



# ENVIRONMENTAL, SOCIAL, AND GOVERNANCE REPORT

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### SCOPE AND REPORTING PERIOD

This ESG report (the “Report”) is prepared by Asiaray Media Group Limited and its subsidiaries (the “Company”, and together with its subsidiaries, the “Group”), highlighting its Environmental, Social, and Governance (the “ESG”) performance, with disclosure reference made to the ESG Reporting Guide as described in Appendix C2 to the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “Listing Rules” and “Stock Exchange” respectively) and Guidance set out by the Stock Exchange. The Group complied with all the “comply or explain” provisions set out in the ESG Reporting Guide. Climate-related disclosures are aligned with the Task Force on Climate-Related Financial Disclosures (“TCFD”) framework.

This ESG report covers the Group’s overall performance in two subject areas, namely, Environmental and Social aspects of its business operations in various cities in the People’s Republic of China (the “PRC”), namely Beijing, Chengdu, Guangzhou, Hainan, Hangzhou, Hong Kong, Macau, Qingdao, Shanghai, Shenyang, Shenzhen, Urumqi, Wenzhou, Wuxi, Xiamen, Yunnan, Zhengzhou, and Zhuhai, from 1 January 2023 to 31 December 2023 (the “Reporting Period”), unless otherwise stated.

To align with the annual report, this Report shall also include the social performance of business operations in Singapore, whereas the environmental performance of aforementioned operations shall not be considered to be within the reporting scope of this Report.

There were no major operational changes in the scope of this report compared with that for the period from 1 January 2022 to 31 December 2022 (the “Last Reporting Period”).

### REPORTING PRINCIPLES

The Report is prepared in accordance with the “Environmental, Social and Governance Reporting Guide” set out in Appendix C2 to the Listing Rules (the “Guide”). The contents covered herein are in compliance with the provision of “Comply or Explain” as well as four reporting principles of materiality, quantitiveness, balance and consistency required in the Guide.

*Materiality* – Materiality assessments have been carried out to identify material environmental and social issues that have major impacts on investors and other stakeholders, the significant stakeholders, procedures, and results of the engagement of which are presented in the section “Stakeholder Engagement and Materiality” in the Report.

*Quantitiveness* – Key performance indicators (“KPI”s) have been established, and are measurable and applicable to make valid comparisons under appropriate conditions; information on the standards, methodologies, assumptions, and/or calculation tools used, and sources of conversion factors used, have been disclosed when applicable.

*Balance* – The Report presents the Group’s performance during the Reporting Period in an impartial manner, avoiding choices, omissions or presentation formats that may unduly influence readers’ decisions or judgements.

*Consistency* – Consistent statistical methodologies and presentation of KPIs have been used to allow meaningful comparisons of related data over time.

### STAKEHOLDER ENGAGEMENT AND MATERIALITY

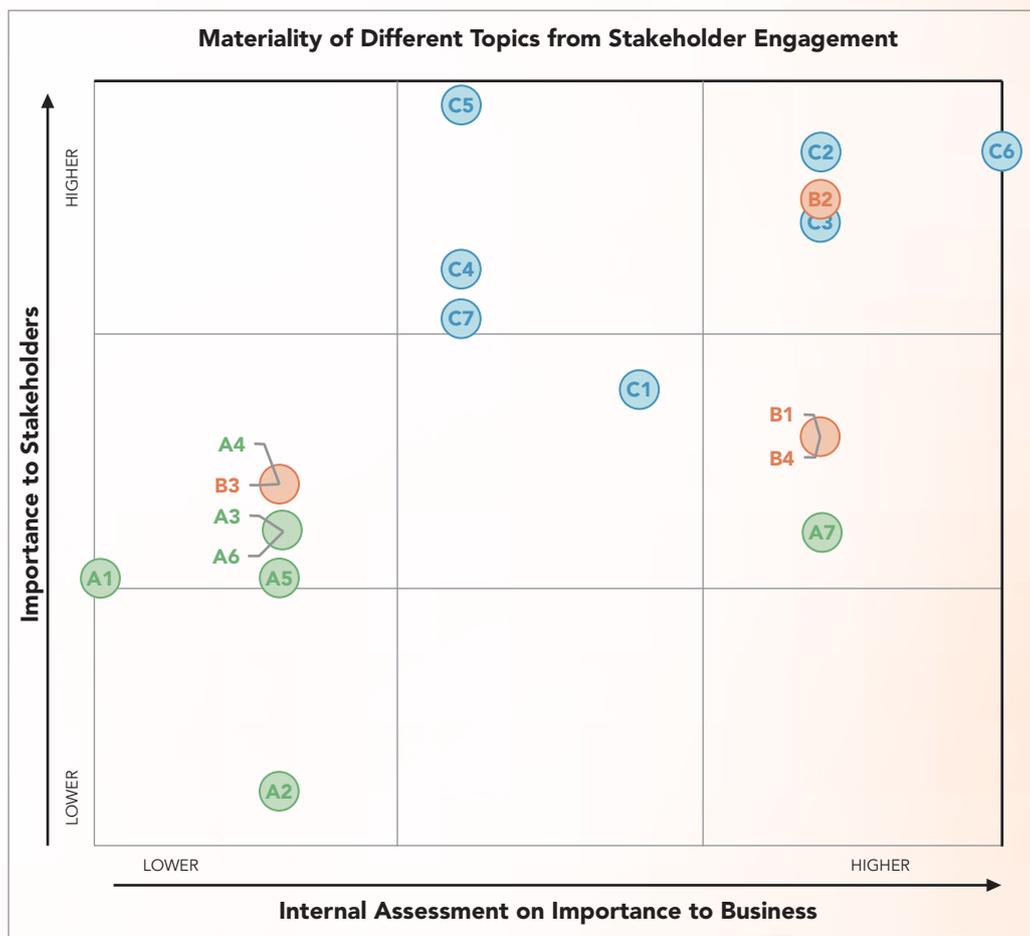
The Group values input and feedback from its stakeholders as they bring potential insights to the Group’s business. The Group communicates with different stakeholders through regular engagement activities to better understand their concerns and expectations on the Group’s ESG and business performance.

**Materiality Assessment**

During the Reporting Period, the Group specifically engaged a variety of stakeholders, namely the Board, senior management, shareholders, suppliers, contractors, and business partners, to gain insights regarding ESG material topics and challenges of the Group’s operation.

Results of the materiality assessment and the consolidated list of material aspects are presented in the following matrix and table respectively.

