



Oi Wah Pawnshop Credit Holdings Limited

靚華押業信貸控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 1319)

Environmental, Social and Governance Report 2026

CONTENT

ABOUT THE GROUP	4
ABOUT THE ESG REPORT	5
REPORT SCOPE AND BOUNDARY	5
INFORMATION AND FEEDBACK	6
OUR STAKEHOLDERS.....	6
MATERIALITY ANALYSIS	7
ESG AND CLIMATE-RELATED GOVERNANCE.....	9
Governance Structure	9
Climate-related Governance	9
ENVIRONMENTAL COMPLIANCE.....	11
AIR EMISSIONS	11
GENERATION OF WASTE.....	12
Hazardous Waste	12
Non-hazardous Waste.....	12
USE OF RESOURCES	13
Water Usage	13
Electricity and Energy Usage	14
Packaging Materials	15
THE ENVIRONMENT AND NATURAL RESOURCES.....	15
CLIMATE CHANGE	16
Climate-related Risks and Opportunities	17
Business Model and Value Chain.....	19
Climate Resilience and Scenario Analysis	19
Climate-related Risk Management	21
GHG Emissions	21

GHG Emission Calculation Methodology	23
Cross-industry Metrics and Climate-related Metrics	23
Internal Carbon Pricing.....	23
Climate-related Targets.....	23
EMPLOYMENT PRACTICES	25
Recruitment and promotion	25
Remuneration, benefits and welfare	25
Working hours, rest periods and dismissal.....	26
Equal opportunity, diversity and anti-discrimination	26
HEALTH AND SAFETY	27
DEVELOPMENT AND TRAINING.....	28
LABOUR STANDARDS	30
SUPPLY CHAIN MANAGEMENT	31
PRODUCT AND SERVICE RESPONSIBILITY	31
Customer Privacy and Data Protection.....	31
Customer Care and Complaint Handling	32
Advertising	32
Intellectual Property Rights	33
Quality Assurance and Recall Procedure	33
ANTI-CORRUPTION	33
COMMUNITY INVESTMENT	34
HKEX ESG CODE – CONTENT INDEX	35

ABOUT THE GROUP

Oi Wah Pawnshop Credit Holdings Limited (“**Oi Wah**”, the “**Company**”, “**we**” or “**us**”) and its subsidiaries (collectively, the “**Group**”) are principally engaged in the provision of secured financing services, including pawn loan and mortgage loan services, to individuals and corporate customers in Hong Kong.

As one of the established pawn loan and property mortgage service providers in Hong Kong, the Group has upheld the values of professionalism, integrity and customer orientation in its business operations. These values have supported the Group’s long-term development, reputation and relationship with customers, investors and other stakeholders.

As a listed company, we recognise the importance of transparency, accountability and responsible business conduct. This Environmental, Social and Governance Report (the “**ESG Report**” or the “**Report**”) presents the Group’s sustainability approach, policies, initiatives and performance from 1 March 2025 to 28 February 2026 (the “**2026**” or “**Reporting Period**”). It also outlines how environmental, social and governance considerations are integrated into our daily operations and long-term business development.

The Group believes that corporate sustainability is fundamental to its long-term resilience and success. In pursuing sustainable development, we take into account our responsibilities towards environmental protection, employee well-being, customer protection, regulatory compliance, ethical business practices and community contribution. We also consider relevant short-term and long-term factors, including business risks and opportunities, stakeholder expectations, applicable laws and regulations, market practices, climate-related developments and risk management priorities.

We believe that effective ESG management requires continuous review, monitoring and engagement with stakeholders. Accordingly, this Report includes relevant key performance indicators (“**KPIs**”) and qualitative disclosures to provide stakeholders with a balanced and meaningful understanding of the Group’s ESG performance and the effectiveness of measures implemented during the Reporting Period.

Sustainability is not merely a corporate concept, but an important objective shared by businesses and society. The Group will continue to manage ESG-related risks and opportunities in a prudent manner, allocate resources responsibly and enhance its contribution to stakeholders and the wider community.

ABOUT THE ESG REPORT

The Group is pleased to present this ESG Report, which provides an overview of the Group's environmental and social performance, governance approach and sustainability initiatives during the Reporting Period. This Report outlines the policies, management approaches, practices and KPIs adopted by the Group in relation to key ESG areas, including environmental protection, use of resources, employment and labour practices, operating practices, customer responsibility and community investment. In preparing this Report, the Group has reviewed its existing policies, internal practices and operational performance to assess the effectiveness of its ESG management approach and identify areas for continuous improvement. Unless otherwise stated, this Report covers the Group's head office and all operating pawnshops in Hong Kong.

REPORTING SCOPE AND BOUNDARY

This Report has been prepared in alignment with the Environmental, Social and Governance Reporting Code (the “**ESG Code**”) set out in Appendix C2 to the Rules Governing the Listing of Securities (the “**Listing Rules**”) on The Stock Exchange of Hong Kong Limited (“**HKEX**”). The scope of this Report has been determined with reference to the Group's principal business activities, operational control, major sources of revenue and the materiality of ESG impacts arising from its operations. Unless otherwise stated, the reporting boundary covers the Group's head office and all operating pawnshops in Hong Kong, which represent the Group's principal operating locations during the Reporting Period.

There was no material change in the reporting scope or boundary compared with the previous reporting period. Where any specific KPI or disclosure has a different reporting boundary, relevant explanations are provided in the corresponding section of this Report. This Report has been prepared in alignment with the applicable mandatory disclosure requirements and “comply or explain” provisions, as well as the reporting principles below under the ESG Code.

Materiality	The Group identifies and assesses material ESG issues with reference to its business operations, regulatory requirements, stakeholder expectations and potential impacts on the Group's sustainable development. Details of the materiality assessment are set out in the section headed “ESG Management – Materiality Analysis”.
Quantitative	Quantitative information is disclosed where applicable. The Group adopts relevant methodologies, assumptions and emission factors, including those set out in applicable guidance materials issued by HKEX and other recognised sources, for calculating environmental and social KPIs. Explanatory notes are provided where appropriate to facilitate understanding of the calculation basis.

Balance This Report presents an objective and balanced view of the Group's ESG performance during the Reporting Period. The Group seeks to avoid selections, omissions or presentation formats that may inappropriately influence stakeholders' assessment of its ESG performance.

Consistency: Unless otherwise stated, the Group adopts reporting methodologies and KPI calculation approaches that are consistent with those used in previous reporting periods to enable meaningful comparison over time. Any changes in methodology, scope or assumptions that may affect comparability are disclosed where applicable.

INFORMATION AND FEEDBACK

For details in relation to our financial performance during the Reporting Period, please visit our Company's website at: <http://www.pawnshop.com.hk> or the annual report of the Group for the Reporting Period. The Group values feedback from stakeholders, as it supports our continuous improvement in sustainability management and disclosure. If you have any questions or comments regarding this Report or the Group's sustainability policies and practices, please contact us by email at: info@oiwah.com.hk.

OUR STAKEHOLDERS

Stakeholder engagement is important to the Group's sustainable development and long-term success. Through regular communication with key stakeholders, the Group seeks to understand their expectations, respond to their concerns and enhance its ESG management practices. The table below summarises the Group's key stakeholder groups, their probable areas of concern and our communication channels and responses.

Stakeholder Group	Probable Points of Concern	Communication and Responses
HKEX	<ul style="list-style-type: none"> • Complying with the Listing Rules • Making timely and accurate announcements 	<ul style="list-style-type: none"> • Organising meetings, trainings, workshops and programs • Making website updates, • Publishing announcements
Government	<ul style="list-style-type: none"> • Complying with relevant laws and regulations • Preventing tax evasion • Social welfare 	<ul style="list-style-type: none"> • Interaction and visits • Government inspections • Tax returns and other information

Investors	<ul style="list-style-type: none"> • Corporate governance <ul style="list-style-type: none"> • Business strategies and performance • Investment return 	<ul style="list-style-type: none"> • Organising briefing sessions and seminars • Interviews • Shareholders' meetings • Issue of financial reports or operation reports for investors, media and analysts
Media & Public	<ul style="list-style-type: none"> • Corporate governance • Environmental protection • Human rights 	<ul style="list-style-type: none"> • Issue of newsletters on the Company's website
Customers	<ul style="list-style-type: none"> • Service quality • Service delivery schedule • Reasonable prices • Service value • Personal data protection 	<ul style="list-style-type: none"> • Provision of after-sales services
Employees	<ul style="list-style-type: none"> • Rights and benefits of employees • Working hours and compensation • Training and development • Working • Environment 	<ul style="list-style-type: none"> • Organising employee activities and training • Conducting interviews with employees • Issuing internal memos • Creating employee suggestion boxes
Community	<ul style="list-style-type: none"> • Community environment • Employment opportunities • Community development • Social welfare 	<ul style="list-style-type: none"> • Developing community activities • Employee voluntary activities • Providing community welfare subsidies • Making Donations

The Group will continue to maintain open and constructive communication with stakeholders and consider their views in reviewing its ESG priorities, policies and future sustainability initiatives.

MATERIALITY ANALYSIS

The Group recognises that materiality assessment is an important process for identifying, prioritising and managing ESG issues that are relevant to its business operations, stakeholders and long-term sustainable development. The assessment enables the Group to focus its resources and disclosures on ESG matters that are most relevant to its business nature, operational risks and stakeholder expectations.

During the Reporting Period, the Group reviewed its ESG priorities with reference to its principal business activities, internal policies, regulatory requirements, stakeholder communication, industry practices, previous ESG disclosures and relevant sustainability reporting references. The review also considered the potential impacts of ESG issues on the Group's business operations, reputation, regulatory compliance, customer relationships, employees and the wider community.

The materiality assessment process comprised the following key steps:

Identification of ESG issues	The Group identified a list of potentially relevant ESG issues with reference to its business operations, previous ESG reports, internal policies, stakeholder concerns, regulatory developments, industry trends and recognised sustainability reporting references.
Stakeholder Consideration	The Group considered the views and expectations of key stakeholders, including shareholders and investors, customers, employees, regulatory authorities, suppliers and business partners, media and the public, and the community. Stakeholder concerns were identified through regular communication channels, daily operations, customer feedback, employee communication, regulatory updates and management discussions.
Assessment and prioritisation	The identified ESG issues were assessed based on their relevance to the Group's business, their potential impact on stakeholders, their potential impact on the Group's operations and reputation, and their relationship with applicable laws, regulations and market expectations. Particular consideration was given to issues that may affect customer trust, compliance, business ethics, employee well-being, operational continuity and environmental responsibility.
Management review and Board oversight	The assessment results were reviewed by the management and reported to the Board for consideration. The Board provides oversight of the Group's ESG priorities and considers material ESG issues in the context of the Group's business strategy, risk management and sustainability development.

