

## **Kerry Properties Limited**

### **Group Environmental Protection Policy**

#### **Commitment**

Kerry Properties Limited (“Kerry Properties” or “KPL”, which together with its subsidiaries referred to as the “Group” or “we”), is a world-class property company with significant investments in the Mainland and Hong Kong. The Group strongly believes we have a responsibility to bequeath a better environment for everyone and generations to come. Recognising the potential impacts from our property design, construction and management activities on the environment, this Policy underscores our commitment to minimise these impacts throughout the life cycle of our properties. We pursue internationally or regionally recognised green building certifications for new buildings whenever possible. We support environmental-related United Nations Sustainable Development Goals and initiatives of the communities where we operate.

Guided by this Policy, we adopt respective principles, measures and standard operating procedures to ensure that we will take consideration of environmental aspects in the planning and operation of our businesses. This Policy applies to the Group.

#### **Approach**

##### **Energy**

Non-renewable energy sources are finite and the use of them further contributes to global warming. For a more sustainable future, we strive to limit our reliance on non-renewable energy of our properties throughout their life cycles. We strive to:

- Achieve and enhance energy efficiency during the design, planning, construction, and operation stage of building projects through adopting practicable designs and technologies;
- Explore the use of renewable energy in our properties where applicable;
- Continuously strengthen our energy-saving measures through environmental management system to meet the energy-saving targets; and
- Advocate energy efficiency improvements with our contractors and occupants.

##### **Waste management**

Disposal of waste has been a significant environmental challenge in where we operate. We strive to limit the waste generation and promote recovery of resources from our business activities, including the daily operations of our properties and construction or demolition works. We strive to:

- Minimise waste generation in our daily operations by adopting the Reduce-Reuse-Recycle-Replace approach whenever practicable;
- Closely monitor construction waste management performance of development projects, and require contractors to properly sort and recycle construction wastes;
- Properly manage the waste generated by our employees, residents, tenants and customers, and encourage those parties to observe our waste management practices; and
- Work in collaboration with third parties to promote waste reduction across our properties, and drive behavioural change of our stakeholders.

## Freshwater

Freshwater is becoming a scarce resource but is crucial for maintaining our quality of life and healthy ecosystem. It is often consumed for landscaping, cleaning and sanitation at our properties. For a more sustainable future, we strive to limit the use of freshwater of our properties throughout their life cycles. We strive to:

- Achieve and enhance water efficiency during the design, planning, construction, and operation stage of building projects through adopting practicable designs and technologies; and
- Advocate water efficiency improvement with our contractors and occupants.

## Natural ecosystem and biodiversity

We appreciate a healthy ecosystem is necessary for the well-being of our society. Our impacts on natural ecosystem and biodiversity may arise from acquisition of resources derived from natural habitats and direct disturbance to flora and fauna by our property development and management activities. To minimise such impacts, we strive to:

- Incorporate environmental considerations into our procurement process for construction and non-construction activities;
- Encourage the use of alternative materials and avoid using materials that are finite resources derived from natural habitats;
- Encourage the use of materials with less toxicity; and
- Consider biophilic design for new property development projects whenever economically viable.

## Control of pollution

Different forms of pollution cause disturbance to our stakeholders. We strive to control the potential pollutions arising from our properties throughout their life cycles. We strive to:

- Monitor emissions of dust, noise, generation of construction waste and discharge of wastewater from all construction sites regularly, and take action to remediate if any impact to surrounding environment is identified;
- Work with our contractors to improve noise control of construction and demolition works; and
- Consider the potential disturbance of lights to adjacent community by our properties at design stage whenever applicable.

## Review

The Sustainability Steering Committee will conduct regular review of this Policy and update the content if necessary.

## Supplementary policies

This Policy clarifies KPL's overall commitment and approach to managing its environmental footprint. For our specific approach in mitigating the impacts of climate risks on us and adopting sustainability principles into our procurement process, please refer to the following policies.

- Climate Risk Policy
- Sustainable Procurement Policy