**Materiality Matrix**



**Environmental Practices**

<b>A1</b>	Energy
<b>A2</b>	Water
<b>A3</b>	Air Emission
<b>A4</b>	Waste and Effluent
<b>A5</b>	Other Raw Materials Consumption
<b>A6</b>	Environmental Protection Measures
<b>A7</b>	Climate Change

**Labour Practices**

<b>B1</b>	Employment
<b>B2</b>	Occupational Health and Safety
<b>B3</b>	Development and Training
<b>B4</b>	Labour Standards

**Operational Practices**

<b>C1</b>	Supply Chain Management
<b>C2</b>	Intellectual Property
<b>C3</b>	Data Protection
<b>C4</b>	Customer Service
<b>C5</b>	Product/Service Quality
<b>C6</b>	Anti-corruption
<b>C7</b>	Community Investment

## ENVIRONMENTAL, SOCIAL, GOVERNANCE REPORT

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Among the environmental and social aspects, the following topics are identified as the most material issues to the stakeholders:

- Anti-corruption;
- Intellectual Property;
- Occupational Health and Safety;
- Data Protection; and
- Product/Service Quality.

The above aspects have been strictly managed through the Group's policies and guidelines. Management of the aspects is described in separate sections below. The Group will continue to keep close communication with its stakeholders to understand their expectations and to identify areas of improvement for the concerned aspects for advancing ESG management.

### STAKEHOLDERS' FEEDBACK

The Group promotes effective communications with all the stakeholders through regular newsletter, notices, announcements, and reports via its Facebook, WeChat and Weibo accounts as well as the Company's website. The Group welcomes stakeholders' feedback on its ESG approach and performance. Please give your suggestions or share your views with us by email at [ir@asiaray.hk](mailto:ir@asiaray.hk).

### THE GROUP'S MISSION AND VISION ON SUSTAINABILITY COMMITMENT

The ESG report continues to demonstrate the Group's unwavering commitment to sustainable development and its dedication to corporate governance, environmental protection, and human capital. The Group is committed to conducting business in a transparent, equitable, legal, and socially responsible manner.

This Report also underpins the Group's core values of integrity, excellence and benevolence. The Group's commitment to integrity is reflected in its exceptional internal management and corporate governance. It strives to deliver superior advertising solutions while considering environmental concerns and economic feasibility. The Group's benevolence is shown through its continued efforts in creating a better living environment for the wider communities. Highlights of sustainability achievements during the Reporting Period include:

- Maintained the diversion of significant portion waste printed advertising materials from landfill through the cooperative efforts with designated recycling companies for recycling and reprocessing;
- Continued the upgrades of advertising panels to LED lighting in advertising spaces;
- Provided free or affordable advertising spaces for environmental organisations to raise awareness about social and environmental issues at metro lines in Hong Kong and Mainland China; and
- Awarded with the Hong Kong Green Organisation by Hong Kong Awards for Environmental Excellence ("HKAEE") since 2016.

In the coming years, the Group will implement more strategies to advance environmental performance for the long-term sustainability. For instance, the Group will endeavor to expedite the replacement of advertising panels with LED lightings at its advertising spaces.

### GOVERNANCE STRUCTURE

#### Board Responsibilities

Sound corporate governance forms the foundation of the Group's operations. The Group believes that establishing and implementing sound ESG principles and practices will help enhance the investment value of an enterprise and provide long-term returns to our stakeholders. The Board has the overall responsibility of overseeing sustainability issues related to the Group's operations and strategy. By setting a strategic direction, the Board sets a clear vision and strategy that guides the ESG measures or systems, reflecting the Group's core values. The Board has adopted the following approaches to identify, manage and review material ESG issues:

*Identify:* The Board will engage key stakeholders, including the Group's major customers, major suppliers, management team, and employees to identify material ESG issues and risks inherent in the Group's business operations. The Board believes that open dialogue with stakeholders plays a crucial role in maintaining our business sustainability.

*Assess:* Apart from assessing the performance of the Group's ESG measures through discussion with the Group's stakeholders, the Board will engage a third party to identify and assess our performance in respect of environmental protection and climate change.

*Review:* The Board will review the progress made against ESG-related goals to guide the Group to achieve better ESG performance. Through the Group's ESG Policy, a set of systematic risk management practices have been put in place to ensure financial and operational functions, compliance control systems, material control, asset management and risk management all operate effectively.

#### Management Working Group

The Group understands that ESG matters may threaten an organisation's shareholder value, reputation, supply chain, and other issues that may affect sustainability; and business sustainability is critical to the long-term trust that the Group has built with the public. The ESG working group, otherwise known as the Corporate Green Committee, consists of representatives from various departments, and is in charge of dealing with ESG-related issues since its establishment as well as during the Reporting Period. The ESG working group is responsible for discussing the Group's ESG issues and continue to ensure that appropriate and effective ESG risk management and internal control systems are in place, and coordinate different departments to implement actions necessary for climate disclosures, including data collection, and action execution.

# A. ENVIRONMENTAL

## A1. EMISSIONS

There was no non-compliance with relevant laws and regulations that have a significant impact on the Group relating to air and greenhouse gas emissions, discharges into water and land, and generation of hazardous and non-hazardous waste during the Reporting Period.

The Group strictly complies with national and local laws and regulations related to environmental protection and pollution control, including but not limited to the following:

- Air Pollution Control Ordinance of the Laws of Hong Kong;
- Waste Disposal Ordinance of the Laws of Hong Kong;
- Water Pollution Control Ordinance of the Laws of Hong Kong;
- Environmental Protection Law of the PRC;
- Law of the PRC on the Prevention and Control of Environmental Pollution by Solid Waste;
- Soil Pollution Prevention and Control Law of the PRC; and
- The National Hazardous Waste Inventory.

With its business nature, the Group recognises the environmental impacts of its daily operations and adheres to the Group's Environmental Policy Statement established in 2016. The Group's top management endorses and reviews the Policy regularly, ensuring it aligns with the Group's strategic direction. The Group is committed to ensuring its subsidiaries' compliance with all relevant local and national environmental legislation, regulations and requirements, as well as obtaining all necessary environmental permits and licenses for operation. It also makes continuous efforts in using natural resources (such as energy, materials and water) as efficiently as possible, promoting energy efficiency and energy conservation in its operations and offices, as well as minimising its overall emissions and impacts on the environment on the preconditions that business activities would not be affected.

The Group has partnered with major property management clients in Hong Kong to support Charter on External Lighting, launched by the Environment Bureau in promoting awareness on minimising light nuisance and energy wastage caused by external lighting installations. For Hong Kong's outsourced printing production, most of the ink used have been accredited with international certifications including the GREENGUARD Gold Certification. The certified products have been scientifically tested and met some of the world's most rigorous, third-party chemical emissions standards.

The Group's efforts in sustainability and outstanding environmental performance have been recognised by local authorities. The Group has also been named as a "Hong Kong Green Organization" for eight consecutive years since 2016 under the Hong Kong Green Organization Certification ("HKGOC") by the Environmental Campaign Committee and Environmental Protection Department, and has obtained the Basic Level Energywise Certificate and Good Level Wastewise Certificate for the Reporting Period.