Based on the assessment conducted during the Reporting Period, the Group concluded that there were no significant changes in the overall concerns of stakeholders and that the priority of ESG matters remained broadly consistent with the previous reporting period. Nevertheless, the Group has refined the presentation of material ESG issues to better reflect its business characteristics, regulatory environment and stakeholder expectations. The material ESG issues identified by the Group are summarised below:

Vital	Essential	Important
<ul style="list-style-type: none"> • Customer Privacy and Data Protection • Anti-corruption 	<ul style="list-style-type: none"> • Use of Natural Resources • Environmental Protection • Employment Welfare 	<ul style="list-style-type: none"> • Health and Safety • Labour Standards

ESG AND CLIMATE-RELATED GOVERNANCE

As a responsible corporate citizen, the Group values the concept of sustainability and is committed to fulfilling its corporate social responsibilities. This Report summarises the Group's strategy, practices and vision in relation to environmental, social and governance ("ESG") matters, and demonstrates the Group's commitment to sustainable development.

The Group recognises that ESG and climate-related risks and opportunities may affect its business operations, regulatory compliance, reputation and long-term development. To enhance the Group's resilience and adaptive capacity to potential ESG-related risks and opportunities, potential ESG issues, including climate-related matters where applicable, are considered and evaluated as part of the Group's annual risk assessment process.

Governance Structure

The Group has established an ESG governance structure to facilitate effective management, monitoring and reporting of ESG matters. The Board of Directors of the Company (the "**Board**") has overall responsibility for overseeing the Group's ESG-related risks and opportunities, including climate-related risks and opportunities where applicable. The Board is responsible for establishing and adopting the Group's ESG-related strategies and targets, reviewing the Group's ESG performance against relevant goals and targets, and revising the ESG-related strategies, where appropriate, if any significant variance from the ESG-related targets is identified.

The Board also oversees the evaluation, prioritisation and management of material ESG-related issues, including risks to the Group's business. In assessing and prioritising ESG matters, the Group takes into account its business operations, regulatory requirements, stakeholder expectations, potential impact on the Group's sustainable development and the results of the annual risk assessment. The Board reviews the Group's progress in relation to ESG matters at least annually, including the implementation of ESG-related measures and performance against relevant environmental-related targets and key performance indicators ("KPIs"), such as energy efficiency and waste management targets. Such review enables the Board to consider whether the Group's ESG strategies and targets remain appropriate to its business operations and long-term development.

Climate-related Governance

The Board is the governance body responsible for overseeing climate-related risks and opportunities of the Group. Climate-related matters are considered within the Group's overall ESG governance and risk management framework, having regard to the nature and scale of the Group's business operations.

The Board assesses whether appropriate skills and competencies are available to oversee ESG and climate-related matters through its ongoing review of the experience, knowledge and capabilities of the Board and senior management. Where necessary, the Group may arrange internal briefings, updates or relevant training to support the Board and senior management in understanding ESG and climate-related developments, regulatory requirements and their potential implications for the Group.

The ESG Committee, which includes senior management, supports the Board in implementing ESG-related strategies and targets, promoting the implementation of measures in relation to identified ESG issues, and monitoring ESG-related performance on a day-to-day basis. The ESG Committee reports relevant ESG and climate-related matters to the Board at least annually, or more frequently where necessary, including material ESG issues identified, progress against ESG-related targets, implementation of ESG measures and any significant ESG or climate-related risks and opportunities identified through the Group's review and risk assessment process.

When overseeing the Group's strategy, major business decisions, risk management processes and related policies, the Board considers ESG and climate-related risks and opportunities where relevant and applicable to the Group's operations. The Board also considers the potential trade-offs associated with ESG and climate-related matters, including operational needs, resource allocation, regulatory compliance, customer protection and environmental considerations.

The Board oversees the setting of ESG and climate-related targets, where applicable, and monitors progress towards such targets through periodic review of relevant KPIs and management updates. During the Reporting Period, ESG and climate-related performance metrics were not specifically included in the Group's remuneration policy. The Group will continue to review this arrangement and, where applicable, explore the feasibility of incorporating ESG and/or climate-related considerations into its remuneration policy, having regard to the Group's business needs, ESG development, materiality of relevant ESG and climate-related matters, availability of measurable and appropriate KPIs, prevailing market practices and applicable regulatory requirements.

Functional departments are responsible for executing relevant measures to achieve the Group's ESG-related strategies and targets. They are also responsible for identifying, reporting and following up on ESG and climate-related matters within their respective functions, including environmental management, employment practices, customer responsibility, anti-corruption, compliance and community investment, where applicable.

The Group's ESG and climate-related controls and procedures are integrated with its existing internal management and risk assessment processes. Through communication among the Board, the ESG Committee and functional departments, the Group seeks to identify, assess, monitor and manage ESG and climate-related risks and opportunities in a manner that is proportionate to the nature and scale of its business operations.

Based on the goals and targets set, the Board will continue to review the Group's progress in relation to ESG and climate-related matters, with a view to building a more sustainable business and bringing greater benefits to stakeholders and society as a whole.

ENVIRONMENTAL COMPLIANCE

The Group is committed to maintaining sound environmental management practices and integrating environmental considerations into its daily operations. As a provider of pawn loan and mortgage loan services in Hong Kong, the Group's principal operations are carried out at its head office and pawnshops. Due to the nature of the Group's business, its daily operations do not involve manufacturing processes, industrial production, significant fuel combustion, or activities that are expected to generate material air emissions, discharges into water and land, or hazardous waste. Nevertheless, the Group recognises the importance of environmental protection and strives to minimise the environmental impact arising from its office and pawnshop operations.

The Group's environmental management approach focuses on compliance with applicable environmental laws and regulations, prudent use of resources, waste reduction, recycling where practicable, and promoting environmental awareness among employees. To support these objectives, the Group has adopted the following measures in its daily operations:

- complying with applicable environmental laws and regulations;
- identifying, assessing and mitigating potential environmental impacts associated with the Group's activities;
- promoting environmental awareness and stewardship among employees; and
- providing appropriate resources, systems and guidance to support the fulfilment of environmental responsibilities.

During the Reporting Period, the Group was not aware of any material non-compliance with laws and regulations relating to air emissions, discharges into water and land, and the generation of hazardous and non-hazardous waste that would have a significant impact on the Group, including but not limited to the Waste Disposal Ordinance (Chapter 354 of the Laws of Hong Kong) and the Air Pollution Control Ordinance (Chapter 311 of the Laws of Hong Kong). No confirmed environmental non-compliance incidents or grievances were recorded by the Group during the Reporting Period.

AIR EMISSIONS

The Group's business operations are mainly office-based and service-oriented. During the Reporting Period, the Group did not identify any material source of air emissions, including nitrogen oxides (NO_x), sulphur oxides (SO_x) and particulate matter (PM), arising from its ordinary business operations. Accordingly, the Group's air emissions were considered insignificant. The Group will continue to monitor its operational practices and, where applicable, review whether any relevant emission sources arise from its business activities in future reporting period.

GENERATION OF WASTE

The solid waste generated by the Group mainly arose from day-to-day office and pawnshop operations, including office-use paper, general office waste and plastic bags used in pawnshops for sealing collateral. The Group seeks to reduce waste generation at source and encourages employees to adopt responsible consumption and disposal practices. Where practicable, the Group prioritises waste avoidance, reuse and recycling over disposal.

During the Reporting Period, the Group was not aware of any material non-compliance with laws and regulations relating to waste management that would have a significant impact on the Group, including but not limited to the Waste Disposal Ordinance (Chapter 354 of the Laws of Hong Kong). No confirmed material non-compliance incidents or grievances relating to waste management were recorded by the Group during the Reporting Period.

As the Group is a financing services provider, it did not manufacture or sell tangible products that require packaging during the Reporting Period. Accordingly, packaging materials for finished products were not applicable to the Group.

Hazardous Waste

The Group did not generate hazardous waste in the ordinary course of its daily operations during the Reporting Period.

Non-hazardous Waste

The non-hazardous waste generated by the Group mainly consisted of paper and plastic bags used in pawnshop operations. On the one hand, the Group encourages employees to make full use of office paper before disposal. Measures adopted include using environmentally friendly paper where practicable, promoting double-sided printing, and reusing single-sided printed paper where no confidential information is involved. The Group will continue to leverage technology for communication with employees and customers and move towards paperless operations where practicable. On the other hand, In the Group's pawnshop operations, plastic bags are used to seal collateral to ensure that customers' pledged assets are properly safeguarded and to reduce the risk of unauthorised access or misuse. The Group recognises that the use of plastic bags may have environmental impacts. As such, employees are reminded to use plastic bags only when necessary, while balancing environmental considerations with customer protection and operational security requirements.

The Group will continue to review its waste management practices, promote waste reduction awareness among employees and maintain appropriate measures to reduce the environmental impact of its operations where practicable. Details of the Group's non-hazardous waste generated are set out below:

	Unit	2026	2025
Paper	tonnes	0.510	0.405
Plastic Bag	tonnes	0.088	0.057
Total Non-hazardous Waste Generated	tonnes	0.598	0.462
Total Non-hazardous Waste Intensity	Tonnes/person	0.011	0.009

The intensity of total non-hazardous waste generated by the Group during the Reporting Period increased by approximately 22% as compared with the previous reporting period. The increase was mainly attributable to the higher consumption of office paper arising from day-to-day administrative and operational needs, as well as the timing of bulk purchases of plastic bags used in pawnshop operations for sealing collateral, which normally take place every 12 to 18 months. As such, the Group fell slightly short of its non-hazardous waste intensity target for the Reporting Period.

Despite the above, the Group remains committed to strengthening waste reduction practices and promoting responsible resource consumption in its daily operations. To uphold the principles of sustainable development, the Group is committed to reducing or maintaining the intensity of total non-hazardous waste generated between 90% and 120% of the baseline level for the year ended 28 February 2026 by the year ending 28 February 2030. The Group will continue to promote double-sided printing, reuse of single-sided paper where no confidential information is involved, paperless communication where practicable, and prudent use of plastic bags while balancing environmental considerations with customer protection and operational security requirements.

USE OF RESOURCES

The Group is committed to promoting the efficient use of resources in its daily operations and minimising unnecessary consumption of electricity, water and other resources. As a provider of pawn loan and mortgage loan services in Hong Kong, the Group's operations are principally office-based and service-oriented, and do not involve any production processes. Accordingly, the consumption of electricity, water and other natural resources is relatively limited.

The Group has implemented resource conservation measures across its head office and pawnshops, and has communicated such measures to employees to enhance their awareness of energy and resource efficiency. Employees are encouraged to conserve resources, avoid wastage and make proper use of office equipment and facilities during daily operations.

