



Yuexiu Property Co., Ltd. Green Finance Policy

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Introduction

Yuexiu Property Co., Ltd. (hereinafter referred to as "Yuexiu Property") is dedicated to integrating the concept of sustainable development into our financing strategies, continuously exploring various forms of sustainable financing, including green bonds, green loans, and loans linked to sustainable performance, aims to enhance our financial flexibility and resilience, while fully promoting the transition of our economic model towards low-carbon, resource-efficient, and sustainable development.

Scope of Application

This policy covers all business activities of Yuexiu Property and its affiliated companies and subsidiaries. Meanwhile, Yuexiu Property also suggests that affiliated companies and subsidiaries develop their own policies and measures where applicable.

Policy and Practice

Yuexiu Property has explicitly outlined the development objectives, areas of funding allocation, risk management, and information disclosure concerning green finance, providing guidance for the company's green financing. The green finance policy encompasses the following aspects:

1.Green Finance Development Objectives

Yuexiu Property actively advances our green finance strategy, aiming to achieve at least 50% of bond and loan financing originates from green financing channels by 2030, to ensure that fund allocation aligns with sustainable development goals.

2.Areas of Fund Allocation

Yuexiu Property is committed to raising funds through financial instruments such as issuing green bonds, obtaining green loans, and utilizing loans linked to sustainable performance, ensuring these funds support green building projects related to renewable energy and energy efficiency enhancement. This guides investments towards sustainable development and promotes the development of environmentally friendly buildings.

3.Risk Management

Yuexiu Property establishes project assessment and screening mechanisms to ensure that only the project meets specific green standards can access green financing. Additionally, the company is dedicated to identifying and managing various risks associated with green financing, including credit, market, technological, and legal compliance risks, while formulating risk mitigation strategies to alleviate these risks.

4.Information Disclosure

Yuexiu Property enhances transparency and information disclosure to enable investors and the public to better understand the progress of green financing. We adhere to international standards such as the International Capital Market Association's (ICMA) Green Bond Principles (GBP) and Green Loan Principles (GLP), the company discloses the use of financing, project progress, expected environmental benefits, and the evolution of any significant risks.

Monitoring and Regular Review

The Board of Directors and the ESG Committee are responsible for managing and guiding Yuexiu Property's green finance-related matters, discussing and reviewing relevant risks and opportunities at least every year. Practices and initiatives related to green finance will be disclosed on the company's website and in the ESG reports.