## A1.1. Air Emissions

During the Reporting Period, the Group's business did not involve any gaseous fuel consumption, and only consumed petrol for its vehicles for the daily business operations. The Group-owned, fossil-fuelled vehicles (consisting of passenger cars and light goods vehicles) contributed to the emissions of nitrogen oxides ("NO<sub>x</sub>"), sulphur oxides ("SO<sub>x</sub>") and respiratory suspended particles ("RSP").

See below for the breakdown of 2023 air emissions, as well as comparisons with the Last Reporting Period.

Mobile fuel source	2022 air emissions (non-GHG) from vehicle operations		
	NO <sub>x</sub> (kg)	RSP (kg)	SO <sub>x</sub> (kg)
<b>Petrol</b>	171.54	16.17	0.39

Mobile fuel source	2023 air emissions (non-GHG) from vehicle operations		
	NO <sub>x</sub> (kg)	RSP (kg)	SO <sub>x</sub> (kg)
<b>Petrol</b>	149.21	13.84	0.36

Note: Emission factors for calculations on environmental parameters throughout the Report were made reference to Appendix C2 to the Listing Rules and their referred documentation as set out by Hong Kong Exchanges and Clearing Limited, unless stated otherwise.

The intensity of air emissions by the Group was 92.75 g of NO<sub>x</sub>, 0.22 g of SO<sub>x</sub>, and 8.60 g of RSP per million RMB revenue, with reference to the total revenue of the Group (in million RMB) in the Reporting Period.

## A1.2. Greenhouse Gas ("GHG") Emissions

During the Reporting Period, the Group's business operation resulted in GHG emission of 11,155.96 tonnes of carbon dioxide equivalent ("tCO<sub>2</sub>eq."), mainly carbon dioxide, methane and nitrous oxide. The overall intensity of the GHG emissions for the Group was 6.93 tCO<sub>2</sub>eq./million RMB revenue.

During the Reporting Period, the Group's GHG emissions were contributed by:

- Scope 1 – Direct Emissions from operations that are owned by or controlled by the Group;
- Scope 2 – "Energy indirect" emissions resulting from the generation of purchased or acquired electricity, heating, cooling, and steam consumed within the Group; and
- Scope 3 – All other indirect emissions that occur outside the Group, including both upstream and downstream emissions.

See below for the detail breakdown of 2023 GHG contributions, as well as comparisons with the Last Reporting Period.

Scope of Greenhouse Gas Emissions	GHG Emission Sources	2023 GHG Emission (in tCO <sub>2</sub> eq.)	2022 GHG Emission (in tCO <sub>2</sub> eq.)
<b>Scope 1 Direct Emission</b>			
Combustion of fuel for mobile combustion source	Petrol	64.49	70.56
<b>Scope 2 Indirect Emission</b>			
Purchased electricity		11,022.73	10,313.27
<b>Scope 3 Other Indirect Emission</b>			
Electricity used for freshwater and wastewater treatment		0.89	1.22
Paper waste disposal		18.12	18.50
Business air travel		49.73	26.48
<b>Total</b>		<b>11,155.96</b>	<b>10,430.03</b>

Notes:

1. Emission factors were made reference to Appendix C2 to the Listing Rules and their referred documentation as set out by Hong Kong Exchanges and Clearing Limited, unless stated otherwise. Scope 3 emissions were only calculated based on the available emission factors from the referred documentation.
2. According to The Ministry of Ecology and Environment of People's Republic of China (2023): Emission factor of 0.5703 tCO<sub>2</sub>e/MWh was used for purchased electricity from the National Grid of the PRC in 2023; Emission factor of 0.5810 tCO<sub>2</sub>e/MWh was used for purchased electricity from the National Grid of the PRC in 2022.
3. CO<sub>2</sub> emissions from the Group's business air travels were reported with accordance to the International Civil Aviation Organization (ICAO) Carbon Emission Calculator.

### A1.3. Hazardous Waste

Similar to the Last Reporting Period, hazardous waste generated by the Group was mainly from lubrication oils and inks that were used for in-house printing operations. The amount of hazardous waste generation was insignificant, thus related data has not been reported.

### A1.4. Non-hazardous Waste

During the Reporting Period, the Group's advertising media segment generated approximately 415 tonnes of non-hazardous waste, with an intensity of 257.91 kg/million RMB revenue. Types of non-hazardous waste included billboard banners, MTR posters, bus body advertisements, advertisement backlight film, advertisement canvas, and general domestic waste. All of the listed non-hazardous wastes were either disposed of or recycled by licensed collectors.

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See below for the detail breakdown of 2023 non-hazardous waste generation, as well as comparisons with the Last Reporting Period.

Type of Non-Hazardous Waste	2023 Amount (in kg)	2022 Amount (in kg)
Bus Body Advertisements	289,950.00	289,530.00
MTR Posters	59,930.00	55,200.00
Advertisement Backlight Film	26,850.00	N/A
Billboard Banners	19,200.00	18,000.00
Advertisement Canvas	12,968.00	N/A
Office Waste (From Shatin and Kornhill Plaza Offices)	6,022.50	7,482.50
<b>Total</b>	<b>414,920.50</b>	<b>370,212.50</b>

Note: Total office waste is estimated by extrapolating from generated office waste of randomly chosen work day; Total MTR poster waste is estimated by extrapolating from MTR poster waste generated during November 2023.

The Group's business units also purchased a total of 3,775.65 kg of office paper during the Reporting Period, of which approximately 65% has been certified by the Forest Stewardship Council ("FSC") or the Programme for the Endorsement of Forest Certification ("PEFC"). It has been assumed that all paper, whether stored or purchased within the organisation boundary, will eventually be disposed at landfills unless collected and recycled<sup>1</sup>.

### A1.5. Measures to Mitigate Emissions

To mitigate vehicle emissions, the Group ensures its vehicles have met the European emission standards (EURO 5 & 6), and encourages employees to take public transport as much as possible.

The Group keeps track of employees' business travelling and their relative carbon emission throughout the year. The Group has adopted the use of video-conferencing software for sharing presentation materials among various parties, and to allow staff to communicate with internal and external parties from different geographical locations. However, as the effects of the COVID-19 pandemic have gradually subsided during the Reporting Period, business air travel have started to return to pre-pandemic levels. Nevertheless, the Group still encourages its employees to limit the use of business air travel wherever possible.

During the Last Reporting Period, to account for future changes in the Group's scope and business operations, the Group had made the decision to revise its emissions target to be based on emissions intensity instead. As such, the Group had set the long-term target of reducing its total GHG emissions intensity by 5% in 10 years from 2022, or by 2032. See below for the detail breakdown of the Group's progress towards its emission reduction target.

	2022 Figures	Reduction Target by 2032	2023 Figures	% Change
Total GHG Emissions (Scope 1, Scope 2, and Scope 3)	6.31 tCO <sub>2</sub> eq./million RMB revenue	-5%	6.93 tCO <sub>2</sub> eq./million RMB revenue	+9.91%

<sup>1</sup> EMSD/EPD Guidelines to Account for and Report on Greenhouse Gas Emissions and Removals for Buildings (Commercial, Residential or Institutional Purposes) in Hong Kong, 2008 and 2010 Editions

Due to a slight decrease in revenue and slight increase in total GHG emissions, the Group has recorded an increase in GHG emissions intensity for the Reporting Period. Based on these results, the Group shall closely monitor its GHG emissions for the next reporting period, and either implement further emissions mitigation measures or redefine its baseline depending on its progress.