Water Usage

The Group's business operations do not involve any production process and its water consumption is mainly attributable to domestic water usage by employees at the head office and pawnshops during office hours. As such, the Group did not encounter any issue in sourcing water that is fit for purpose during the Reporting Period.

To promote water conservation, the Group encourages employees to use water responsibly and avoid unnecessary wastage. Manual taps are installed at offices to help reduce unnecessary water consumption. Owing to the Group's business nature, water consumption at the head office and pawnshops was minimal and immaterial. Therefore, the Group did not record total water consumption and water consumption intensity during the Reporting Period.

During the Reporting Period, the Group did not generate any material wastewater discharge arising from its business operations, other than domestic wastewater generated from daily office use and discharged through the relevant drainage facilities.

The Group's water efficiency target is to continue maintaining its water consumption at a minimal level and to promote responsible water usage among employees in its daily operations. The Group will continue to review its water conservation practices and consider maintaining relevant records where practicable.

Electricity and Energy Usage

Electricity consumption is the principal source of energy consumption of the Group, mainly arising from lighting, air-conditioning and the use of office equipment at the head office and pawnshops. The Group does not consume material amounts of direct energy, such as gas or oil, in its ordinary business operations. To enhance energy efficiency and reduce unnecessary electricity consumption, the Group has adopted the following measures:

- turning off unused lighting and electrical appliances to reduce energy consumption;
- turning off air-conditioners and lights during non-office hours and/or in idle rooms;
- requiring employees to switch computers and other electronic devices into sleep mode or turn them off when not in use during business hours, such as during customer visits and lunchtime;
- arranging regular maintenance of office equipment, including air-conditioners, computers, lighting and refrigerators, to ensure efficient operation; and
- setting office printing machines to energy-saving mode by default, with automatic sleep mode activated after a designated idle period to reduce unnecessary energy consumption.

The energy consumption of the Group is set out below:

	Unit	2026	2025
Indirect Energy Consumption – Purchased			
Electricity	kWh	127,016.83	116,817.91
Total Energy Consumption	kWh	127,016.83	116,817.91
Total Energy Consumption Intensity	kWh/person	2,442.63	2,336.36

During the Reporting Period, the Group continued to implement energy-saving measures in its daily operations. The Group's energy consumption intensity increased by approximately 4.5% as compared with the previous reporting period. The increase was mainly attributable to the day-to-day operational electricity needs of the Group's head office and pawnshops, including lighting, air-conditioning and office equipment usage, as well as normal fluctuations in business and office operations during the Reporting Period.

Notwithstanding the increase, the Group achieved its energy consumption target for the Reporting Period, as the energy consumption intensity remained within the target range of 90% to 120% of the relevant baseline level. To uphold the principles of sustainable development, the Group is committed to reducing or maintaining the intensity of energy consumption between 90% and 120% of the baseline level for the year ended 28 February 2026 by the year ending 28 February 2030.

The Group will continue to encourage employees to reduce energy consumption, avoid unnecessary electricity usage and maintain energy-saving practices in daily operations, including switching off unused lighting, air-conditioners and electrical appliances, placing computers and other electronic devices into sleep mode or turning them off when not in use, maintaining office equipment regularly, and using energy-saving mode for office printing machines where practicable.

Packaging Materials

The Group is principally engaged in the provision of secured financing services, including pawn loan and mortgage loan services. It does not manufacture or sell finished products that require packaging materials. Accordingly, the disclosure of total packaging materials used for finished products was not applicable to the Group during the Reporting Period.

THE ENVIRONMENT AND NATURAL RESOURCES

The Group recognises the importance of minimising its impacts on the environment and natural resources and is committed to integrating environmental considerations into its daily operations. As a provider of pawn loan and mortgage loan services in Hong Kong, the Group's principal operations are conducted at its head office and pawnshops, and do not involve manufacturing processes, industrial production or activities that would generate significant environmental impacts. Accordingly, the Group considers that its direct impact on the environment and natural resources is relatively limited.

The Group also seeks to raise employees' environmental awareness through internal communication and day-to-day operational practices. Employees are encouraged to turn off unused lighting, air-conditioners and electrical appliances, use office equipment efficiently, avoid unnecessary printing and conserve water.

The Group will continue to review its environmental management practices from time to time and adopt practicable measures to reduce the environmental impact of its operations, with a view to supporting the sustainable use of natural resources.

CLIMATE CHANGE

The Group recognises that climate change may give rise to physical and transition risks and opportunities that could affect its business operations, operating costs, asset protection, customer access, employee safety, cash flows and long-term business resilience. As a secured financing services provider principally engaged in pawn loan and mortgage loan services in Hong Kong, the Group's operations are mainly office-based and service-oriented. The Group does not operate manufacturing facilities, energy-intensive production processes or material direct fuel combustion activities. Accordingly, the Group's direct exposure to climate-related risks is considered relatively limited. Nevertheless, the Group has assessed climate-related risks and opportunities that may be relevant to its business model, value chain, operating locations and financial performance.

During the Reporting Period, the Group considered selected acute physical risks, chronic physical risks, transition risks and climate-related opportunities. Acute physical risks assessed included typhoons, rainstorms and flooding. Chronic physical risks assessed included rising mean temperature. Transition risks assessed included rising electricity costs and potential carbon pricing or other carbon-related regulatory costs. Climate-related opportunities assessed included energy efficiency improvement, paperless operations and enhanced operational resilience.

Based on the assessment performed during the Reporting Period, all identified climate-related risks were assessed as low to the Group, having regard to the nature and scale of the Group's operations, existing control measures, limited energy usage profile and absence of carbon-intensive activities. No material current financial impact arising from climate-related risks and opportunities was identified during the Reporting Period.

Time Horizons

For the purpose of assessing climate-related risks and opportunities, the Group defines its time horizons as follows:

Time Horizon	Definition
Short to medium term	Reference years 2030 and 2035
Long term	More than 10 years, including reference year 2050

Climate-related Risks and Opportunities

The Group's assessed climate-related risks and opportunities are summarised below:

Climate-related risk/opportunity	Risk type	Time horizon	Potential financial/business impact	Risk level	Existing and planned responses
Typhoons and rainstorms	Acute physical risk	Short to medium term	Severe weather may cause temporary disruption to pawnshop operations, customer visits, employee commuting, property access and business continuity. It may also result in repair and maintenance costs or potential damage to office and pawnshop premises, fixtures, equipment and stored collateral.	Low	The Group monitors weather conditions and maintains workplace safety procedures. Collateral and valuables are securely stored in safes. Where appropriate, safes and important assets are placed on raised platforms or upper levels to reduce potential flooding exposure. Sandbags are placed at shop entrances where necessary to mitigate floodwater ingress. The Group will continue to review flood prevention and business continuity arrangements.
Rising mean temperature	Chronic physical risk	Long term	Higher average temperature may increase cooling demand and electricity consumption, thereby increasing operating expenses. It may also affect employee comfort and require continued attention to workplace health and safety.	Low	The Group maintains energy-saving measures, including switching off unused lighting, air-conditioning and electrical appliances, maintaining air-conditioning temperature at approximately 25°C where practicable, and conducting regular maintenance of office equipment and air-conditioning systems.

Rising electricity cost	Transition risk	Short to medium term	Higher electricity tariffs may increase operating costs at the head office and pawnshops. Given the Group's operations are primarily office-based, the expected financial impact is mainly associated with electricity expenses.	Low	The Group will continue to implement energy efficiency measures, monitor electricity consumption and encourage employees to reduce unnecessary energy use. Energy consumption performance will be reviewed as part of ESG monitoring.
Potential carbon pricing, carbon taxes or carbon-related regulatory costs	Transition risk	Short to medium term	If carbon pricing, carbon taxes, mandatory carbon-related levies or similar climate-related regulatory costs become applicable to the Group or its supply chain, the Group may face higher operating or procurement costs.	Low	The Group will continue to monitor climate-related regulatory developments and market practices. Given the Group's low-emission and service-oriented operations, no material current impact has been identified.
Energy efficiency and paperless operations	Climate-related opportunity	Short to medium term	Improved energy efficiency and digitalisation may reduce electricity consumption, paper usage, waste generation and related costs over time. It may also enhance operational efficiency and support customer service.	Opportunity	The Group will continue to promote energy-saving behaviour, double-sided printing, reuse of single-sided paper where no confidential information is involved, and digital communication where practicable.

Enhanced operational resilience	Climate-related opportunity	Short to medium term	Strengthened preparedness for extreme weather may reduce business interruption risk and protect employees, customers, premises and collateral.	Opportunity	The Group will continue to review workplace safety, flood prevention, collateral storage and business continuity practices where appropriate.
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Business Model and Value Chain

The Group's business model focuses on the provision of secured financing services, including pawn loan and mortgage loan services, in Hong Kong. The Group's climate-related risks are primarily concentrated in its head office and pawnshops in Hong Kong. The key areas of exposure include electricity consumption, workplace operation, customer access to physical premises, employee commuting, storage and protection of collateral, and business continuity during extreme weather events.

The Group does not operate manufacturing facilities and does not rely on energy-intensive production processes. Its value chain mainly comprises customers, employees, landlords, utility providers, general office suppliers, information technology service providers, administrative service providers and other professional service providers. Accordingly, the current and anticipated effects of climate-related risks and opportunities on the Group's business model and value chain are considered limited. The Group's main climate-related exposure relates to possible temporary disruption to physical premises and operating costs, particularly electricity expenses.

The Group has not formulated a climate-related transition plan during the Reporting Period, as the Group's operations are low-emission, service-oriented and not carbon-intensive. Instead, the Group manages climate-related matters through its existing ESG governance, risk management, energy efficiency, waste reduction and operational resilience measures. The Group will continue to assess whether a formal transition plan is required in the future, taking into account business development, regulatory expectations, stakeholder expectations, data availability and market practices.

At present, the Group does not expect climate-related risks and opportunities to materially affect its investment or disposal plans, access to finance, cost of capital, or planned sources of funding. The Group will continue to monitor relevant developments and update its assessment where appropriate.

Climate Resilience and Scenario Analysis

The Group conducted a climate-related scenario analysis during the Reporting Period to assess the resilience of its strategy and business model to climate-related risks and opportunities. The analysis was performed having regard to the Group's principal operations in Hong Kong, including its head office and pawnshops.

For physical risks, the Group referred to SSP5-8.5, a high-emissions climate scenario, to assess potential exposure to typhoons, rainstorms, flooding and rising mean temperature. For transition risks, the Group

referred to the IEA Current Policies Scenario (“**CPS**”) and the IEA Net Zero Emissions by 2050 Scenario as Paris-aligned transition pathways to assess potential exposure to rising electricity costs and to possible carbon pricing or other carbon-related costs. The Group considered these scenarios appropriate for a qualitative assessment because they cover both physical and transition risk pathways relevant to the Group’s business nature, operating locations and energy usage profile.

