to Xiwan Mangrove Wetland Park in Bao'an District for the "Green and Beautiful Homeland Pioneer Action (綠美家園先鋒行)" volunteer event. The activities included learning about mangrove ecology and participating in a coastal cleanup along the shoreline.

We actively upheld the exemplary role of Party members, serving as practitioners in the ecological development of a green and beautiful homeland. Together, we promoted the concept of "Building and Sharing a Beautiful Homeland (美麗家園共建共用)" and encouraged employees to actively participated in nationwide afforestation initiatives, making contribution to advance ecological conservation.

### TALENT EDUCATION

Education-related donations have always played a very important role in the public welfare and charity campaign of Logan Group as we believe strong youth make a great nation. Therefore, the education aid of Logan Group is like the seed of love taking root, sprouting, flowering and bearing fruit in the changing four seasons, and encouraging more people to devote themselves to education and poverty alleviation.

#### State-level Demonstrative High School (Jinshan High School) Project in Shantou Overseas Chinese Economic and Cultural Cooperation Experimental Zone

The State-level Demonstrative High School and International School Project in Shantou Overseas Chinese Economic and Cultural Cooperation Experimental Zone (汕頭市華僑試驗區的國家示範性高中及國際學校項目) is located in Xinjin Area of East Coast New Town with a total gross floor area of 150,000 square meters. The project shall be constructed in two phases, of which the phase I shall be State-level Demonstrative High School (Jinshan High School) Project in Overseas Chinese Economic and Cultural Cooperation Experimental Zone with a total investment of RMB653 million, which plans to build 3 administrative teaching complexes, 3 student dormitories, 1 faculty dormitory, gymnasium, sports ground and campus ancillary infrastructure.

## COMMUNITY DEVELOPMENT AND PUBLIC WELFARE

In January 2020, the Logan Charity Fund (龍光慈善基金會) donated RMB200 million to fund the construction of Jinshan High School. The project will build a Lingnan school with Chaoshan cultural characteristics that become a model high school in Shantou and Guangdong province. The project was completed and officially put into use in 2021.

### Guangdong-Guangxi Education Poverty Alleviation Project

In 2016, Logan Group invested RMB20 million in Jingxi to set up an education poverty alleviation fund, which aims to subsidize financially-challenged college students, students with disabilities and from poverty-stricken families, orphans at school, and students who are de facto orphans. From 2017 to 2025, the donation has helped thousands of students, including orphans, de facto orphans, and underprivileged students from families with disabilities. In the future, the fund will continue to be used for supporting students' living expenses to promote their healthy growth, while supporting the beneficiary students to successfully complete their university studies, and being allocating to scholarships to motivate students to study hard. Since the implementation of the project, the fund has successfully prevented all the beneficiary students from dropping out of school due to financial difficulties in their families. The project has helped to solve the learning and living difficulties of underprivileged students, effectively reducing the burden on families with financial difficulties. These students achieved their dreams of education and experienced the warmth and care of the society.

### “Logan Book Court” (龍光書苑) Community Project

In order to create a community atmosphere with sharing culture, the Logan Charity Fund (龍光慈善基金會) launched the “Logan Book Court” (龍光書苑) community project in 2017. With books as the medium, the book court focuses on the construction of a public venue by introducing diverse resources to create a convenient and recreational space for residents with various themes such as reading, handicrafts and nature education, thus advocating the charity values of “equality, mutual assistance, fraternity, sharing”. In this way, we build the community cohesion, and work together to construct a happy homeland featuring mutual assistance in pleasant residences.

## VOLUNTEER SERVICES

The volunteer team of the Group was established by Logan Charity Fund in 2017, and consists of members from various business segments and departments of the Group, focusing on issues such as community, environmental protection and education. We have introduced a system for the volunteer team and incorporated it into the management platform of Shenzhen Volunteer Association. At present, the team has carried out a series of environmental protection and community service projects, and formed an operation model of “Volunteer commitments, Fund's Contribution, and Institutional Support” to improve the quality of life through joint efforts.

On 29 March 2025, in active response to the “Green and Beautiful Guangdong” initiative, the Party Committee of Logan Group and Logan Charity Fund (龍光慈善基金會), in collaboration with the Shenzhen Spring environmental protection volunteer association, organised a tree-planting activity and themed Party Day event at the Yinye Tree Wetland Park in Baguang, Dapeng New District. Party members and employee volunteers of the Group participated in the activity, demonstrating their support for ecological and environmental conservation through concrete action.

## COMMUNITY DEVELOPMENT AND PUBLIC WELFARE

The volunteer awards have been set up by the Fund to regularly recognize the outstanding performance of volunteers in accordance with the hours and quality of voluntary services, and encourage other volunteers to follow the role models. The team continues to attract new members, looking forward to more people to join in, so as to contribute more to the society.

Logan will continue to launch more environmental protection and community service projects in the future to give back to society.