### A1.6. Waste Handling and Reduction Initiatives

In Hong Kong, the Group has implemented the Waste Management Plan to ensure appropriate handling of all advertising wastes in metro lines. Recycling protocol must be strictly followed for all used and retired advertising materials. Under all circumstances, landfill is the least preferred choice for disposal. During the Reporting Period, with the effort of cooperating with appropriate collectors in past years, the Group has achieved ideal recycling and reprocessing rate for significant portion printed advertising materials. Hazardous waste such as ink cartridges and lubrication oils were collected by licensed waste contractors and were disposed of in accordance with the local waste management regulations.

In Mainland China, as part of the Group's waste reduction initiatives, transparent protective films are applied on some of the permanent lightbox advertisements along the metro. This application aims to protect the advertising displays from external damages, which resulted in prolonged shelf life and reduced needs for reprinting.

#### *Saving Resources through LED Advertising*

The Group continues to incorporate zero-waste initiatives into the design of advertising display to further reduce the use of raw materials and generation of waste at source. For example, at selected locations, traditional paper-based displays have been replaced with programmed LED displays and digital equipment. Not only does LED advertising save paper and materials (e.g., ink, posters and printed advertisement), it also enhances the quality of advertisement by using high-resolution display of images and videos.

#### *Fostering a Green Office*

The Group has adopted an intranet platform for various administrative and human resources processes, which significantly reduced the use of paper. Employees are reminded and encouraged to use recycled paper for internal use and drafting. Offices in different geographical locations will continue to review the feasibility of paper recycling at where the businesses operate. Besides, water filters have been installed in the offices to reduce the use of plastic water bottles.

During the Last Reporting Period, the Group had set the target to reduce its waste generation intensity by 5% in 10 years from 2022, or by 2032. See below for the detail breakdown of the Group's progress towards its waste generation intensity reduction target.

	2022 Figures	Reduction Target by 2032	2023 Figures	% Change
Non-Hazardous Waste Generation Intensity	223.93 kg/million RMB revenue <sup>2</sup>	-5%	257.91 kg/million RMB revenue	+15.17%

<sup>2</sup> Please note that 2022 non-hazardous waste intensity was incorrect due to typo; the figure presented in last year's ESG Report should be 0.22 tonnes/million RMB revenue.

Due to a slight decrease in revenue, as well as additional accountability in recording advertisement backlight film and advertisement canvas in total non-hazardous waste, the Group has recorded an increase in non-hazardous waste generation intensity for the Reporting Period. Based on these results, the Group shall closely monitor its non-hazardous waste generation for the next reporting period, and either implement further waste reduction initiatives or redefine its baseline depending on its progress.

## A2. USE OF RESOURCES

### A2.1. Energy Consumption

Direct/Indirect Energy Sources	2023 Consumption (in Litre)	2022 Consumption (in Litre)	2023 Consumption (in kWh)	2022 Consumption (in kWh)
Electricity	N/A	N/A	19,327,950.62	17,750,891.01
Petrol	24,170.27	26,535.78	214,200.31	235,163.80
<b>Total</b>			<b>19,542,150.93</b>	<b>17,986,054.81</b>

Note: Conversion factors were used pursuant to IEA Energy Statistics Manual and 2006 IPCC Guidelines for National Greenhouse Gas Inventories.

The Group's business operations resulted in total energy consumption of 19,542,150.93 kWh from the use of electricity and petrol, recording a 8.65% increase from the Last Reporting Period. The Group's energy intensity was 12,147.16 kWh/million RMB revenue.

For some of the Group's other offices and media sites, electricity usage was included in the management fee and rental fee, hence data was not available to be reported. During the Reporting Period, the Group consumed approximately 264,211.33 kWh of electricity for its office operations (2022: 250,236.49 kWh), and approximately 19,063,739.29 kWh of electricity for most advertising operations, such as digital billboards, display panels and screens (2022: 17,500,654.52 kWh).

From the above, it can be seen that the increase in the Group's energy consumption for the Reporting Period can be mostly attributed to the increase in electricity used for its advertising operations, which saw a 8.93% increase from the Last Reporting Period.

### A2.2. Water Consumption

The Group mainly involved water consumption in the offices, in which payment for most water usage has been included in the management fee to the landlord, thus consumption data cannot be obtained. During the Reporting Period, the Group's offices with data reported consumed water amounted to 1,357.31 m<sup>3</sup> (2022: 1,924.82 m<sup>3</sup>), contributing to the water consumption intensity of 0.84 m<sup>3</sup>/million RMB revenue. This corresponds to a 29.48% decrease and 27.54% decrease from the Last Reporting Period respectively.

It is assumed that all water consumed was discharged for wastewater treatment by the local government authorities. In general, water usage in the Group's offices and operations is relatively low and insignificant.

### A2.3. Energy Use Efficiency Initiatives

The Group is strongly dedicated to reducing its carbon footprint throughout its operations. It has made continuous efforts to identify eco-friendly printing solutions and to invest in research and development.

LED lighting is utilised as much as possible for advertising solutions to save electricity and environment. The Group has been progressively replacing existing fluorescent tubes with LED tubes for advertising panels. During the Reporting Period, the Group continued its LED lighting upgrade work to numerous advertising panels in the metro lines in Hong Kong. By using LED tubes, the energy consumption of lighting could be significantly reduced. LED lighting is also widely used across the media sites in Mainland China, with over 70% of the Group's airport advertisements fitted with LED lighting system.

The Group is particularly proud of its dismantlable LED solution which offers highly energy-efficient advertisements. It enables static graphic to display during daytime, while LED lighting is switched on during night-time. This has greatly reduced the overall power consumption of the advertisement panels. In addition to One Peking in Tsim Sha Tsui during the Last Reporting Period, the Group has further installed its dismantlable LED solutions, WrapLED, at the Hang Seng Tsim Sha Tsui Building in Tsim Sha Tsui during the Reporting Period. WrapLED utilises dismantlable LED that aimed to provide energy-saving advertising solutions for its advertising clients.



Figure 1: WrapLED in use at Hang Seng Tsim Sha Tsui Building in Tsim Sha Tsui

During daytime, the use of LED lights is reduced with static graphic displays and natural lighting, while animated advertisement is shown at night-time. Compared to conventional digital billboard, this application has optimised the use of natural lighting and therefore reduced the overall energy consumption.

At the offices, the Group encourages the use of energy efficient appliances, such as those with Grade 1 energy label under the Mandatory Energy Efficiency Labelling Scheme (“MEELS”) in Hong Kong.

