

Climate Change Policy

The executive management of each company in which Swire Pacific has a controlling interest will take adequate steps to build its resilience to climate change by identifying and managing climate change risks and opportunities and by developing strategies in line with global best practices to adapt to and mitigate the impact of climate change on its operations.

Associated and joint venture companies are encouraged to follow this policy.

Making it Happen:

It is the policy of Swire Pacific to:-

Mitigationⁱ

- Reduce its carbon footprint through the establishment and implementation of long-term carbon emissions reduction targets;
- Adopt industry best practices to improve energy efficiency in its operations;
- Increase the use of renewable energy in its buildings through on-site energy generation, purchase of renewable energy and other methods where applicable;
- Encourage its employees, suppliers and customers to reduce carbon emissions in their daily operations wherever practicable;
- Incorporate climate change considerations in its procurement processes and encourage the use of low carbon and energy efficient products and materials;

Adaptationⁱⁱ

- Assess climate change and any associated financial and other risks and opportunities, in order to enhance its understanding of the impact of climate change on its operations;
- Put in place appropriate processes and measures intended to prevent or minimise the damage that climate change may cause and to take advantage of the opportunities that may arise;
- Consider climate change in the location and design of new projects and facilities;
- Address climate change risks as part of its corporate risk management process;

Build Adaptive Capacityⁱⁱⁱ

- Incorporate climate change and extreme weather events into its business continuity plans; and
- Ensure that relevant information and resources are available for the monitoring and regular review of the impact of climate change impact on its operations.

Companies are encouraged to seek technical assistance from the sustainable development office and the climate resilience working group.

Swire Pacific will review this policy periodically.

ⁱ Mitigation - ***“A human intervention to reduce the sources or enhance the sinks of greenhouse gases (GHGs)”*** IPCC, 2014 - https://www.ipcc.ch/pdf/assessment-report/ar5/wg3/WGIIIAR5_SPM_TS_Volume.pdf

ⁱⁱ Adaptation - ***“the adjustment in natural or human systems in response to actual or expected climatic stimuli or their effects, which moderates harm or exploits beneficial opportunities”*** IPCC, 2014 - https://www.ipcc.ch/publications_and_data/ar4/wg2/en/annexessglossary-a-d.html

ⁱⁱⁱ Adaptive Capacity - ***“The ability of systems, institutions, humans, and other organisms to adjust to potential damage, to take advantage of opportunities, or to respond to consequences”*** IPCC, 2014 -, https://www.ipcc.ch/pdf/assessment-report/ar5/wg3/WGIIIAR5_SPM_TS_Volume.pdf