# STATISTICS SUMMARY<sup>11</sup>

Types of air emissions, sewage and GHG emission <sup>12</sup>	Unit	2025	2024	2023	2022
<b>Air emissions and sewage discharge<sup>13</sup></b>					
Nitrogen oxide (NOx) <sup>14</sup>	Kg	162	216	371	522
Sulfur oxides (SOx)	Kg	1	2	3	6
Particulate matters (PM)	Kg	1,476	2,109	4,019	6,340
Hydrocarbon (HC)	Kg	12	16	27	37
Volatile organic compounds (VOCs)	Kg	170	227	410	647
Carbon monoxide (CO)	Kg	539	770	1,391	2,194
Sewage	Tonnes	115,584	185,172	352,910	655,837
<b>GHG Emission<sup>15</sup></b>					
Scope 1 GHG emissions	Tonnes	187	316	628	997
Scope 1 Intensity of GHG emissions (per square meter of gross floor area of construction and offices)		0.00003	0.00004	0.00006	0.00005
Scope 2 GHG emissions <sup>16</sup>	Tonnes	5,614	8,517	14,394	20,513
Scope 2 Intensity of GHG emissions (per square meter of gross floor area of construction and offices)		0.00067	0.00102	0.00133	0.00094
Scope 3 GHG emissions: Category 5: Waste generated during operations	<b>Tonnes</b>	<b>3,553</b>	—	—	—

<sup>11</sup> All environmental data, such as GHG emissions and energy consumption, are only calculated for the portion directly emitted or produced by Logan's business operations.

<sup>12</sup> As compared to last year, "air emissions, sewage, and GHG emissions", "hazardous waste", "non-hazardous waste", "energy consumption", and "water consumption" have all decreased significantly due to the significant decrease in the construction business in 2024 as compared to 2023.

<sup>13</sup> Data regarding air emissions are estimated based on the technical specifications and operating data of construction machinery and transportation vehicles. Calculation of the data refers to the methodologies listed in the Reporting Guidance on Environmental KPIs of the HKEX.

<sup>14</sup> Nitrogen oxide emissions are calculated based on the annual fuel consumption; sulfur oxide emissions are calculated based on the annual consumption of fuel oil; particulate matter emissions are calculated based on the construction area; hydrocarbon emissions are calculated based on the annual fuel consumption; volatile organic compound emissions are calculated based on the consumption of materials such as paints; carbon monoxide emissions are calculated based on the annual consumption of fuel oil; and sewage emissions are calculated based on the annual consumption of sewage.

<sup>15</sup> Data only comprise energy directly utilized by the Group over the course of its business operation, excluding energy consumption beyond direct control by the Group. Calculation of carbon dioxide emission is based on the Greenhouse Gas Protocol jointly published by the World Business Council for Sustainable Development (WBCSD) and the World Resources Institute (WRI), the Notice on the Management of Greenhouse Gas Emissions Reporting of Enterprises in the Power Generation Industry from 2023 to 2025 published by the Ecological and Environmental Ministry of the People's Republic of China, the Guide for Greenhouse Gas Emission Accounting Methods and Reporting for Public Building Operators (Trial), and the Reporting Guidance on Environmental KPIs of the HKEX, with the aim to ensure data comparability, verifiability, and compliance. In 2025, the Group's measurement methods, input data, and assumptions remained unchanged.

<sup>16</sup> The Scope 2 GHG emissions of the Group are reported on a geographic basis.

STATISTICS  
SUMMARY<sup>11</sup>

Types of hazardous waste <sup>12,17</sup>	Unit	2025	2024	2023	2022
<b>Construction wastes</b>					
Asbestos	Tonnes	0.38	0.50	0.85	1.35
Fluorescent light tubes	Tonnes	0.25	0.35	0.66	1.04
<b>Office wastes<sup>18</sup></b>					
Ink cartridges	Tonnes	0.18	0.36	0.78	1.35
Toner cartridges	Tonnes	0.32	0.74	1.84	3.12
<b>Toner cartridges<sup>12</sup></b>					
	Unit	2025	2024	2023	2022
<b>Construction wastes</b>					
Building debris	Tonnes	7,386	10,552	18,099	29,869
Rubble	Tonnes	1.06	1.41	2.42	3.99
Earth	Tonnes	145,441	207,773	375,144	1,047,463
Concrete	Tonnes	47,393	67,704	122,243	206,811
Asphalt	Tonnes	87	116	199	329
Metal scrap	Tonnes	284	378	683	1,126
Wood	Tonnes	692	988	1,695	2,798
<b>Office wastes<sup>18</sup></b>					
Paper	Tonnes	5.28	15.38	30.24	40.38
Paper cups	Tonnes	0.34	1.02	2.05	3.20
Plastic bottles	Tonnes	0.09	0.18	0.41	0.78

<sup>17</sup> The identification of hazardous wastes is based on “Directory of National Hazardous Wastes (Version 2021)” (國家危險廢物名錄 (2021年版)) issued by the Ministry of Environmental Protection of the People’s Republic of China.

<sup>18</sup> Calculation of data regarding harmful office wastes is based on the annual purchase amount.