During the Last Reporting Period, to account for future changes in the Group’s scope and business operations, the Group had made the decision to revise its energy target to be based on energy consumption intensity instead. As such, the Group had set the long-term target of reducing its total energy consumption intensity by 5% in 10 years from 2022, or by 2032. See below for the detail breakdown of the Group’s progress towards its energy use reduction target.

	2022 Figures	Reduction Target by 2032	2023 Figures	% Change
Energy Consumption Intensity	10,879.37 kWh/million RMB revenue	-5%	12,147.16 kWh/million RMB revenue	+11.65%

Due to a slight decrease in revenue and slight increase in total energy consumption, the Group has recorded an increase in energy consumption intensity for the Reporting Period. Based on these results, the Group shall closely monitor its energy consumption for the next reporting period, and either implement further energy use efficiency initiatives or redefine its baseline depending on its progress.

### A2.4. Water Use Efficiency Initiatives

While the Group has not yet implemented any official policies, water conservation practices are nevertheless encouraged throughout its offices. Overall, water consumption in the offices and business operations was insignificant, and thus the Group has not set any reduction targets for water consumption. There was no issue in sourcing water that is fit for the purpose of the Group’s daily operation.

### A2.5. Packaging Materials

Packaging materials, mainly paper and wood, are consumed during the transportation and distribution of advertising materials. Nevertheless, packaging materials consumed by the Group’s operation was insignificant and the corresponding data is not reported.

## A3. THE ENVIRONMENT AND NATURAL RESOURCES

Out-of-home advertising plays an important role in metropolitans. The Group is committed to managing its products and services with great consideration of safety, environmental protection, and aesthetic appearance. The Group believes that there will be a more intimate relationship between the society and outdoor advertising, and closer connection with people’s lives. It aims to become a role model in the advertising industry by maintaining high standards of deliverables while contributing to sustainable development and corporate responsibility. Together with the society and business partners, the Group will contribute making a better and greener world.

### A3.1. Significant Impacts of Activities on the Environment

With consideration to its business nature, the Group is aware of its impacts on the environment and natural resources, particularly in terms of electricity and indirect material consumption.

The Corporate Green Committee continues to strengthen the Group's sustainability performance across a wide spectrum of environmental issues. The management in different units is dedicated to fully supporting eco-friendly practices and implementing various environmental programme in daily operations.

Eco-friendly materials such as non-polyvinylchloride are sourced for advertising production to meet growing customer demand on sustainable solution and to minimise environmental impact.

Looking forward, the Group is committed to creating a more sustainable future for its employees, clients and the communities it serves.

## A4. CLIMATE CHANGE

A warming planet creates a wide range of risks for business, from disrupted supply chains to rising insurance costs to labour challenges. With the increasing threat of climate change and the associated physical damage, change in market perception and shift in preference of the public towards more environmentally friendly products and services, the financial, reputational and strategic risk implications are becoming increasingly prominent. The Group recognises that climate change will undoubtedly be of increasing concern to the Group and industry as a whole for the foreseeable future, and thus the Group also agrees with the latest scientific findings of the Intergovernmental Panel on Climate Change (the "IPCC") regarding climate change.

Starting from the Last Reporting Period, the Group has been disclosing its climate-related information in alignment with the four core elements, namely, Governance, Strategy, Risk Management, and Metrics and Targets of TCFD recommendations on climate-related financial disclosure.

### A4.1. Governance

Due to the nature of business as an out-of-home media company, climate change has not posed significant threat to the Group's business operation. As such, the Group has not formulated any official policies regarding climate change. Strategies on climate change are considered to be ESG-related issues, and thus its management is delegated to the ESG task force team.

For further details of the Group's ESG governance, please refer to the section "Governance Structure" of this Report.

## A4.2. Strategy

However, the Group has identified relevant climate-related risks and assessed their potential financial impacts. The climate risks identified, their time horizon, trend, and the potential financial impacts affecting the Group are shown below.

	Climate Risks	Time horizon	Trend	Potential financial impact
Physical Risks	Acute	Short term	Increase	Extreme weather events with increased severity during cyclones, hurricanes, storm surges and floods can cause supply chain interruption by bringing damage to local infrastructure, potential damage to offices and outdoor advertisements, and disruption to human resources.
	Chronic	Long term	Increase	Longer-term shifts in climate patterns can increase capital costs, operating costs, costs of human resources and increased insurance premium.
Transition Risks	Technology	Long term	Increase	During the transitional period, the Group expects increased procurement expenditures to introduce new and alternative technologies, and the additional cost of adopting/deploying new practices and processes.
	Policy and Legal	Short to medium term	Increase	Implementation of tightened environmental laws, stringent requirements on climate disclosures and carbon pricing system increases operating costs.
	Market	Short term	Increase	During the transitional period, the Group might face a decrease in revenue due to higher environmental requirements of clients, if no strategy has been set accordingly.
	Reputation	Short to medium term	Increase	Stakeholders' concerns on climate-related issues of the Group might dampen the investment sentiment of investors, impacting the stock price and market capitalisation of the Group, and hence increasing the liquidity risk.

As for opportunities arising from climate change, the Group foresees that new arising green industries may see huge growth under the pressure of climate change, which may act as potential new clients for the Group to produce advertising for.

### A4.3. Risk Management

An ESG risk assessment was conducted based on assessing the possibility and impact of each identified risk into three levels: high, medium and low. Risks are then prioritised and classified into the overall risk levels, high, medium and low based on the possibility and impact ratings.

Risk levels	Definition of the overall risk levels
High	Risks at this level may have serious consequences. It is highly likely that there will be some impacts to the Group and hindrance for the Group to achieve strategic goals.
Medium	Risks at this level may have serious consequences, but they are less likely to occur. Conversely, the consequences could be minor in nature, but the probability of occurrence is higher.
Low	Risks at this level have limited harm and consequences for the Group to achieve its strategic goals, and the probability of occurrence is low.

The Group has identified its risk profile based on the climate-related risks suggested by the TCFD recommendations on climate-related financial disclosure. All climate-related risks are assessed to be in high risk levels according to the risk assessment.

	Climate risks	Overall risk level	Management Approach
Physical	Acute	Medium	<ul style="list-style-type: none"> <li>Prepared relevant contingency strategies for extreme weather events, such as work-from-home arrangements for non-essential employees</li> </ul>
	Chronic		
Transition	Policy and Legal	High	<ul style="list-style-type: none"> <li>Engaged with professionals to provide advice on climate-related issues</li> <li>Continuously monitor the latest climate-related regulations and trend</li> </ul>
	Technology	Medium	<ul style="list-style-type: none"> <li>Further adopt green technology and materials for use in advertising billboards and posters</li> </ul>
	Market	High	<ul style="list-style-type: none"> <li>Diversify supply chain and customer base</li> </ul>
	Reputation	High	<ul style="list-style-type: none"> <li>Continuously monitor the latest climate-related regulations and trend</li> </ul>

### A4.4. Metric and Targets

To measure the level and impact of the Group's climate-related risks, the Group monitors metrics and indicators to ensure an effective and quantitative assessment. The Group monitors and reviews its Scope 1, Scope 2, Scope 3 GHG emissions (in tCO<sub>2</sub>eq.), total GHG emissions (in tCO<sub>2</sub>eq.) and GHG emission intensity (in tCO<sub>2</sub>eq./million RMB revenue) regularly. The GHG emission data and information about target setting are shown in the section "A1. Emissions" of this Report.