Scenario	Risk type assessed	Scope of assessment	Key assumptions	Assessment result
SSP5-8.5	Physical risks, including typhoons, rainstorms, and rising mean temperature	Head office and pawnshops in Hong Kong	A higher warming pathway may increase exposure to extreme weather and higher average temperatures over time.	The Group’s exposure is assessed as low, given its office-based and service-oriented business model, absence of production facilities and existing preventive measures.
IEA CPS	Transition risks, including rising electricity costs and potential carbon pricing or related costs	Energy consumption and operating cost exposure of head office and pawnshops	Existing climate and energy policies continue to shape energy markets, while additional carbon-related costs may emerge over time.	The Group’s exposure is assessed as low, as its main energy use is purchased electricity and it does not conduct carbon-intensive operations.

The scenario analysis covered short to medium-term reference years of 2030 and 2035, and a long-term reference year of 2050. Based on the assessment, the Group considers that its current strategy and business model remain resilient under the assessed scenarios. The Group has the capacity to adjust its operations over the short, medium and long term by maintaining business continuity arrangements, strengthening preventive measures for extreme weather, improving energy efficiency, and monitoring climate-related regulatory and market developments.

The Group acknowledges that climate scenario analysis involves uncertainties, including future frequency and severity of extreme weather events, flooding exposure, electricity tariff trends, regulatory developments, carbon pricing mechanisms, customer behaviour and market expectations. The Group will continue to review the appropriateness of its scenario analysis approach as climate-related disclosure practices, data availability and internal assessment capabilities develop.

Climate-related Risk Management

Climate-related risks and opportunities are identified, assessed, prioritised and monitored as part of the Group's ESG governance and risk management processes. The assessment takes into account the Group's business nature, operating locations, potential impact on operations and financial performance, likelihood of occurrence, existing control measures and external climate-related information.

The key inputs and parameters considered by the Group include:

- operational scope covering the head office and pawnshops in Hong Kong;
- nature of business activities and energy usage profile;
- historical experience of typhoons, rainstorms and flooding;
- potential impact on employees, customers, premises, collateral and operating costs;
- internal preventive and safety measures;
- climate projection information under SSP5-8.5 for physical risks; and
- IEA CPS for transition risk consideration.

Climate-related risks are assessed with reference to their nature, likelihood and magnitude of potential impact. Such risks are prioritised relative to other business and ESG risks having regard to their potential impact on business continuity, financial performance, regulatory compliance, customer service and reputation. During the Reporting Period, all assessed climate-related risks were considered low and no material change was made to the Group's climate-related risk management process compared with the previous reporting period.

The Group monitors climate-related risks through management review, communication among relevant departments, monitoring of operational incidents, review of electricity consumption and waste management data, and consideration of regulatory and market developments. Where necessary, follow-up measures will be implemented, including strengthening workplace safety reminders, reviewing flood prevention measures, enhancing energy-saving practices and updating internal procedures.

GHG Emissions

The Group's greenhouse gas ("GHG") emissions mainly arise from purchased electricity consumed at its head office and pawnshops in Hong Kong. Other indirect emissions are primarily associated with waste generated from daily operations where relevant data is available. Given the Group's office-based and service-oriented business nature, the Group does not engage in manufacturing, industrial production or material direct fuel combustion activities. Accordingly, no material Scope 1 direct GHG emissions were identified during the Reporting Period.

The Group's Scope 3 disclosure currently covers Category 5 – Waste Generated in Operations, where relevant data is available and considered relevant to the Group's daily operations. Other Scope 3 categories, such as purchased goods and services, business travel and employee commuting, were not included during the Reporting Period due to limited data availability and their expected immateriality to the Group's low-emission, office-based operations. The Group will continue to review the feasibility of expanding Scope 3 data coverage in future reporting periods.

The Group measures and reports its GHG emissions with reference to the Greenhouse Gas Protocol: A Corporate Accounting and Reporting Standard, the applicable guidance materials issued by HKEX, and the latest available emission factors published by relevant local utility companies and recognised sources.

	Unit	2026	2025
Scope 2 Energy Indirect Emissions – Purchased Electricity	tCO ₂ e	50.57	51.00
Scope 3 Other Indirect Emissions – Category 5 – Waste generated in operations, including paper waste disposed of	tCO ₂ e	2.45	1.95
Total GHG Emissions	tCO ₂ e	53.02	52.95
Total GHG Emissions Intensity	tCO ₂ e/person	1.02	1.06

During the Reporting Period, the Group's Scope 2 energy indirect GHG emissions from purchased electricity decreased slightly by approximately 0.8% as compared with the previous reporting period, notwithstanding an increase in purchased electricity consumption during the same period. The slight decrease in Scope 2 GHG emissions was mainly attributable to the decrease in the applicable electricity emission factor published by the relevant local utility supplier, which offset the impact of higher electricity consumption arising from the Group's day-to-day operations at its head office and pawnshops, including lighting, air-conditioning and office equipment usage.

The Group will continue to monitor its electricity consumption and implement energy-saving measures where practicable, including switching off unused lighting, air-conditioners and electrical appliances, maintaining office equipment regularly and promoting energy-saving practices among employees. Details of the Group's GHG emissions target and related implementation measures are set out in the section headed "Climate-related Targets". In addition, no renewable energy certificates, carbon offsets, carbon credits or other contractual instruments were purchased or applied by the Group to reduce or offset its reported GHG emissions during the Reporting Period. The Group's Scope 2 emissions were calculated using the location-based method.

GHG Emission Calculation Methodology

Emission Scope/Category	Data Input	Calculation Approach
Scope 2 Energy Indirect Emissions – Location-based	Actual electricity consumption in kWh	Purchased electricity multiplied by the relevant electricity emission factor. The Group applied the location-based method using the latest available emission factors published by local electricity suppliers.
Scope 3 Category 5 – Waste Generated in Operations	Weight of paper waste disposed of, where relevant data is available	Paper waste disposed of multiplied by the applicable emission factor. Scope 3 disclosure covers Category 5 where data is available and relevant to daily operations.

Cross-industry Metrics and Climate-related Metrics

The Group's principal transition risk exposure relates to purchased electricity and potential increase in operating costs. During the Reporting Period, no material amount or percentage of assets or business activities was identified as vulnerable to transition risks.

Internal Carbon Pricing

The Group did not apply an internal carbon price in decision-making during the Reporting Period.

Climate-related Targets

To support climate mitigation and strengthen climate-related management, the Group has set a GHG emissions reduction target with reference to market practice and the HKEX Practical Net-Zero Guide. The Group aims to reduce its absolute gross total GHG emissions by 10% by the year ending 28 February 2031, using the year ended 28 February 2026 as the baseline year.

Target item	Disclosure
Target	Reduce absolute gross total GHG emissions by 10% by the year ending 28 February 2031
Base year	Year ended 28 February 2026
Target year	Year ending 28 February 2031

Baseline emissions	53.02 tCO ₂ e
Target emissions	47.72 tCO ₂ e, representing a 10% reduction from the 2026 baseline
Target type	Absolute gross total GHG emissions target
Objective	Climate mitigation and reduction of operational carbon emissions
Coverage	Head office and pawnshops in Hong Kong within the reporting boundary
Interim milestones	The Group will review annual GHG emissions performance and progress against the target during each reporting period
Validation	The target and methodology have not been externally validated by a third party during the Reporting Period
Sectoral decarbonisation approach	The target was not derived using a sectoral decarbonisation approach
Carbon credits	The Group does not currently plan to rely on carbon credits to achieve the target
Review process	The Board and the ESG Committee will review the Group's GHG emissions performance, target progress and relevant measures at least annually
Alignment with the international climate agreement	The target supports climate mitigation and is broadly aligned with the direction of global efforts under the latest international climate agreement to limit climate change impacts, while taking into account the Group's business nature, operational scale and data availability

The Group intends to achieve the target through continued implementation of energy-saving measures, monitoring of electricity consumption, promotion of paperless operations where practicable, reduction of unnecessary printing, reuse of paper where appropriate, and enhancement of employees' environmental awareness. The Group will continue to review its progress and may revise its target, scope or methodology where appropriate, taking into account business development, data availability, operational changes, regulatory requirements and market practices.

EMPLOYMENT PRACTICES

The Group regards employees as one of its most valuable assets and believes that attracting, motivating and retaining suitable talent is essential to its long-term success and sustainable development. As a provider of secured financing services in Hong Kong, the Group is committed to maintaining a fair, inclusive, respectful and safe workplace, while providing employees with appropriate remuneration, welfare, development opportunities and communication channels.

The Group has established human resources policies and procedures which provide standardised guidance on employment-related matters, including compensation and dismissal, recruitment and promotion, working hours, rest periods and leave entitlements, equal opportunity, diversity, anti-discrimination, employee welfare and other benefits. These policies are communicated to employees through internal procedures and, where applicable, the Employees' Handbook. The Group reviews its employment practices from time to time with reference to business needs, applicable legal requirements and prevailing market practices.

During the Reporting Period, the Group was not aware of any material non-compliance with laws and regulations relating to employment that would have a significant impact on the Group. Such laws and regulations include, but are not limited to, the Employment Ordinance (Chapter 57 of the Laws of Hong Kong), the Minimum Wage Ordinance (Chapter 608 of the Laws of Hong Kong), the Employees' Compensation Ordinance (Chapter 282 of the Laws of Hong Kong), the Mandatory Provident Fund Schemes Ordinance (Chapter 485 of the Laws of Hong Kong), the Sex Discrimination Ordinance (Chapter 480 of the Laws of Hong Kong), the Disability Discrimination Ordinance (Chapter 487 of the Laws of Hong Kong), the Family Status Discrimination Ordinance (Chapter 527 of the Laws of Hong Kong) and the Race Discrimination Ordinance (Chapter 602 of the Laws of Hong Kong). No confirmed employment-related non-compliance incidents or material grievances were recorded by the Group during the Reporting Period.

Recruitment and promotion

The Group adopts a fair, open and merit-based recruitment process. Candidates are assessed with reference to their qualifications, skills, experience, integrity, suitability for the position and alignment with the Group's business needs. Recruitment decisions are made without discrimination on non-job-related factors. Promotion and career development opportunities are considered based on employees' work performance, competence, conduct, potential, experience and the requirements of the relevant role. The Group endeavours to provide equal opportunities to employees and applicants throughout the recruitment, employment and promotion processes.