STATISTICS  
SUMMARY<sup>11</sup>

Energy consumption <sup>12</sup>	Unit	2025	2024	2023	2022
<b>Energy consumption of building</b>					
Total electricity	kWh	10,073,126	13,406,863	21,984,005	34,681,343
Intensity (per square meter of gross floor area of construction)		1.4888	1.7562	2.0401	1.5916
Gasoline	liter	16,509	22,011	39,742	62,697
Intensity (per square meter of gross floor area of construction)		0.0024	0.0029	0.0037	0.0029
Diesel	liter	23,891	34,129	61,622	97,214
Intensity (per square meter of gross floor area of construction)		0.0035	0.0045	0.0057	0.0045
Natural gas	cubic meter	3,234	4,492	7,705	12,155
Intensity (per square meter of gross floor area of construction)		0.0005	0.0006	0.0007	0.0006
<b>Energy consumption of office</b>					
Total electricity	kWh	506,880	1,137,035	3,255,108	4,458,815
Intensity (per square meter of gross floor area of offices)		57.6262	77.5974	150.4557	136.1387
Gasoline	liter	32,616	68,548	148,230	236,745
Intensity (per square meter of gross floor area of offices)		3.7080	4.6781	6.8514	7.2284
Natural gas	cubic meter	3,147	5,789	12,564	19,846
Intensity (per square meter of gross floor area of offices)		0.3578	0.3951	0.5807	0.6059
<b>Water consumption<sup>12</sup></b>					
<b>Water consumption of building</b>					
Water consumption	cubic meter	753,808	1,214,359	2,082,948	3,294,544
Intensity (per square meter of gross floor area of construction)		0.1114	0.1591	0.1933	0.1512
<b>Water consumption of office</b>					
Water consumption	cubic meter	20,639	30,536	71,679	95,782
Intensity (per square meter of gross floor area of offices)		2.3464	2.0839	3.3131	2.9245

STATISTICS  
SUMMARY<sup>11</sup>

Total workforce	Unit	2025	2024	2023	2022
<b>Gender</b>					
Male	person	762	882	1,478	1,612
Female	person	510	554	760	749
<b>Types of employment</b>					
General employee	person	451	953	1,467	1,522
Middle level staff and management	person	267	427	704	779
Senior management	person	44	56	67	60
<b>Age group</b>					
Below 30	person	203	252	396	392
30–49	person	977	1,099	1,734	1,885
50 or above	person	92	85	108	84
<b>Geographical region</b>					
Mainland China	person	1,234	1,394	2,187	2,313
Hong Kong Special Administrative Region	person	27	28	35	35
Singapore	person	11	14	16	13
<b>Employee turnover rate</b>					
<b>Resignation for the year</b>					
<b>Gender</b>					
Male	person	287	783	549	1,217
Female	person	154	363	265	530
<b>Age group</b>					
Below 30	person	107	223	164	433
30–49	person	315	874	628	1,289
50 or above	person	19	49	22	25
<b>Geographical region</b>					
Mainland China	person	429	1,133	800	1,725
Hong Kong Special Administrative Region	person	9	11	12	15
Singapore	person	3	2	2	7

STATISTICS  
SUMMARY<sup>11</sup>

Employment for the year					
<b>Gender</b>					
Male	person	182	221	282	176
Female	person	120	142	217	113
<b>Age group</b>					
Below 30	person	108	167	159	81
30–49	person	184	192	324	205
50 or above	person	10	4	16	3
<b>Geographical region</b>					
Mainland China	person	294	357	480	271
Hong Kong Special Administrative Region	person	8	6	13	15
Singapore	person	0	0	6	3
<b>Number of work-related fatalities per year</b>					
	<b>Unit</b>	<b>2025</b>	<b>2024</b>	<b>2023</b>	<b>2022</b>
Number of work-related fatalities	person	0	0	0	0
Lost days due to work injury	work days	0	18	30	75
<b>Percentage of employees trained</b>					
	<b>Unit</b>	<b>2025</b>	<b>2024</b>	<b>2023</b>	<b>2022</b>
<b>Gender</b>					
Male	percentage	100%	100%	100%	100%
Female	percentage	100%	86.46%	100%	100%
<b>Types of employment category</b>					
General employee	percentage	100%	100%	100%	100%
Middle level staff and management	percentage	100%	100%	100%	100%
Senior management	percentage	100%	67.86%	100%	100%
<b>Average training hours of employees</b>					
	<b>Unit</b>	<b>2025</b>	<b>2024</b>	<b>2023</b>	<b>2022</b>
<b>Gender</b>					
Male	hour	42.11	35.99	36.00	36.00
Female	hour	31.15	36.03	36.01	36.00
<b>Types of employment category</b>					
General employee	hour	37.00	37.00	36.20	36.20
Middle level staff and management	hour	41.96	35.91	35.98	35.94
Senior management	hour	18.90	32.13	31.63	31.80

STATISTICS  
SUMMARY<sup>11</sup>

Number of suppliers		Unit	2025	2024	2023	2022
Total number of suppliers in Mainland China	person		3,935	4,179	4,572	4,285
Total number of suppliers in Hong Kong	person		0	0	0	4
Service complaints		Unit	2025	2024	2023	2022
Service complaints received	case		1,064	576	599	682
Legal cases regarding corrupt practices		Unit	2025	2024	2023	2022
Concluded legal cases regarding corrupt practices	case		0	0	1	1

## INDEX OF REPORTING INDICATORS

The content index of Part D of Appendix C2 of the Environmental, Social and Governance Reporting Guide issued by the Hong Kong Stock Exchange is set out below.