## B. SOCIAL

### 1. EMPLOYMENT AND LABOUR PRACTICES

#### B1. Employment

The Group abides by all applicable laws and regulations in Mainland China, Hong Kong, and Singapore in relation to employment during the Reporting Period, including but not limited to:

- The Employment Ordinance of the Laws of Hong Kong;
- The Minimum Wage Ordinance of the Laws of Hong Kong;
- The Employees' Compensation Ordinance of the Laws of Hong Kong;
- Employment Act of Singapore;
- Labour Law of the PRC;
- Labour Contract Law of the PRC; and
- Social Insurance Law of the PRC.

The Staff Handbook provides details on standard working hours, annual performance appraisal, promotion and transfer opportunities and procedures, different types of leave and their application, salary and welfare coverage, statutory holidays and rest periods, contract termination, dismissal and retirement guidelines. During the Reporting Period, there was no non-compliance with relevant laws and regulations that have a significant impact on the Group relating to compensation, dismissal, recruitment and promotion, working hours, rest periods, equal opportunity, diversity, anti-discrimination, and other benefits and welfare.

### Employment Figures

As of 31 December 2023, the Group had a total number of 796 employees.

See below for the detail breakdown of the 2023 workforce, as well as comparisons with the Last Reporting Period.

Total Workforce as of 31 December	2023		2022	
	Number	Percentage	Number	Percentage
<b>By Gender</b>				
Male	375	47.11%	469	50.32%
Female	421	52.89%	463	49.68%
<b>By Employment Type</b>				
Full-Time	782	98.24%	919	98.61%
Part-Time	14	1.76%	13	1.39%
<b>By Employee Category</b>				
Management	273	34.30%	295	31.65%
Frontline and Other Employees	523	65.70%	637	68.35%
<b>By Age Group</b>				
18-25	39	4.90%	58	6.22%
26-35	332	41.71%	415	44.53%
36-45	300	37.69%	320	34.33%
46-55	108	13.57%	124	13.30%
56 or above	17	2.13%	15	1.61%
<b>By Geographical Location</b>				
Mainland China	653	82.03%	768	82.40%
Hong Kong	136	17.09%	164	17.60%
Singapore	7	0.88%	N/A	N/A
<b>Total</b>	<b>796</b>	<b>100.00%</b>	<b>932</b>	<b>100.00%</b>

### Turnover Figures

A total of 302 employees left the Group during the Reporting Period, which corresponds to a turnover rate of 37.94%. The high turnover rate compared to the Last Reporting Period is due to the dismissal of the Hong Kong MTR sales team, which is reflected in the comparatively higher turnover rate for Hong Kong in contrast to Mainland China as shown in the table below.

## ENVIRONMENTAL, SOCIAL, GOVERNANCE REPORT

See below for the detail breakdown of 2023 turnover rate by employee group, as well as comparisons with the Last Reporting Period.

Turnovers as of 31 December	2023		2022	
	Number	Turnover Rate	Number	Turnover Rate
<b>By Gender</b>				
Male	150	40.00%	150	31.98%
Female	152	36.10%	179	38.66%
<b>By Employment Type</b>				
Full-Time	298	38.11%	324	35.26%
Part-Time	4	28.57%	5	38.46%
<b>By Employee Category</b>				
Management	76	27.84%	76	25.76%
Frontline and Other Employees	226	43.21%	253	39.72%
<b>By Age Group</b>				
18-25	31	79.49%	38	65.52%
26-35	138	41.57%	171	41.20%
36-45	94	31.33%	86	26.88%
46-55	34	31.48%	28	22.58%
56 or above	5	29.41%	6	40.00%
<b>By Geographical Location</b>				
Mainland China	213	32.62%	239	31.12%
Hong Kong	89	65.44%	90	54.88%
Singapore	0	0.00%	N/A	N/A
<b>Total</b>	<b>302</b>	<b>37.94%</b>	<b>329</b>	<b>35.53%</b>

### Equal Opportunity

As stated in the Group's employment policy, as well as in accordance with the Sex Discrimination Ordinance of the Laws of Hong Kong, Disability Discrimination Ordinance of the Laws of Hong Kong, Family Status Discrimination Ordinance of the Laws of Hong Kong, and other related laws and regulations, employees are not discriminated against or deprived of recruitment and employment opportunities on the basis of gender, ethnic background, family status, disability or any other discrimination prohibited by applicable laws.

### *Employee Relations*

The Group occasionally organises activities and events for employees to promote better internal communication and engagement, as well as their overall wellness. During the Reporting Period, the Group has held various gathering activities for its employees, including birthday celebrations, hiking and picnic gatherings, book clubs, sports meets, outdoors team building activities, Yuanxiao Festival celebrations, Dragon Boat Festival celebrations, and Mid-Autumn Festival celebrations. Going forward, the Group shall continue prioritising steady, supportive internal communications with its employees.

### **B2. Employee Health and Safety**

During the Reporting Period, there were no major changes in policies related to providing a safe working environment and protecting employees from occupational hazards. There was no non-compliance with relevant laws and regulations that have a significant impact on the Group relating to providing a safe working environment and protecting employees from occupational hazards during the Reporting Period.

The Group strictly complies with all applicable laws and regulations in relation to occupational health and safety ("OHS"), including but not limited to the Law of the PRC on the Prevention and Control of Occupational Diseases, Workplace Safety and Health Act of Singapore, the Hong Kong Occupational Safety and Health Ordinance, and Hong Kong Employees' Compensation Ordinance. The Group has Health and Safety Manual and workplace safety policy in place, which ensures that safety training and medical check-up are provided to all employees. These also make sure that employees assigned to special operations have been equipped with necessary knowledge and skills and physically capable to work. The Staff Handbook also provides guidelines and procedures in terms of work injury, fire drills and work arrangement under severe weather. Moreover, the Group provides adequate personal protective equipment to designated employees, and performs regular risk assessment of workplace for identifying potential risks and hazards. The Group also provides employees' compensation insurance for its workers and provides medical insurance to all employees who have passed probation, which include general consultations, dental appointments, hospitalisations, and surgeries. In addition, the Group covers the cost of general, specialist, and Chinese medicine consultation, and extends this benefit to spouses of its employees.

To minimise the risk of work injuries, the Group also implements various measures at its workplaces. These include keeping a clear passage in work environments, conducting regular cleaning and maintenance of ventilation systems in its work areas, and monitoring and controlling temperatures in working environments to avoid employees working in extreme hot or cold conditions.