Remuneration, benefits and welfare

The Group offers remuneration packages designed to attract, motivate and retain employees. Remuneration is determined with reference to employees' duties and responsibilities, qualifications, experience, work performance, market conditions and the Group's overall business performance. The Group reviews remuneration and promotion opportunities periodically and may make adjustments, where appropriate, to maintain competitiveness and internal fairness.

In addition to basic salary, the Group provides statutory and other employment benefits to eligible employees in accordance with applicable laws and internal policies, including rest days, statutory holidays, annual leave, sick leave, maternity leave, paternity leave, mandatory provident fund contributions and employees' compensation insurance. Other welfare benefits may include medical insurance, overtime allowance, lunch allowance, staff activities and family-friendly support, where applicable. The Group also encourages employees to participate in relevant internal and external training to enhance their professional knowledge, work skills and job satisfaction.

Working hours, rest periods and dismissal

The Group manages working hours, rest days and leave arrangements in accordance with applicable laws, employment contracts and internal policies. Employees are entitled to rest days, statutory holidays and other leave benefits as prescribed by law and the Group's policies. Overtime arrangements, where necessary, are managed in accordance with operational needs and relevant internal procedures. Termination of employment and dismissal are handled in a lawful, fair, consistent and respectful manner, with reference to applicable legal requirements, contractual terms, internal policies and the circumstances of each case.

Equal opportunity, diversity and anti-discrimination

The Group is committed to providing an inclusive workplace free from discrimination, harassment and victimisation. Equal opportunity principles are embedded in employment practices covering recruitment, promotion, training, remuneration, benefits and dismissal. The Group does not tolerate discrimination or harassment on the grounds of gender, age, family status, disability, race, nationality, religion, marital status or other non-job-related factors. Employees are expected to treat one another with respect and professionalism at all times.

The Group encourages employees to raise concerns, suggestions or grievances relating to employment matters through appropriate communication channels, including reporting to their department head or designated management personnel. Reported matters are handled in a confidential, fair and timely manner. Where misconduct, discrimination, harassment or unfair treatment is substantiated, the Group will take appropriate remedial and disciplinary action, which may include written warnings, further investigation, training, reassignment or termination of employment, depending on the seriousness of the case and applicable requirements.

As at 28 February 2026, the Group employed 46 full-time and 6 contract-based employees. All employees were based in Hong Kong. The Group maintained a workforce with diversity in gender, age, experience and skill sets. The breakdown of the Group's workforce by employment type, gender, age group and geographical region as at 28 February 2026 is set out below.

	Unit	2026
By Employment Type		
Full-time	person	52
By Gender		
Male	person	40
Female	person	12
By Age Group		
< 25	person	1
25 – 29	person	4
30 – 39	person	6
40 – 49	person	10
≥ 50	person	31
By Geographical Region		
Hong Kong	person	52

In addition, the employee turnover information during the Reporting Period is disclosed in the following table:

	Unit	2026
Total Employee Turnover Rates ¹	%	3.85
By Gender		
Male	%	5.00
Female	%	–
By Age Group		
< 25	%	–
25 – 29	%	–
30 – 39	%	16.67
40 – 49	%	10.00
≥ 50	%	–
By Geographical Region		
Hong Kong	%	3.85

HEALTH AND SAFETY

The Group is committed to providing and maintaining a safe, healthy and comfortable working environment for its employees, and promoting employees' awareness of occupational health, workplace safety and work-life balance. Given the nature of the Group's business as a secured financing service provider principally operating offices and pawnshops in Hong Kong, the Group's daily operations do not involve high-risk industrial processes or activities that are likely to give rise to significant occupational health and safety hazards.

¹ Employee turnover rate is calculated as the number of employees who left the Group during the Reporting Period divided by the number of employees in the relevant category as at 28 February 2026.

The Group has established and implemented workplace health and safety practices with reference to its operational needs and applicable legal requirements. During the Reporting Period, the Group was not aware of any material non-compliance with laws and regulations relating to occupational health and safety that would have a significant impact on the Group, including, but not limited to, the Occupational Safety and Health Ordinance (Chapter 509 of the Laws of Hong Kong), the Occupational Safety and Health Regulation (Chapter 509A of the Laws of Hong Kong), the Employees' Compensation Ordinance (Chapter 282 of the Laws of Hong Kong) and other applicable laws and regulations in Hong Kong.

The Group maintains employees' compensation insurance in accordance with applicable legal requirements and provides medical coverage and other welfare benefits to eligible employees. The Group also encourages employees to maintain a healthy lifestyle and, where appropriate, reminds employees to pay attention to workplace ergonomics, fire safety, personal hygiene and general workplace safety. During the Reporting Period, the Group recorded zero work-related fatalities in each of the past three years, including the Reporting Period and zero lost days due to work injury.

To create and maintain a safe and healthy working environment, the Group has adopted the following occupational health and safety measures:

- keeping emergency exits, corridors and access routes unobstructed;
- maintaining adequate lighting, ventilation and cleanliness in the workplace;
- prohibiting smoking in the workplace; and
- Conduct regular safety inspections and arranging fire drills, where appropriate.

The Group monitors the implementation of the above measures through regular workplace inspections, communication with employees and follow-up actions on any reported health and safety concerns. Where potential hazards or deficiencies are identified, the Group will take appropriate remedial actions in a timely manner, such as arranging repairs, improving housekeeping, enhancing internal reminders or updating relevant procedures. The Group will continue to maintain a safe working environment and strengthen employees' awareness of occupational health and safety.

DEVELOPMENT AND TRAINING

The Group regards employee development as an important element in maintaining service quality, operational efficiency and long-term business sustainability. We are committed to enhancing employees' knowledge, professional skills and competence required for discharging their duties at work through a combination of orientation training, on-the-job coaching, internal briefings, external courses and professional seminars.

The Group has established training and development practices to support employees at different levels and functions. Training needs are identified with reference to employees' job responsibilities, operational requirements, regulatory developments, service standards and individual performance. Where appropriate, the Group sponsors employees to attend external training courses, seminars or vocational programmes that are relevant to their roles and the Group's business operations.

The Chief Executive Officer provides training or guidance on mortgage loan procedures and other risk management measures for relevant employees engaged in the money lending business segment as needed, with a target of conducting such sessions quarterly where appropriate. For pawnshop operations, regular meetings are held with pawnshop managers to discuss market practices, operational matters and the latest valuation methods for pledged assets, so that relevant employees remain familiar with applicable valuation techniques and operational requirements.

Employees are also encouraged to attend external training courses and seminars that are relevant to their duties and professional development, including courses relating to updates on the Listing Rules, corporate governance practices, legal and regulatory developments, and other business-related topics. Training fees incurred for approved courses or seminars may be sponsored by the Group in accordance with its internal policies.

The Group monitors the effectiveness of its training and development practices through management review, communication with department heads, feedback from employees and observation of employees' work performance. The Group will continue to review its training arrangements from time to time and provide suitable learning opportunities to support employees' professional growth and the Group's business needs. During the Reporting Period, the total percentage of employees trained, by gender and employee category, as well as the total average training hours completed per employee, by gender and employee category, are set out below.

	Unit	2026
Total Percentage of Employees Trained	%	15.38
By Gender ²		
Male	%	37.50
Female	%	62.50
By Employee Category ²		
General Staff	%	37.50
Middle Management	%	25.00
Senior Management or Above	%	37.50
Total Average Training Hours Completed per Employee	hours	0.28
By Gender ³		
Male	hours	0.14
Female	hours	0.76
By Employee Category ³		
General Staff	hours	0.19
Middle Management	hours	0.26
Senior Management or Above	hours	1.64

² The percentage of employees trained is calculated by dividing the number of employees who took part in training during the Reporting Period by the total number of employees as at the end of the Reporting Period. The breakdown by gender and employee category is calculated by dividing the number of trained employees in the specified gender or employee category by the total number of employees who took part in training during the Reporting Period.

³ The average training hours completed per employee is calculated by dividing the total number of training hours completed during the Reporting Period by the total number of employees as at the end of the Reporting Period. The average training hours by gender and employee category is calculated by dividing the total number of training hours completed by employees in the specified gender or employee category by the number of employees in that specified gender or employee category as at the end of the Reporting Period.

LABOUR STANDARDS

The Group strictly prohibits the use of child labour and forced labour in any form. We are committed to conducting our employment practices in a lawful, fair and responsible manner, and complying with applicable laws and regulations in Hong Kong relating to the prevention of child and forced labour, including the Employment Ordinance (Chapter 57 of the Laws of Hong Kong) and other relevant labour laws and regulations applicable to the Group's operations.

The Group has established recruitment and employment procedures to prevent the employment of underage workers and to ensure that all employment relationships are entered into voluntarily. During the recruitment process, responsible personnel are required to verify candidates' personal information and identity documents, including proof of identity and age, before employment is confirmed. Employment records, contracts and relevant supporting documents are maintained by the Group for internal control and compliance monitoring purposes. The Group does not retain employees' original identity documents, require employees to pay deposits or recruitment fees, or impose unreasonable restrictions that may result in forced labour. Employees are employed based on mutually agreed employment terms and are free to terminate their employment in accordance with applicable laws, employment contracts and the Group's internal policies.

The Group reviews its employment practices from time to time to ensure compliance with applicable legal requirements and internal policies. Such review may include checking recruitment records, employment contracts, identity verification documents, payroll and attendance records, as well as monitoring employee feedback and complaints received through established communication channels. Department heads and responsible management personnel are required to report any suspected irregularities relating to child labour, forced labour, coercion or other improper employment practices to the management for timely follow-up and investigation.

If any case of child labour, forced labour or other non-compliant employment practice is identified, the Group will take immediate remedial action. For any suspected child labour case, the Group will promptly remove the individual from work duties, verify the facts, safeguard the individual's welfare, notify the relevant parties or authorities where required, and review the recruitment and verification procedures to prevent recurrence. For any suspected forced labour case, the Group will immediately cease the improper practice, conduct an investigation, protect the rights and interests of the affected employee, and take appropriate disciplinary or corrective actions against responsible personnel, which may include warnings, further training, reassignment or termination of employment, depending on the circumstances and applicable legal requirements.

During the Reporting Period, the Group was not aware of any material non-compliance with laws and regulations relating to the prevention of child labour and forced labour that would have a significant impact on the Group. No confirmed cases of child labour, forced labour or related grievances were recorded by the Group during the Reporting Period.

SUPPLY CHAIN MANAGEMENT

Given the Group's principal business activities as a secured financing service provider engaged in pawn loan and mortgage loan services in Hong Kong, the Group's operations do not involve manufacturing, production processes, raw material sourcing or material reliance on suppliers with significant environmental or social risk exposure. During the Reporting Period, the Group only engaged general service providers and administrative suppliers to support its ordinary office and pawnshop operations, and such suppliers were not considered material to the Group's business operations from an ESG materiality perspective. Nevertheless, the Group remains committed to responsible procurement and will continue to consider service quality, reputation, compliance record, business ethics and, where applicable, environmental considerations when selecting suppliers. The Group was not aware of any material environmental or social non-compliance incidents relating to its suppliers during the Reporting Period.