Aspect	No.	Reporting Guide	Section of Reporting	Remark
<b>A1:</b> Emissions	General Disclosure	Information on: (a) the policies; and (b) compliance with relevant laws and regulations that have a significant impact on the issuer  relating to air and greenhouse gas emissions, discharges into water and land, and generation of hazardous and non-hazardous waste	ENVIRONMENT PROTECTION AND HARMONY	
	A1.1	The types of emissions and respective emissions data	STATISTICS SUMMARY	
	A1.2	Direct (scope 1) and indirect (scope 2) greenhouse gas emissions and intensity	STATISTICS SUMMARY	
	A1.3	Total hazardous waste produced and intensity	STATISTICS SUMMARY	
	A1.4	Total non-hazardous waste produced and intensity	STATISTICS SUMMARY	
	A1.5	Description of emission target(s) set and steps taken to achieve them	ENVIRONMENT PROTECTION AND HARMONY	
	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	ENVIRONMENT PROTECTION AND HARMONY	
<b>A2:</b> Use of Resources	General Disclosure	Policies on the efficient use of resources, including energy, water and other raw materials	ENVIRONMENT PROTECTION AND HARMONY – GREEN CONSTRUCTION/GREEN OPERATION	
	A2.1	Direct and/or indirect energy consumption by type in total and intensity	STATISTICS SUMMARY	
	A2.2	Water consumption in total and intensity	STATISTICS SUMMARY	
	A2.3	Description of energy use efficiency target(s) set and steps taken to achieve them	ENVIRONMENT PROTECTION AND HARMONY – GREEN CONSTRUCTION/GREEN OPERATION	
	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	ENVIRONMENT PROTECTION AND HARMONY – GREEN CONSTRUCTION/GREEN OPERATION	
	A2.5	Total packaging material used for finished products and per unit produced	N/A	The relevant disclosure is not applicable to our business which does not involve a large amount of packaging materials

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Aspect	No.	Reporting Guide	Section of Reporting	Remark
<b>A3:</b> Environment and Natural Resources	General Disclosure	Policies on minimizing the issuer's significant impact on the environment and natural resources	ENVIRONMENT PROTECTION AND HARMONY – GREEN CITIES/GREEN CONSTRUCTION	
	A3.1	Description of the significant impacts of activities on the environment and natural resources and the actions taken to manage them	ENVIRONMENT PROTECTION AND HARMONY – GREEN CITIES/GREEN CONSTRUCTION	
<b>B1:</b> Employment	General Disclosure	Information on: (a) the policies; and (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	EMPLOYEE CARE AND GROWTH	
	B1.1	Total workforce by gender, employment type, age group and geographical region	STATISTICS SUMMARY	
	B1.2	Employee turnover rate by gender, age group and geographical region	STATISTICS SUMMARY	
<b>B2:</b> Health and Safety	General Disclosure	Information on: (a) the policies; and (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	EMPLOYEE CARE AND GROWTH – OCCUPATIONAL HEALTH AND SAFETY	
	B2.1	Number and rate of work-related fatalities in the past three years	STATISTICS SUMMARY	
	B2.2	Lost days due to work injury	STATISTICS SUMMARY	
	B2.3	Description of occupational health and safety measures adopted, how they are implemented and monitored	EMPLOYEE CARE AND GROWTH – OCCUPATIONAL HEALTH AND SAFETY	
<b>B3:</b> Development and Training	General Disclosure	Policies on improving employees' knowledge and skills for discharging duties at work and description of training activities	EMPLOYEE CARE AND GROWTH – DEVELOPMENT AND TRAINING	
	B3.1	The percentage of employees trained by gender and employee category	STATISTICS SUMMARY	
	B3.2	The average training hours completed per employee by gender and employee category	STATISTICS SUMMARY	

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Aspect	No.	Reporting Guide	Section of Reporting	Remark
<b>B4:</b> Labour Standards	General Disclosure	Information on: (a) the policies; and (b) compliance with relevant laws and regulations that have a significant impact on the issuer relating to preventing child and forced labour	BUSINESS PRINCIPLES OF SUSTAINABLE DEVELOPMENT – PREVENTION OF CHILD AND FORCED LABOUR	
	B4.1	Description of measures to review employment practices to avoid child and forced labour	BUSINESS PRINCIPLES OF SUSTAINABLE DEVELOPMENT – PREVENTION OF CHILD AND FORCED LABOUR	
	B4.2	Description of steps taken to eliminate such practices when discovered	BUSINESS PRINCIPLES OF SUSTAINABLE DEVELOPMENT – PREVENTION OF CHILD AND FORCED LABOUR	
<b>B5:</b> Supply Chain Management	General Disclosure	Policies on managing environmental and social risks of the supply chain	URBAN RENEWAL AND HARMONIZATION BETWEEN HUMAN HABITATION AND NATURE – SUSTAINABLE SUPPLY CHAIN	
	B5.1	Number of suppliers by geographical region	STATISTICS SUMMARY	
	B5.2	Description of practices relating to engaging suppliers, number of suppliers where the practices are being implemented, how they are implemented and monitored	URBAN RENEWAL AND HARMONIZATION BETWEEN HUMAN HABITATION AND NATURE – SUSTAINABLE SUPPLY CHAIN	
	B5.3	Description of practices used to identify environmental and social risks along the supply chain, and how they are implemented and monitored	URBAN RENEWAL AND HARMONIZATION BETWEEN HUMAN HABITATION AND NATURE – SUSTAINABLE SUPPLY CHAIN	
	B5.4	Description of practices used to promote environmentally preferable products and services when selecting suppliers, and how they are implemented and monitored	ENVIRONMENT PROTECTION AND HARMONY – GREEN AND LOCAL PROCUREMENT	