### *Outdoor Advertisement Safety*

A set of comprehensive safety guidelines have been implemented to ensure the safety of outdoor advertising fixtures. During the preliminary design stage, the Group takes into consideration every safety aspect and incorporates them in the design of advertising fixtures. Local environmental factors such as climate and geology are evaluated to determine the appropriate safety design features. During the construction stage, a professional construction team is appointed to set up the billboards. Designated supervisors are assigned to oversee the construction process and to ensure strict compliance with the design requirements and industrial safety standards. Once the installation is completed, an independent third-party organisation will conduct regular inspections. Maintenance works are carried out once any related issue is identified.

### *Safety Training and Internal Management*

Frontline employees are subjected to compulsory safety training for preventing and reducing occupational hazards. Accordingly, the Group has provided training on installing and dismantling advertisements in metro lines and airports. For metro lines in Hong Kong, the employees are required to pass a series of safety tests and to undergo regular body checks for ensuring that they are well-equipped for the jobs.

### *Safety Issues under Extreme Weather Conditions*

Outdoor billboards are sometimes exposed to extreme weather conditions. For each location, the Group has implemented necessary safety measures. The following safety measures are carried out during severe weather warnings:

- Workers are deployed to monitor the outdoor billboards with high structural risks;
- Using ropes to reinforce the billboards structures; and
- For billboards located in high-risk areas, the advertising canvases are temporarily removed.

In addition, the Group conducts safety hazards assessments, before typhoon seasons. It also provides contingency plans to all relevant departments with the protective measures outlined. During the Reporting Period, the Group did not encounter any safety issue during the typhoon season.

### *After-sales Safety Maintenance and Equipment Testing*

The Group is widely recognised of its after-sales safety maintenance and equipment testing services. A professional team carries out regular maintenance services and inspections to identify safety hazards and to provide prompt repair services.

### *Safety Considerations for Creative Advertisements*

The Group is particularly careful with unconventional advertisement designs. From the preliminary design stages to installation, it maintains close communication with its clients and media resource owners to ensure their expectations of quality and safety are met.

### *Occupational Health and Safety Data*

	2023	2022	2021
Work related fatality	0	0	0
Fatality rate	0.00%	0.00%	0.00%
Work injury cases >3 days	1	0	0
Work injury cases ≤3 days	0	0	0
Lost days due to work injury	278.5	0	0

## B3. Development and Training

The Group believes that employees are the key assets. It has continuously devoted efforts to attract, nurture, and retain talents. As part of the Group’s commitment to their success, employees are provided with necessary resources to reveal their potentials. The Company considers learning and training as the essential right and responsibility of all employees. Based on employees’ career development plans and needs, the Company provides necessary training through internal and external training courses, workshops, and seminars.

While the effects of COVID-19 have began to subside during the Reporting Period, nevertheless its outbreak has left a lasting impact on the Group’s training practices. Offline training has yet to return to pre-pandemic levels, as such online training is actively promoted at the same time. During the Reporting Period, a total of 8,184 hours of offline training were conducted for 841 total head counts (inclusive of those who have left the Group before the end of the Reporting Period), or 117.46% of all employees, and the average training hours that each employee received (inclusive of those who did not receive training) was 11.43 hours. Training sessions covered a wide range of aspects, including orientation, spatial design, presentation design, operation, occupational health and safety, market trends, sales and marketing, experience sharing, human resources, management and self-development, augmented reality and metaverse, etc.

In addition, the Group also provides on-the-job training to its contract workers, as to ensure they can adapt to their work environment in a seamless manner. The Group values the contributions of its contract workers, and thus provides development and training opportunities accordingly to help them raise their work performance, as well as to acquire additional skills and knowledge.

The Group has developed an online learning platform which provides all types of training and learning opportunities for employees from different departments. No matter what type of courses, mandatory or optional, internal or external courses, employees can simply access to the courses from their phones and computers. The platform also provides a place for employees to share their expertise, industrial news, knowledge with each other and allows them to feedback on this newly established system, so that the platform can be improved and better utilised in the coming years.

### Employee Training Data

	Percentage	Average Training Hours
<b>By Gender</b>		
Male	114.93%	11.12 hrs
Female	97.39%	9.53 hrs
<b>By Employee Category</b>		
Management	90.48%	11.83 hrs
Frontline and Other Employees	113.58%	9.47 hrs

Note: Employee training data figures are inclusive of employees who have left the Group before the end of the Reporting Period

### **B4. Labour Standards**

There were no major changes in policies, and there was no non-compliance with relevant laws and regulations that have a significant impact on the Group relating to child labour and forced labour during the Reporting Period. The Group's Human Resources Department is responsible for ensuring Group's compliance with the employment and labour standards of Hong Kong, Singapore, and Mainland China. The Group's recruitment policies and procedures are established and updated as necessary according to the Employment of Child Labour Regulations of the Employment Ordinance, which regulates the employment of child labour in all trades and prohibits forced labour in any operations. To screen job candidates during recruitment, the Group reviews the applicants' application forms, conducts background checks and verifies their identification cards. The Human Resources Department has the right to terminate employment contract with any employee who violates the laws and regulations. It is also responsible for reviewing and updating the Staff Handbook and internal policies in order to meet the regulatory changes.

The Group has zero tolerance towards child or forced labour. If any case of non-compliance with labour standards is discovered, the Group will immediately terminate employment and further investigate to avoid recurrence. If any incidents of child or forced labour is discovered with its suppliers or business partners, the Group will immediately terminate its business activities with the offending party, as to prevent further occurrence of illegal activities. In both cases, the Group will also reach out to authorities or regulators for remedial actions.

## **2. OPERATING PRACTICES**

### **B5. Supply Chain Management**

During the Reporting Period, the Group engaged various suppliers for its printing works, advertisement installation and dismantling works. For printing activities in the Mainland China, the Group gives priority to eco-friendly inks that possess safety certifications which have passed independent testing and fulfilled industrial flame-retardant requirements as well as meeting the expected quality at the same time.

The Supplier Management Policy and the Procurement Policy aim to monitor and evaluate suppliers' performance effectively, ensuring the services and products delivered by suppliers and subcontractors meet various pre-defined quality specifications. All suppliers and subcontractors are required to adhere to the Supplier Code of Conduct, which stipulates the expectations of the Group and principles on environmental and social performance, covering a broad range of aspects such as environment, forced labour, child labour, discrimination, remuneration, working hours, health and safety, human rights, corruption, conflict of interest as well as gifts and hospitality. All suppliers and subcontractors are required to execute relevant procedures in place and to strictly comply with national and local regulations. Failure to meet the provisions set forth in the Supplier Code of Conduct may lead to termination of future business partnership.

The Group's production division evaluates suppliers and subcontractors on their product and service quality on a quarterly basis in which performances are recorded, so as to assist the selection process for suppliers in the future. The Group will continue expanding assessment criteria and procedures on managing their performance on social and environmental responsibility, such as encouraging the media resource owners to opt for energy saving advertising fixtures.