PRODUCT AND SERVICE RESPONSIBILITY

The Group is committed to providing reliable, professional and high-quality secured financing services to its customers. As a provider of pawn loan and mortgage loan services in Hong Kong, the Group places emphasis on service quality, customer care, responsible advertising, protection of customer information, proper handling of customer enquiries and complaints, and compliance with applicable laws and regulations.

The Group has established procedures and practices in relation to customer service, collateral assessment, advertising approval, customer data protection and complaint handling. In the course of providing pawn loan services, the Group carefully inspects and assesses the source, condition and value of collateral received from customers. For mortgage loan services, the Group provides one-on-one services to customers and designs loan repayment schedules according to customers' needs.

During the Reporting Period, the Group was not aware of any material non-compliance with laws and regulations that would have a significant impact on the Group relating to health and safety, advertising, labelling and privacy matters in respect of the products and services provided by the Group and methods of redress. Such laws and regulations include, but are not limited to, the Personal Data (Privacy) Ordinance (Chapter 486 of the Laws of Hong Kong) and the Money Lenders Ordinance (Chapter 163 of the Laws of Hong Kong). No confirmed non-compliance incidents or grievances relating to product and service responsibility were recorded by the Group during the Reporting Period.

Customer Privacy and Data Protection

The Group recognises that customer privacy and data protection are important to maintaining customer trust and long-term relationships. The Group has established rules and procedures to reduce the risk of leakage or misuse of confidential information. Employees are required to sign a non-disclosure agreement, which forms part of their employment contract, on their first day of work. The non-disclosure agreement sets out the scope of confidential information, the obligations of employees, the procedures for handling customer and Group information, and the potential liability for breach of confidentiality obligations.

The Group has engaged a third-party information technology service provider to build and maintain a server for securing customer information. Access to customer information stored on the server is restricted to authorised employees only. The server is monitored by the information technology service provider to prevent and detect unauthorised access. The Group continues to monitor, review and, where necessary, update its privacy principles and policies to ensure compliance with applicable laws and regulations, including the Personal Data (Privacy) Ordinance (Chapter 486 of the Laws of Hong Kong).

During the Reporting Period, the Group was not aware of any material non-compliance with laws and regulations relating to customer privacy and data protection that would have a significant impact on the Group. No confirmed customer privacy-related non-compliance incidents or grievances were recorded by the Group during the Reporting Period.

Customer Care and Complaint Handling

The Group endeavours to provide customers with a satisfactory service experience. Training is provided to employees to refresh their knowledge of appropriate procedures for handling customer enquiries, as well as the requirements and common practices applicable to mortgage loan and pawn loan services.

The Group makes every effort to promptly investigate and resolve disputes and complaints lodged by customers. Complaints received are handled by the management of the Group. Responsible personnel are required to review the matter, investigate the relevant facts and take appropriate follow-up actions in a timely manner. During the Reporting Period, the Group did not receive any material products or service-related complaints. The Group will continue to improve its services and maintain good customer relationships.

For pawn loan services, the Group conducts inspections and examinations of collateral in order to assess the value of collateral received from customers. Such examinations are generally conducted by qualified and experienced personnel to ensure that collateral is assessed with reference to its category and condition. All collateral is securely kept in sealed plastic bags specifically designed for storing collateral. Customers are requested to sign on the tape used to seal the plastic bag. Since the sealed plastic bag cannot be opened without removing the tape, this arrangement helps ensure that collateral is properly kept and will not be misused by staff members. Collateral properly sealed in plastic bags will be returned to customers upon redemption.

For pawn goods sold by the Group, buyers are allowed to conduct their own examination before purchase to ensure that they are satisfied with the quality and price of the pawn goods purchased.

For mortgage loan services, the Group provides one-on-one services to customers and designs loan repayment schedules based on their needs. The Group's customer service mission emphasises quality service, effective communication and responsive solutions, with customers' interests placed as a priority.

Advertising

The Group recognises the importance of responsible advertising and regulatory compliance. During the Reporting Period, the Group complied with the relevant requirements applicable to its advertising activities, including, but not limited to, the Money Lenders Ordinance (Chapter 163 of the Laws of Hong Kong).

The Group strictly complies with advertising requirements. Any advertisement published by the Group contains its telephone hotline for handling complaints and the risk warning statement: “You have to repay your loans. Don’t pay any intermediaries.” Final drafts of advertisements must be reviewed and approved by the management before bulk printing or publication.

During the Reporting Period, no confirmed non-compliance incidents or grievances relating to advertising were recorded by the Group.

Intellectual Property Rights

The Group has registered trademarks in Hong Kong, which are important to its business and brand identity. The Group regularly monitors whether its trademarks are being infringed and is committed to protecting intellectual property rights in the course of its daily operations.

During the Reporting Period, there were no reported cases of copyright infringement within the Group. The Group was not aware of any material non-compliance with relevant laws and regulations relating to intellectual property rights that would have a significant impact on the Group.

Quality Assurance and Recall Procedure

The Group’s principal business activities involve the provision of secured financing services, including pawn loan and mortgage loan services. The Group’s operations do not involve the manufacture, sale or shipment of products which are subject to product recall for safety and health reasons. Accordingly, product recall procedures and the percentage of total products sold or shipped subject to recalls for safety and health reasons were not applicable to the Group during the Reporting Period.

ANTI-CORRUPTION

The Group recognises that financial crime, including corruption, bribery, extortion, fraud and money laundering, may have significant adverse consequences for the Group, its customers, stakeholders, the community and the economies in which it operates. As a secured financing service provider principally engaged in pawn loan and mortgage loan services in Hong Kong, the Group is committed to maintaining high standards of integrity, business ethics and regulatory compliance in its daily operations.

The Group maintains and implements anti-money laundering, counter-terrorist financing, anti-bribery, anti-corruption, anti-extortion and anti-fraud practices and procedures. The Group does not support or tolerate any form of corrupt practice, bribery, extortion, fraud or money laundering, including the making or receiving of improper payments or advantages. A clear policy has been established to guide employees in this regard. In addition, the employment contracts of employees include the code of conduct which employees are required to comply with. The Group continuously reviews and monitors relevant guidelines and applicable regulatory circulars to ensure that its practices remain effective and in compliance with current statutory and regulatory requirements.

During daily business operations, the Group performs relevant due diligence on customers. The Group verifies customers’ identities by reference to documents or information provided by reliable and

independent sources. Personal documents, including identity card/passport, driving license and other relevant documents, are obtained before entering into business relationships with customers. Relevant information and records are properly maintained to meet applicable record-keeping requirements. The Group's anti-money laundering guideline provides clear guidance to employees on identifying suspicious money-laundering behaviour, ascertaining customers' background and reporting suspicious transactions.

Under the Group's current practice, the Compliance Officer is responsible for overseeing matters relating to anti-money laundering. Where employees become aware that a customer may be involved in money laundering activities, the Money Laundering Reporting Officer will assess the case and determine whether it should be reported to the Joint Financial Intelligence Unit. The Group also monitors its business relationships with customers by reviewing customer documents and transactions from time to time.

The Group encourages employees to report any suspected corrupt practices, misconduct or breaches of the code of conduct through phone, text message or other communication methods. Reports received are handled with confidentiality. The identity of the whistle-blower will remain anonymous and be protected throughout the investigation, where practicable. If any employee is found to have breached the code of conduct stated in the Employee Handbook, the Group may immediately terminate the employment contract of the employee concerned and reserves the right to take necessary legal action.

During the Reporting Period, the Group complied with the relevant laws and regulations that had a significant impact on the Group in relation to bribery, extortion, fraud and money laundering, including but not limited to the Prevention of Bribery Ordinance (Chapter 201 of the Laws of Hong Kong) and other applicable statutory and regulatory requirements. The Group was not aware of any material non-compliance with such laws and regulations during the Reporting Period.

During the Reporting Period, there were no concluded legal cases regarding corrupt practices brought against the Group or its employees, and no corruption or bribery incidents were reported within the Group.

During the Reporting Period, the Group provided orientation to new employees in relation to business ethics, including anti-corruption. The Group will continue to monitor regulatory developments and arrange relevant anti-corruption training for employees and directors, where necessary.

COMMUNITY INVESTMENT

The Group recognises the importance of giving back to society and supporting the communities in which it operates. The Group aims to create positive social impact through cooperation with different organisations, and by encouraging employee participation in community services and donations. In considering its community engagement activities, the Group takes into account the needs and interests of the local community, with a focus on supporting underprivileged and vulnerable groups in Hong Kong. The Group will continue to encourage employees to participate in community services and charitable activities, and will explore appropriate opportunities to contribute to a more sustainable and harmonious society.

HKEX ESG CODE – CONTENT INDEX

Aspects, General Disclosures and KPIs	Description	Chapter Reference/Remarks
Mandatory Disclosure Requirements		
Governance Structure	<p>A statement from the board containing the following elements:</p> <ul style="list-style-type: none"> (i) a disclosure of the board’s oversight of ESG issues; (ii) the board’s ESG management approach and strategy, including the process used to evaluate, prioritise and manage material ESG-related issues (including risks to the issuer’s businesses); and (iii) how the board reviews progress made against ESG-related goals and targets with an explanation of how they relate to the issuer’s businesses. 	ESG AND CLIMATE-RELATED GOVERNANCE

Reporting Principles	<p>A description of, or an explanation on, the application of the following Reporting Principles in the preparation of the ESG report:</p> <p>Materiality: The ESG report should disclose: (i) the process to identify and the criteria for the selection of material ESG factors; (ii) if a stakeholder engagement is conducted, a description of significant stakeholders identified, and the process and results of the issuer's stakeholder engagement.</p> <p>Quantitative: Information on the standards, methodologies, assumptions and/or calculation tools used, and source of conversion factors used, for the reporting of emissions/energy consumption (where applicable) should be disclosed.</p> <p>Consistency: The issuer should disclose in the ESG report any changes to the methods or KPIs used, or any other relevant factors affecting a meaningful comparison.</p>	REPORTING SCOPE AND BOUNDARY
Reporting Boundary	<p>A narrative explaining the reporting boundaries of the ESG report and describing the process used to identify which entities or operations are included in the ESG report. If there is a change in the scope, the issuer should explain the difference and reason for the change.</p>	REPORTING SCOPE AND BOUNDARY