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Aspect	No.	Reporting Guide	Section of Reporting	Remark
<b>B6:</b> Product Responsibility	General Disclosure	Information on: (a) the policies; and (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	URBAN RENEWAL AND HARMONIZATION BETWEEN HUMAN HABITATION AND NATURE	
	B6.1	Percentage of total products sold or shipped subject to recalls for safety and health reasons	N/A	The relevant disclosure is not applicable to our business which does not involve product recall
	B6.2	Number of products and service related complaints received and how they are dealt with	URBAN RENEWAL AND HARMONIZATION BETWEEN HUMAN – SERVICE QUALITY	
	B6.3	Description of practices relating to observing and protecting intellectual property rights	BUSINESS PRINCIPLES OF SUSTAINABLE DEVELOPMENT – INTELLECTUAL PROPERTY RIGHTS	
	B6.4	Description of quality assurance process and recall procedures	URBAN RENEWAL AND HARMONIZATION BETWEEN HUMAN HABITATION AND NATURE – PRODUCT QUALITY AND SAFETY	
	B6.5	Description of consumer data protection and privacy policies, how they are implemented and monitored	BUSINESS PRINCIPLES OF SUSTAINABLE DEVELOPMENT – PERSONAL PRIVACY AND INFORMATION PROTECTION	

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Aspect	No.	Reporting Guide	Section of Reporting	Remark
<b>B7:</b> Anti-corruption	General Disclosure	Information on: (a) the policies; and (b) compliance with relevant laws and regulations that have a significant impact on the issuer relating to bribery, extortion, fraud and money laundering	BUSINESS PRINCIPLES OF SUSTAINABLE DEVELOPMENT – PREVENTION OF BRIBERY, FRAUD AND MONEY LAUNDERING	
	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	STATISTICS SUMMARY	
	B7.2	Description of preventive measures and whistle-blowing procedures, how they are implemented and monitored	BUSINESS PRINCIPLES OF SUSTAINABLE DEVELOPMENT – PREVENTION OF BRIBERY, FRAUD AND MONEY LAUNDERING	
	B7.3	Description of the anti-corruption training provided to directors and employees	BUSINESS PRINCIPLES OF SUSTAINABLE DEVELOPMENT – PREVENTION OF BRIBERY, FRAUD AND MONEY LAUNDERING	
<b>B8:</b> Community Investment	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	COMMUNITY DEVELOPMENT AND PUBLIC WELFARE	
	B8.1	Focus areas of contribution	COMMUNITY DEVELOPMENT AND PUBLIC WELFARE	
	B8.2	Resources contributed to the focus area	COMMUNITY DEVELOPMENT AND PUBLIC WELFARE	

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Climate-related Disclosures

(I) Governance

19. An issuer shall disclose information about:

- |     |  |  |
|-----|--|--|
| (a) | <p>The governance body(s) (which can include a board, committee or equivalent body charged with governance) or individual(s) responsible for oversight of climate-related risks and opportunities. Specifically, the issuer shall identify that body(s) or individual(s) and disclose information about:</p> <ul style="list-style-type: none"> <li>(i) how the body(s) or individual(s) determines whether appropriate skills and competences are available or will be developed to oversee strategies designed to respond to climate-related risks and opportunities;</li> <li>(ii) how and how often the body(s) or individual(s) is informed about climate-related risks and opportunities;</li> <li>(iii) how the body(s) or individual(s) takes into account climate-related risks and opportunities when overseeing the issuer's strategy, its decisions on major transactions, and its risk management processes and related policies, including whether the body(s) or individual(s) has considered tradeoffs associated with those risks and opportunities;</li> </ul> <p>how the body(s) or individual(s) oversees the setting of, and monitors progress towards, targets related to climate-related risks and opportunities (see Paragraphs 37 to 40), including whether and how related performance metrics are included in remuneration policies (see Paragraph 35); and</p> | <p>Business Principles of Sustainable Development – Governance Structure for Sustainable Development</p> |
| (b) | <p>management's role in the governance processes, controls and procedures used to monitor, manage and oversee climate-related risks and opportunities, including information about:</p> <ul style="list-style-type: none"> <li>(i) whether the role is delegated to a specific management-level position or management-level committee and how oversight is exercised over that position or committee; and</li> <li>(ii) whether management uses controls and procedures to support the oversight of climate-related risks and opportunities and, if so, how these controls and procedures are integrated with other internal functions</li> </ul>   |  |