The Group procures environmentally friendly material and products whenever possible. The Group encourage suppliers who consume fewer raw materials, control emissions and pollution levels, and who track their materials accurately. The Group actively select products made out of a large proportion of recycled and recyclable materials, and which are stamped by reliable eco-labels.

### **B6. Product Responsibility**

The Group is dedicated in delivering value-added out-of-home advertising solutions. During the Reporting Period, the Group has won 7 awards at the 23<sup>rd</sup> IAI International Advertising Awards, including 1 Gold, 1 Silver, 2 Bronze, and 3 Merit, as well as the Bronze Award in the 2023 Shanghai International Advertising Awards, recognising the Group's professionalism and excellence in out of home advertising market. For the Group's other achievements and certifications during the Reporting Period, please refer to the "Awards and Recognition" section in the annual report.

During the Reporting Period, there was no non-compliance with relevant laws and regulations that have a significant impact on the Group relating to health and safety, advertising, labelling and privacy matters relating to products and services and methods of redress.

#### *Quality Assurance*

The Group has established a standardised quality inspection process and assurance guideline to ensure the delivery of high-quality advertising products at airports, metro lines, billboards, and buildings. The quality of every advertisement instalment is closely monitored by the Media Department. An assurance report is issued to every client for their sign-off after the completion of internal assessment. Advertisement instalment that has yet to meet the Group's quality standards will be followed up with further action. In addition, the Shanghai operation has been certified to the GB/T19001-2015 and ISO 9001:2015 standard for its publishing-related services, including advertisements.

Adhering to the Advertising Law of the PRC, the Group has established standard approval guidelines and checklists to ensure legitimate advertising contents for all the industries it serves. Document proof and information including business registration, permit, certification, report and supporting evidence must be provided for the Group's review in order to safeguard the integrity, consistency and timeliness of the advertising materials.

In addition, there had been no products sold or shipped subject to recalls for safety and health reasons during the Reporting Period. In the case of any advertisement recalls, the Group will arrange for relevant personnel to immediately withdraw the products in question, as well as carry out review procedures to avoid recurrence.

### *Customer Service*

The Group has developed complaints handling procedures and action plans to deal with complaints regarding advertising products across different business units. The plan is applicable to various types of advertising products and provides detailed procedures on timeline and works involved, thus customer complaints and product recalls will be handled in a consistent and timely manner.

### *Intellectual Property ("IP") and Data Protection*

As stated in the Staff Handbook, employees have the responsibility to protect the Group's IP rights, including patents, copyrights, trademarks, service marks, research and development achievements, trade secrets, technical data and other related rights. Employees are not allowed to damage, delete or take advantage of any asset or documents without the Group's approval. A clause related to data protection is included in the Staff Handbook in which employees are only allowed to use computer, information and software authorised by the Group and the use of internet, intranet and emails shall be strictly restricted for work purposes. Employees shall not disclose any confidential information to any unauthorised personnel or parties. The Information Technology Department has set up systems for ensuring network security and management. No infringement had been identified during the Reporting Period.

### *Data Privacy Policy for Employees*

The Group places strong emphasis on data privacy protection for employees. Any data collected in recruitment application form will be used to assess the candidate's suitability. The data of unsuccessful applicants will be kept for a period of two years for future recruitment only.

The Group strictly complies with the Personal Data (Privacy) Ordinance (Cap. 486 of the Laws of Hong Kong). Any newly recruited employee needs to sign an agreement on personal data collection which gives consent to the Group to use his/her personal data for any lawful personnel management purposes, as well as for the facilitation of performing the assigned duties. Certain restricted personal data is allowed to be disclosed to related third party companies for banking, insurance, medical and pension fund purpose. Employee's personal data will be kept in the Group after leaving for resume checking requested by other parties and retirement handling.

Fingerprint is collected for security, door access and attendance checking. The Group handles all the fingerprint with due care. All access to personal data is subject to appropriate approvals and granted on a need-to-know basis. Fingerprint data will be deleted automatically once the employee leaves the Group. Other attendance record will be retained for seven years.

### **B7. Anti-corruption**

The Group has zero-tolerance for bribery and corrupt activities. The Group strictly complies with the Prevention of Bribery Ordinance (Cap. 201 of the Laws of Hong Kong), Law of the PRC on Anti-money Laundering, and the Prevention of Corruption Act of Singapore. During the Reporting Period, there were no major changes in the Group's Anti-Corruption Policy which details guidelines on bribery, conflict of interests, extortion, fraud and money laundering and there were no concluded legal cases regarding corrupt practices. Employees of the Group are prohibited from obtaining or accepting enticements, such as money, gifts, contracts, and preferential treatment to discourage solicitation. A whistleblowing policy is in place to encourage reports of suspected illegal activities, dishonest practices, and other misconducts. The Company Secretarial Department is responsible for handling all complaints and reports. Relevant evidence will be evaluated, and the Audit Committee will determine whether a thorough investigation is required. The Group will appoint external investigators to investigate the accusations of wrongdoing if necessary.

In accordance with its commitment set out in the previous ESG Report, the Group has carried out anti-corruption training during the Reporting Period. In total, the Group has conducted 148 hours of anti-corruption training to 148 employees, covering topics such as anti-bribery, avoiding conflict of interest, and business ethics.

A whistleblowing policy has been established to govern the receipt, retention, and treatment of complaints regarding malpractice, impropriety or fraud relating to Group's accounting, internal accounting controls, auditing matters and suspected breaches of the Group Policies. All complaints will be reviewed in accordance with the policy review procedure.

The Group will make every effort to keep all whistleblowing reports and identities of employees who have made reports confidential. In no event will there be any retaliation against someone for reporting an activity that he or she in good faith believes to be a violation of any law, rule or regulation.

During the Reporting Period, there was no non-compliance with relevant laws and regulations that have a significant impact on the Group relating to bribery, extortion, fraud and money laundering.

### **B8. Community Investment**

The Group's Community Engagement Policy Statement encourages its divisions to discharge corporate social responsibilities focusing on three areas: disadvantaged communities, sports and environmental concerns. As a socially responsible corporate, the Group is sensitive to local community needs and responded through active participation in community services and financial supports. While COVID-19 restrictions have started to loosen, the Group has yet to resume community engagement events on a large scale during the Reporting Period.

The Group has received the Caring Company Logo by the Hong Kong Council of Social Service under the nomination of Hong Kong Red Cross, which is a testament to its long-term commitment to community investment.



股份代號 Stock Code : 1993

香港鰂魚涌康山道1號  
康怡廣場辦公大樓16樓全層

16/F, Kornhill Plaza - Office Tower,  
1 Kornhill Road, Quarry Bay, Hong Kong

電話 Tel: (852) 2539 3939  
傳真 Fax:(852) 2127 4186  
網址 Web:[www.asiaray.com](http://www.asiaray.com)