Aspects, General Disclosures and Description KPIs “Comply or Explain” Provisions A. Environmental Aspect A1: Emissions		Chapter Reference/Remarks
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 emissions, discharges into water and land, and generation of hazardous and non-hazardous waste.	ENVIRONMENTAL COMPLIANCE
KPI A1.1	The types of emissions and respective emissions data.	AIR EMISSIONS
KPI A1.3	Total hazardous waste produced (in tonnes) and, where appropriate, intensity (e.g. per unit of production volume, per facility).	GENERATION OF WASTE – Hazardous Waste
KPI A1.4	Total non-hazardous waste produced (in tonnes) and, where appropriate, intensity (e.g. per unit of production volume, per facility).	GENERATION OF WASTE – Non-hazardous Waste
KPI A1.5	Description of emission target(s) set and steps taken to achieve them.	GENERATION OF WASTE – Non-hazardous Waste
KPI A1.6	Description of how hazardous and non-hazardous wastes are handled, and a description of reduction target(s) set and steps taken to achieve them.	GENERATION OF WASTE

Aspect A2: Use of Resources

General Disclosure	Policies on the efficient use of resources, including energy, water and other raw materials.	USE OF RESOURCES
KPI A2.1	Direct and/or indirect energy consumption by type (e.g. electricity, gas or oil) in total (kWh in '000s) and intensity (e.g. per unit of production volume, per facility).	USE OF RESOURCES – Electricity and Energy Usage
KPI A2.2	Water consumption in total and intensity (e.g. per unit of production volume, per facility).	USE OF RESOURCES – Water Usage
KPI A2.3	Description of energy use efficiency target(s) set and steps taken to achieve them.	USE OF RESOURCES – Electricity and Energy Usage
KPI A2.4	Description of whether there is any issue in sourcing water that is fit for purpose, water efficiency target(s) set and steps taken to achieve them.	USE OF RESOURCES – Water Usage
KPI A2.5	Total packaging material used for finished products (in tonnes) and, if applicable, with reference to per unit produced.	USE OF RESOURCES – Packaging Materials

Aspect A3: The Environment and Natural Resources

General Disclosure	Policies on minimising the issuer's significant impacts on the environment and natural resources.	THE ENVIRONMENT AND NATURAL RESOURCES
KPI A3.1	Description of the significant impacts of activities on the environment and natural resources and the actions taken to manage them.	THE ENVIRONMENT AND NATURAL RESOURCES

B. Social

Aspect B1: Employment

General Disclosure	Information on:	EMPLOYMENT PRACTICES
	(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.	

KPI B1.1	Total workforce by gender, employment type (for example, full- or part-time), age group and geographical region.	EMPLOYMENT PRACTICES
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KPI B1.2	Employee turnover rate by gender, age group and geographical region	EMPLOYMENT PRACTICES
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Aspect B2: Health and Safety

General Disclosure	Information on:	HEALTH AND SAFETY
	(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.	

KPI B2.1	Number and rate of work-related fatalities occurred in each of the past three years including the reporting year.	HEALTH AND SAFETY
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KPI B2.2	Lost days due to work injury.	HEALTH AND SAFETY
KPI B2.3	Description of occupational health and safety measures adopted, and how they are implemented and monitored.	HEALTH AND SAFETY
Aspect B3: Development and Training		
General Disclosure	Policies on improving employees' knowledge and skills for discharging duties at work. Description of training activities.	DEVELOPMENT AND TRAINING
KPI B3.1	The percentage of employees trained by gender and employee category (e.g. senior management, middle management).	DEVELOPMENT AND TRAINING
KPI B3.2	The average training hours completed per employee by gender and employee category.	DEVELOPMENT AND TRAINING
Aspect B4: 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.	LABOUR STANDARDS
KPI B4.1	Description of measures to review employment practices to avoid child and forced labour.	LABOUR STANDARDS
KPI B4.2	Description of steps taken to eliminate such practices when discovered.	LABOUR STANDARDS

Aspect B5: Supply Chain Management

General Disclosure	Policies on managing environmental and social risks of the supply chain.	SUPPLY CHAIN MANAGEMENT
KPI B5.1	Number of suppliers by geographical region.	SUPPLY CHAIN MANAGEMENT
KPI B5.2	Description of practices relating to engaging suppliers, number of suppliers where the practices are being implemented, and how they are implemented and monitored.	SUPPLY CHAIN MANAGEMENT
KPI B5.3	Description of practices used to identify environmental and social risks along the supply chain, and how they are implemented and monitored.	SUPPLY CHAIN MANAGEMENT
KPI B5.4	Description of practices used to promote environmentally preferable products and services when selecting suppliers, and how they are implemented and monitored.	SUPPLY CHAIN MANAGEMENT

Aspect B6: Product Responsibility

General Disclosure	Information on:	PRODUCT AND SERVICE RESPONSIBILITY
	(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.	

KPI B6.1	Percentage of total products sold or shipped subject to recalls for safety and health reasons.	PRODUCT AND SERVICE RESPONSIBILITY – Quality Assurance and Recall Procedure
KPI B6.2	Number of products and service related complaints received and how they are dealt with.	PRODUCT AND SERVICE RESPONSIBILITY – Customer Care and Complaint Handling
KPI B6.3	Description of practices relating to observing and protecting intellectual property rights.	PRODUCT AND SERVICE RESPONSIBILITY – Intellectual Property Rights
KPI B6.4	Description of quality assurance process and recall procedures.	PRODUCT AND SERVICE RESPONSIBILITY – Quality Assurance and Recall Procedure
KPI B6.5	Description of consumer data protection and privacy policies, and how they are implemented and monitored.	PRODUCT AND SERVICE RESPONSIBILITY – Customer Privacy and Data Protection
Aspect B7: Anti-corruption General Disclosure	Information on:	ANTI-CORRUPTION
	(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.	
KPI B7.1	Number of concluded legal cases regarding corrupt practices brought against the issuer or its employees during the reporting period and the outcomes of the cases.	ANTI-CORRUPTION
KPI B7.2	Description of preventive measures and whistle-blowing procedures, and how they are implemented and monitored.	ANTI-CORRUPTION

KPI B7.3	Description of anti-corruption training provided to directors and staff.	ANTI-CORRUPTION
Aspect B8: 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 INVESTMENT
KPI B8.1	Focus areas of contribution (e.g. education, environmental concerns, labour needs, health, culture, sport).	COMMUNITY INVESTMENT
KPI B8.2	Resources contributed (e.g. money or time) to the focus area.	COMMUNITY INVESTMENT
Climate-related Disclosures		
(I) Governance		
19	An issuer shall disclose information about:	ESG AND CLIMATE-RELATED GOVERNANCE
	(a) 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:	
(i)	how the body(s) or individual(s) determines whether appropriate skills and competencies are available or will be developed to oversee strategies designed to respond to climate-related risks and opportunities;	ESG AND CLIMATE-RELATED GOVERNANCE – Climate-related Governance

(ii)	how and how often the body(s) or individual(s) is informed about climate-related risks and opportunities;	ESG AND CLIMATE-RELATED GOVERNANCE – Climate-related Governance
(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 trade-offs associated with those risks and opportunities;	ESG AND CLIMATE-RELATED GOVERNANCE – Climate-related Governance
(iv)	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	ESG AND CLIMATE-RELATED GOVERNANCE – Climate-related Governance
(b)	management’s role in the governance processes, controls and procedures used to monitor, manage and oversee climate-related risks and opportunities, including information about:	ESG AND CLIMATE-RELATED GOVERNANCE – Climate-related Governance
(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	ESG AND CLIMATE-RELATED GOVERNANCE – Climate-related Governance

(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.	ESG AND CLIMATE-RELATED GOVERNANCE – Climate-related Governance
(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:	CLIMATE CHANGE – Climate-related Risks and Opportunities; CLIMATE CHANGE – Time Horizons
(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;	CLIMATE CHANGE – Climate-related Risks and Opportunities
(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;	CLIMATE CHANGE – Climate-related Risks and Opportunities
(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	CLIMATE CHANGE – Climate-related Risks and Opportunities; CLIMATE CHANGE – Time Horizons

(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.	CLIMATE CHANGE – Time Horizons
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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:	CLIMATE CHANGE – Business Model and Value Chain
(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	CLIMATE CHANGE – Business Model and Value Chain
(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).	CLIMATE CHANGE – Business Model and Value Chain

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:	CLIMATE CHANGE – Climate-related Risks and Opportunities; CLIMATE CHANGE – Business Model and Value Chain; CLIMATE CHANGE – Climate-related Targets
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(a)	<p>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:</p>	<p>CLIMATE CHANGE – Climate-related Risks and Opportunities; CLIMATE CHANGE – Climate-related Targets</p>
(i)	<p>current and anticipated changes to the issuer’s business model, including its resource allocation, to address climate-related risks and opportunities;</p>	<p>CLIMATE CHANGE – Business Model and Value Chain</p>
(ii)	<p>current and anticipated adaptation and mitigation efforts (whether direct or indirect);</p>	<p>CLIMATE CHANGE – Climate-related Risks and Opportunities; CLIMATE CHANGE – Climate Resilience and Scenario Analysis</p>
(iii)	<p>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; and</p>	<p>CLIMATE CHANGE – Business Model and Value Chain</p>
(iv)	<p>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</p>	<p>CLIMATE CHANGE – Climate-related Targets</p>
(b)	<p>information about how the issuer is resourcing, and plans to resource, the activities disclosed in accordance with paragraph 22(a).</p>	<p>CLIMATE CHANGE – Business Model and Value Chain; CLIMATE CHANGE – Climate-related Targets</p>

23	An issuer shall disclose information about the progress of plans disclosed in previous reporting periods in accordance with paragraph 22(a).	CLIMATE CHANGE – Climate-related Risks and Opportunities; CLIMATE CHANGE – Business Model and Value Chain
Financial position, financial performance and cash flows Current financial effect		
24	An issuer shall disclose qualitative and quantitative information about:	CLIMATE CHANGE – Climate-related Risks and Opportunities
(a)	how climate-related risks and opportunities have affected its financial position, financial performance and cash flows for the reporting period; and	During the Reporting Period, the Group did not identify any material current financial effect arising from the assessed climate-related risks and opportunities on its financial position, financial performance or cash flows. The identified risks were assessed as low, having regard to the Group's office-based and service-oriented operations, limited energy usage profile and existing control measures.
(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.	The Group has not quantified the anticipated financial effects of the identified climate-related risks and opportunities, as the assessed impacts were not material and the relevant effects could not be separately quantified without undue cost or effort. The Group does not currently expect the identified climate-related risks and opportunities to materially affect its access to finance, cost of capital, investment or disposal plans, or planned sources of funding over the short, medium or long term. The Group will continue to enhance data collection and review whether quantitative disclosure would be appropriate in future reporting periods.

