Climate Change Policy

Longfor Group is concerned about the impacts of a warming climate on the sustainable development of the environment, society, and its own business. The Group pledges to take the following steps in risk identification, adaption, and coping strategies to mitigate the impact of climate change on its own business and society.

1. Set reasonable carbon targets with reference to best practices and top global standards, and gradually achieve them;

2. Regularly analyze and evaluate the impacts of climate change on the Group's operations;

3. Keep abreast of historical climate conditions and future climate forecasts in the regions where we operate, and incorporate them into the scope of project construction;

4. Reasonably evaluate the impacts of climate change in each region on the operation in the design stage;

5. Incorporate the impacts of suppliers on climate change and their coping ability into the scope of evaluating project bidding;

6. Reasonably assess the impacts of climate risk on the project progress;

7. Devote continuous attention to the demand for low-carbon, green and energy-saving products, incorporate the green and low-carbon idea into product design and development, and work out new technologies and new applications around the low-carbon, green, and healthy whole life cycle to improve the product which meets the needs of the market and consumers;

8. Proactively pilot new low-carbon green and sustainable technologies, and improve the certification level and the coverage of green building labels;

9. Establish the R&D channels of green building technology through the model of industry-university-research collaboration, promote new material and technology R&D, innovate low-carbon and green construction schemes, and build up extra construction

capacities and systems; gradually plan and set up supply chain systems for low-carbon sustainable buildings such as green buildings or ultra-low energy consumption buildings, so as to control reasonable procurement costs of green building technology;

10. Further continue energy conservation and emission reduction by using the energy management system and carry out refined energy management with the quota of building energy and long-term carbon goals;

11. Seek new energy technologies, improve energy efficiency and increase the use of renewable energy to cope with changes in the energy market;

12. Continuously track and understand the needs and requirements of regulators and investors for environmental protection and low carbon;

13. Continuously track and understand the carbon disclosure standards of regulators and investors to ensure completeness of figures;

14. Continuously track and understand the standards and requirements of laws, regulations, and policies for the construction and procurement of materials;

15. Continuously track and understand the government's policy requirements and policies for green, low-carbon, and energy-saving products, and put investments in low-carbon, green and energy-saving products to meet the needs of the market and consumers;

16. Strengthen communication with investors and other stakeholders, proactively respond to their demands, continuously improve the Group's environmental performance disclosure, and boost ratings.

The policy will be reviewed annually and updated as necessary.