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## Climate-related Disclosures

## (II) Strategy

## Climate-related risks and opportunities

20. An issuer shall disclose information to enable an understanding of climate-related risks and opportunities 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. Specifically, the issuer shall:
- |     |   |                                     |
|-----|---|-------------------------------------|
| (a) | describe climate-related risks and opportunities 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;   | Combating Climate Change — Strategy |
| (b) | explain, for each climate-related risk the issuer has identified, whether the issuer considers the risk to be a climate-related physical risk or climate-related transition risk;   |                                     |
| (c) | specify, for each climate-related risk and opportunity the issuer has identified, over which time horizons — short, medium or long term — the effects of each climate-related risk and opportunity could reasonably be expected to occur; and |                                     |
| (d) | explain how the issuer defines 'short term', 'medium term' and 'long term' and how these definitions are linked to the planning horizons used by the issuer for strategic decision-making.  |                                     |

## Business model and value chain

21. An issuer shall disclose information that enables an understanding of the current and anticipated effects of climate-related risks and opportunities on the issuer's business model and value chain. Specifically, the issuer shall disclose:
- |     |   |                                     |
|-----|---|-------------------------------------|
| (a) | a description of the current and anticipated effects of climate-related risks and opportunities on the issuer's business model and value chain; and   | Combating Climate Change — Strategy |
| (b) | a description of where in the issuer's business model and value chain climate-related risks and opportunities are concentrated (for example, geographical areas, facilities and types of assets). |                                     |

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Climate-related Disclosures

Strategy and decision-making

22. An issuer shall disclose information that enables an understanding of the effects of climate-related risks and opportunities on its strategy and decision-making. Specifically, the issuer shall disclose:
- (a) information about how the issuer has responded to, and plans to respond to, climate-related risks and opportunities in its strategy and decision-making, including how the issuer plans to achieve any climate-related targets it has set and any targets it is required to meet by law or regulation. Specifically, the issuer shall disclose information about:
- (i) current and anticipated changes to the issuer’s business model, including its resource allocation, to address climate-related risks and opportunities;
- (ii) current and anticipated adaptation and mitigation efforts (whether direct or indirect);
- (iii) any climate-related transition plan the issuer has (including information about key assumptions used in developing its transition plan, and dependencies on which the issuer’s transition plan relies), or an appropriate negative statement where the issuer does not have a climate-related transition plan;
- (iv) how the issuer plans to achieve any climate-related targets (including any greenhouse gas emissions targets (if any)), described in accordance with paragraphs 37 to 40; and
- (b) information about how the issuer is resourcing, and plans to resource, the activities disclosed in accordance with paragraph 22(a).
23. An issuer shall disclose the progress of plans previously disclosed in accordance with paragraph 22(a) during each reporting period.

Combating Climate  
Change — Strategy

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## Climate-related Disclosures

**Financial position, financial performance and cash flows**

## Current financial effects

24. An issuer shall disclose qualitative and quantitative information about:

- |     |  |                                     |
|-----|--|-------------------------------------|
| (a) | how climate-related risks and opportunities have affected its financial position, financial performance and cash flows for the reporting period; and   | Combating Climate Change — Strategy |
| (b) | the climate-related risks and opportunities identified in paragraph 24(a) for which there is a significant risk of a material adjustment within the next annual reporting period to the carrying amounts of assets and liabilities reported in the related financial statements. |                                     |

## Anticipated financial effects

25. The issuer shall provide qualitative and quantitative disclosures about:

- |     |  |                                     |
|-----|--|-------------------------------------|
| (a) | how the issuer expects its financial position to change over the short, medium and long term, given its strategy to manage climate-related risks and opportunities, taking into consideration: | Combating Climate Change — Strategy |
|     | (i) its investment and disposal plans; and   |                                     |
|     | (ii) its planned sources of funding to implement its strategy; and   |                                     |
| (b) | how the issuer expects its financial performance and cash flow to change over the short, medium and long term, given its strategy to manage climate-related risks and opportunities.           |                                     |