Anticipated financial effect

25	The issuer shall provide qualitative and quantitative disclosures about:	CLIMATE CHANGE – Climate-related Risks and Opportunities; CLIMATE CHANGE – Business Model and Value Chain
(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:	The Group has not disclosed quantitative financial effects of the identified climate-related risks and opportunities as the assessed impacts were low, not material to the Group's financial position, financial performance or cash flows during the Reporting Period, and the relevant effects could not be separately quantified without undue cost or effort. The Group
(i)	its investment and disposal plans; and	will continue to enhance data collection and review whether quantitative disclosure would be appropriate in future reporting periods.
(ii)	its planned sources of funding to implement its strategy; and	
(b)	how the issuer expects its financial performance and cash flows to change over the short, medium and long term, given its strategy to manage climate-related risks and opportunities.	

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:	CLIMATE CHANGE – Climate Resilience and Scenario Analysis
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(a)	the issuer's assessment of its climate resilience as at the reporting date, which shall enable an understanding of:	CLIMATE CHANGE – Climate Resilience and Scenario Analysis
(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;	CLIMATE CHANGE – Climate Resilience and Scenario Analysis
(ii)	the significant areas of uncertainty considered in the issuer's assessment of its climate resilience; and	CLIMATE CHANGE – Climate Resilience and Scenario Analysis
(iii)	the issuer's capacity to adjust, or adapt its strategy and business model to climate change over the short, medium or long term;	CLIMATE CHANGE – Climate Resilience and Scenario Analysis
(b)	how and when the climate-related scenario analysis was carried out, including:	CLIMATE CHANGE – Climate Resilience and Scenario Analysis
(i)	information about the inputs used, including:	CLIMATE CHANGE – Climate Resilience and Scenario Analysis
(1)	which climate-related scenarios the issuer used for the analysis and the sources of such scenarios;	CLIMATE CHANGE – Climate Resilience and Scenario Analysis
(2)	whether the analysis included a diverse range of climate-related scenarios;	CLIMATE CHANGE – Climate Resilience and Scenario Analysis
(3)	whether the climate-related scenarios used for the analysis are associated with climate-related transition risks or climate-related physical risks;	CLIMATE CHANGE – Climate Resilience and Scenario Analysis

(4)	whether the issuer used, among its scenarios, a climate-related scenario aligned with the latest international agreement on climate change;	CLIMATE CHANGE – Climate Resilience and Scenario Analysis
(5)	why the issuer decided that its chosen climate-related scenarios are relevant to assessing its resilience to climate-related changes, developments or uncertainties;	CLIMATE CHANGE – Climate Resilience and Scenario Analysis
(6)	time horizons the issuer used in the analysis; and	CLIMATE CHANGE – Climate Resilience and Scenario Analysis
(7)	what scope of operations the issuer used in the analysis (for example, the operation, locations and business units used in the analysis);	CLIMATE CHANGE – Climate Resilience and Scenario Analysis
(ii)	the key assumptions the issuer made in the analysis; and	CLIMATE CHANGE – Climate Resilience and Scenario Analysis
(iii)	the reporting period in which the climate-related scenario analysis was carried out.	CLIMATE CHANGE – Climate Resilience and Scenario Analysis
(III) Risk Management		
27	An issuer shall disclose information about:	CLIMATE CHANGE – Climate-related Risk Management
(a)	the processes and related policies it uses to identify, assess, prioritise and monitor climate-related risks, including information about:	CLIMATE CHANGE – Climate-related 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);	CLIMATE CHANGE – Climate-related Risk Management

(ii)	whether and how the issuer uses climate-related scenario analysis to inform its identification of climate-related risks;	CLIMATE CHANGE – Climate-related Risk Management; CLIMATE CHANGE – Climate Resilience and Scenario Analysis
(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);	CLIMATE CHANGE – Climate-related Risk Management
(iv)	whether and how the issuer prioritises climate-related risks relative to other types of risks;	CLIMATE CHANGE – Climate-related Risk Management
(v)	how the issuer monitors climate-related risks; and	CLIMATE CHANGE – Climate-related Risk Management
(vi)	whether and how the issuer has changed the processes it uses compared with the previous reporting period;	CLIMATE CHANGE – Climate-related Risk Management
(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	CLIMATE CHANGE – Climate-related Risk Management; CLIMATE CHANGE – Climate-related Risks and Opportunities
(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.	ESG AND CLIMATE-RELATED GOVERNANCE – Climate-related Governance; CLIMATE CHANGE – Climate-related Risk Management

(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 ₂ equivalent, classified as:	CLIMATE CHANGE – GHG Emissions; CLIMATE CHANGE – GHG Emission Calculation Methodology
(a)	Scope 1 greenhouse gas emissions;	CLIMATE CHANGE – GHG Emissions
(b)	Scope 2 greenhouse gas emissions; and	CLIMATE CHANGE – GHG Emissions
(c)	Scope 3 greenhouse gas emissions.	CLIMATE CHANGE – GHG Emissions
29	An issuer shall:	CLIMATE CHANGE – GHG Emissions
(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;	CLIMATE CHANGE – GHG Emissions; CLIMATE CHANGE – GHG Emission Calculation Methodology
(b)	disclose the approach it uses to measure its greenhouse gas emissions including:	CLIMATE CHANGE – GHG Emission Calculation Methodology
(i)	the measurement approach, inputs and assumptions the issuer uses to measure its greenhouse gas emissions;	CLIMATE CHANGE – GHG Emission Calculation Methodology

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| (ii) | the reason why the issuer has chosen the measurement approach, inputs and assumptions it uses to measure its greenhouse gas emissions; and | CLIMATE CHANGE – GHG Emission Calculation Methodology |
| (iii) | any changes the issuer made to the measurement approach, inputs and assumptions during the reporting period and the reasons for those changes; | CLIMATE CHANGE – GHG Emission Calculation Methodology |
| (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 | CLIMATE CHANGE – GHG Emissions |
| (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). | CLIMATE CHANGE – GHG Emissions; CLIMATE CHANGE – GHG Emission Calculation Methodology |

Climate-related transition risks

30	An issuer shall disclose the amount and percentage of assets or business activities vulnerable to climate-related transition risks.	The Group's principal transition risk exposure relates to purchased electricity and potential increase in operating costs. During the Reporting Period, no material amount or percentage of assets or business activities was identified as vulnerable to 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.	The Group's physical risk exposure is primarily associated with its head office and pawnshops in Hong Kong, including potential temporary disruption from typhoons and rainstorms. During the Reporting Period, such exposure was assessed as low and no material amount or percentage of assets or business activities was identified as vulnerable to 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.	The Group's climate-related opportunities are mainly associated with energy efficiency, paperless operations and operational resilience. During the Reporting Period, no material amount or percentage of assets or business activities was specifically classified as aligned with climate-related opportunities.
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Capital deployment

33	An issuer shall disclose the amount of capital expenditure, financing or investment deployed towards climate-related risks and opportunities.	During the Reporting Period, no material capital expenditure, financing or investment was specifically deployed towards climate-related risks and opportunities. Relevant measures were mainly implemented through daily operational management and internal resources.
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Internal carbon prices

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	The Group did not apply an internal carbon price in decision-making during the Reporting Period.
(b)	the price of each metric tonne of greenhouse gas emissions the issuer uses to assess the costs of its greenhouse gas emissions; or an appropriate negative statement that the issuer does not apply a carbon price in decision-making.	

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).	ESG AND CLIMATE-RELATED GOVERNANCE – Climate-related Governance
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Industry-based metrics

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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 characterise 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 considered the applicability of industry-based metrics. Given the Group's secured financing services business model and limited climate-related exposure, no additional industry-based climate metrics were identified as material during the Reporting Period.

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:

CLIMATE CHANGE – Climate-related Targets

(a)

the metric used to set the target;

CLIMATE CHANGE – Climate-related Targets

(b)

the objective of the target (for example, mitigation, adaptation or conformance with science-based initiatives);

CLIMATE CHANGE – Climate-related 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);	CLIMATE CHANGE – Climate-related Targets
(d)	the period over which the target applies;	CLIMATE CHANGE – Climate-related Targets
(e)	the base period from which progress is measured;	CLIMATE CHANGE – Climate-related Targets
(f)	milestones or interim targets (if any);	CLIMATE CHANGE – Climate-related Targets
(g)	if the target is quantitative, whether the target is an absolute target or an intensity target; and	CLIMATE CHANGE – Climate-related Targets
(h)	how the latest international agreement on climate change, including jurisdictional commitments that arise from that agreement, has informed the target.	CLIMATE CHANGE – Climate-related 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:	CLIMATE CHANGE – Climate-related Targets
(a)	whether the target and the methodology for setting the target has been validated by a third party;	CLIMATE CHANGE – Climate-related Targets
(b)	the issuer's processes for reviewing the target;	CLIMATE CHANGE – Climate-related Targets

(c)	the metrics used to monitor progress towards reaching the target; and	CLIMATE CHANGE – Climate-related Targets
(d)	any revisions to the target and an explanation for those revisions.	CLIMATE CHANGE – Climate-related 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.	CLIMATE CHANGE – Climate-related Targets
40	For each greenhouse gas emissions target disclosed in accordance with paragraphs 37 to 39, an issuer shall disclose:	CLIMATE CHANGE – Climate-related Targets
(a)	which greenhouse gases are covered by the target;	CLIMATE CHANGE – Climate-related Targets
(b)	whether Scope 1, Scope 2 or Scope 3 greenhouse gas emissions are covered by the target;	CLIMATE CHANGE – Climate-related Targets
(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;	CLIMATE CHANGE – Climate-related Targets
(d)	whether the target was derived using a sectoral decarbonisation approach; and	CLIMATE CHANGE – Climate-related Targets

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| (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: | CLIMATE CHANGE – Climate-related Targets |
| (i) | the extent to which, and how, achieving any net greenhouse gas emissions target relies on the use of carbon credits; | CLIMATE CHANGE – Climate-related Targets |
| (ii) | which third-party scheme(s) will verify or certify the carbon credits; | CLIMATE CHANGE – Climate-related Targets |
| (iii) | the type of carbon credit, including whether the underlying offset will be nature-based or based on technological carbon removals, and whether the underlying offset is achieved through carbon reduction or removal; and | CLIMATE CHANGE – Climate-related Targets |
| (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). | CLIMATE CHANGE – Climate-related Targets |

Applicability of cross-industry metrics and industry-based metrics

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| 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 cross-industry metrics (see paragraphs 28 to 35) and (ii) industry-based metrics (see paragraph 36). | The Group has considered the applicability of industry-based metrics. Given the Group's secured financing services business model and limited climate-related exposure, no additional industry-based climate metrics were identified as material during the Reporting Period. |
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