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Climate-related Disclosures

Climate resilience

26. An issuer shall disclose information that enables an understanding of the resilience of the issuer's strategy and business model to climate-related changes, developments and uncertainties, taking into consideration the issuer's identified climate-related risks and opportunities. An issuer shall use climate-related scenario analysis to assess its climate resilience using an approach that is commensurate with an issuer's circumstances. In providing quantitative information, the issuer may disclose a single amount or a range. Specifically, the issuer shall disclose:
- (a) the issuer's assessment of its climate resilience as at the reporting date, which shall enable an understanding of:
    - (i) the implications, if any, of the issuer's assessment for its strategy and business model, including how the issuer would need to respond to the effects identified in the climate-related scenario analysis;
    - (ii) the significant areas of uncertainty considered in the issuer's assessment of its climate resilience; and
    - (iii) the issuer's capacity to adjust, or adapt its strategy and business model to climate change over the short, medium or long term;
  - (b) how and when the climate-related scenario analysis was carried out, including:
    - (i) information about the inputs used, including:
      - (1) which climate-related scenarios the issuer used for the analysis and the sources of such scenarios;
      - (2) whether the analysis included a diverse range of climate-related scenarios;
      - (3) whether the climate-related scenarios used for the analysis are associated with climate-related transition risks or climate-related physical risks;
      - (4) whether the issuer used, among its scenarios, a climate-related scenario aligned with the latest international agreement on climate change;
      - (5) why the issuer decided that its chosen climate-related scenarios are relevant to assessing its resilience to climate-related changes, developments or uncertainties;
      - (6) time horizons the issuer used in the analysis; and
      - (7) what scope of operations the issuer used in the analysis (for example, the operation locations and business units used in the analysis);
    - (ii) the key assumptions the issuer made in the analysis; and
    - (iii) the reporting period in which the climate-related scenario analysis was carried out.

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## Climate-related Disclosures

## (III) Risk Management

27. An issuer shall disclose information about:

- |       |  |  |
|-------|--|--|
| (a)   | the processes and related policies it uses to identify, assess, prioritise and monitor climate-related risks, including information about:   | Combating Climate Change — Risk Management |
| (i)   | the inputs and parameters the issuer uses (for example, information about data sources and the scope of operations covered in the processes);  |  |
| (ii)  | whether and how the issuer uses climate-related scenario analysis to inform its identification of climate-related risks;   |  |
| (iii) | how the issuer assesses the nature, likelihood and magnitude of the effects of those risks (for example, whether the issuer considers qualitative factors, quantitative thresholds or other criteria);   |  |
| (iv)  | whether and how the issuer prioritises climate-related risks relative to other types of risks;   |  |
| (v)   | how the issuer monitors climate-related risks; and   |  |
| (vi)  | whether and how the issuer has changed the processes it uses compared with the previous reporting period;  |  |
| (b)   | the processes the issuer uses to identify, assess, prioritise and monitor climate-related opportunities (including information about whether and how the issuer uses climate-related scenario analysis to inform its identification of climate-related opportunities); and |  |
| (c)   | 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.   |  |

## (IV) Metrics and Targets

## Greenhouse gas emissions

28. An issuer shall disclose its absolute gross greenhouse gas emissions generated during the reporting period, expressed as metric tons of CO<sub>2</sub> equivalent, classified as:

- |     |                                       |  |
|-----|---------------------------------------|--|
| (a) | Scope 1 greenhouse gas emissions;     | Combating Climate Change — Metrics and Targets |
| (b) | Scope 2 greenhouse gas emissions; and |  |
| (c) | Scope 3 greenhouse gas emissions.     |  |

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**Climate-related Disclosures**

29. An issuer shall:
- (a) measure its greenhouse gas emissions in accordance with the Greenhouse Gas Protocol: A Corporate Accounting and Reporting Standard (2004) unless required by a jurisdictional authority or another exchange on which the issuer is listed to use a different method for measuring greenhouse gas emissions;
  - (b) disclose the approach it uses to measure its greenhouse gas emissions including:
    - (i) the measurement approach, inputs and assumptions the issuer uses to measure its greenhouse gas emissions;
    - (ii) the reason why the issuer has chosen the measurement approach, inputs and assumptions it uses to measure its greenhouse gas emissions; and
    - (iii) any changes the issuer made to the measurement approach, inputs and assumptions during the reporting period and the reasons for those changes;
  - (c) for Scope 2 greenhouse gas emissions disclosed in accordance with paragraph 28(b), disclose its location-based Scope 2 greenhouse gas emissions, and provide information about any contractual instruments that is necessary to enable an understanding of the issuer's Scope 2 greenhouse gas emissions; and
  - (d) for Scope 3 greenhouse gas emissions disclosed in accordance with paragraph 28(c), disclose the categories included within the issuer's measure of Scope 3 greenhouse gas emissions, in accordance with the Scope 3 categories described in the Greenhouse Gas Protocol Corporate Value Chain (Scope 3) Accounting and Reporting Standard (2011).

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**Climate-related transition risks**

30. An issuer shall disclose the amount and percentage of assets or business activities vulnerable to climate-related transition risks.

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**Climate-related physical risks**

31. An issuer shall disclose the amount and percentage of assets or business activities vulnerable to climate-related physical risks.

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**Climate-related opportunities**

32. An issuer shall disclose the amount and percentage of assets or business activities aligned with climate-related opportunities.

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## Climate-related Disclosures

## Capital deployment

- |   |  |
|---|--|
| 33. An issuer shall disclose the amount of capital expenditure, financing or investment deployed towards climate-related risks and opportunities. | Combating Climate Change — Metrics and Targets |
|---|--|

## Internal carbon prices

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|--|--|
| 34. An issuer shall disclose:  |  |
| (a) an explanation of whether and how the issuer is applying a carbon price in decision-making (for example, investment decisions, transfer pricing, and scenario analysis); and | Combating Climate Change — Metrics and Targets |
| (b) the price of each metric tonne of greenhouse gas emissions the issuer uses to assess the costs of its greenhouse gas emissions;  |  |

## Remuneration

- |  |   |
|--|---|
| 35. An issuer shall disclose whether and how climate-related considerations are factored into remuneration policy, or an appropriate negative statement. This may form part of the disclosure under paragraph 19(a)(iv). | Business Principles of Sustainable Development — Governance Structure For Sustainable Development |
|--|---|

## Industry-based metrics

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|--|--|
| 36. An issuer is encouraged to disclose industry-based metrics that are associated with one or more particular business models, activities or other common features that characterize participation in an industry. In determining the industry-based metrics that the issuer discloses, an issuer is encouraged to refer to and consider the applicability of the industry-based metrics associated with disclosure topics described in the IFRS S2 Industry-based Guidance on implementing Climate-related Disclosures and other industry-based disclosure requirements prescribed under other international ESG reporting frameworks. | The Group has not disclosed any industry-specific key performance indicators relating to its business model, operations or common characteristics of its industry at this stage. |
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Climate-related Disclosures

Climate-related targets

37. An issuer shall disclose (a) the qualitative and quantitative climate-related targets the issuer has set to monitor progress towards achieving its strategic goals; and (b) any targets the issuer is required to meet by law or regulation, including any greenhouse gas emissions targets. For each target, the issuer shall disclose:
- |     |   |  |
|-----|---|--|
| (a) | the metric used to set the target;  | Combating Climate Change — Metrics and Targets                             |
| (b) | the objective of the target (for example, mitigation, adaptation or conformance with science-based initiatives);  | Combating Climate Change — Metrics and Targets                             |
| (c) | the part of the issuer to which the target applies (for example, whether the target applies to the issuer in its entirety or only a part of the issuer, such as a specific business unit or geographic region); | Combating Climate Change — Metrics and Targets                             |
| (d) | the period over which the target applies;   | Combating Climate Change — Metrics and Targets                             |
| (e) | the base period from which progress is measured;  | Combating Climate Change — Metrics and Targets                             |
| (f) | milestones or interim targets (if any);   | The Group has not set any phased targets or interim targets at this stage. |
| (g) | if the target is quantitative, whether the target is an absolute target or an intensity target; and   | Combating Climate Change — Metrics and Targets                             |
| (h) | how the latest international agreement on climate change, including jurisdictional commitments that arise from that agreement, has informed the target.   | Combating Climate Change — Metrics and Targets                             |
38. An issuer shall disclose information about its approach to setting and reviewing each target, and how it monitors progress against each target, including:
- |     |  |  |
|-----|--|--|
| (a) | whether the target and the methodology for setting the target has been validated by a third party; | Combating Climate Change — Metrics and Targets |
| (b) | the issuer's processes for reviewing the target;   | Combating Climate Change — Metrics and Targets |
| (c) | the metrics used to monitor progress towards reaching the target; and                              | Combating Climate Change — Metrics and Targets |
| (d) | any revisions to the target and an explanation for those revisions.                                | Combating Climate Change — Metrics and Targets |
39. An issuer shall disclose information about its performance against each climate-related target and an analysis of trends or changes in the issuer's performance.

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## Climate-related Disclosures

40. For each greenhouse gas emission targets disclosed in accordance with paragraphs 37 to 39, an issuer shall disclose:
- (a) which greenhouse gases are covered by the target;
  - (b) whether Scope 1, Scope 2 or Scope 3 greenhouse gas emissions are covered by the target;
  - (c) whether the target is a gross greenhouse gas emissions target or a net greenhouse gas emissions target. If the issuer discloses a net greenhouse gas emissions target, the issuer is also required to separately disclose its associated gross greenhouse gas emissions target;
  - (d) whether the target was derived using a sectoral decarbonisation approach; and
  - (e) the issuer's planned use of carbon credits to offset greenhouse gas emissions to achieve any net greenhouse gas emissions target. In explaining its planned use of carbon credits, the issuer shall disclose:
    - (i) the extent to which, and how, achieving any net greenhouse gas emissions target relies on the use of carbon credits;
    - (ii) which third-party scheme(s) will verify or certify the carbon credits;
    - (iii) the type of carbon credit, including whether the underlying offset will be nature-based or based on technology carbon removals, and whether the underlying offset is achieved through carbon reduction or removal; and
    - (iv) any other factors necessary to enable an understanding of the credibility and integrity of the carbon credits the issuer plans to use (for example, assumptions regarding the permanence of the carbon offset).

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The Group has not adopted any industry-specific decarbonisation methods and currently has no short-term plans to achieve any net greenhouse gas emissions targets through carbon credit offsets. However, it will prudently assess the feasibility of carbon credits in the long term as and when necessary.

## Applicability of Cross-industry Metrics and Industry-based Metrics

41. In preparing disclosures to meet the requirements in paragraphs 21 to 26 and 37 to 38, an issuer shall refer to and consider the applicability of (i) cross-industry metrics (see paragraphs 28 to 35) and (ii) industry-based metrics (see paragraph 36).

Combating Climate Change — Metrics and Targets

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