

The Shanghai Commercial & Savings Bank, Ltd.

Declaration on Climate

The Shanghai Commercial & Savings Bank, Ltd. upholds aspiration of "to serve society, to support industry, and to promote international trade." striving to achieve excellent business performance while actively fostering an environmentally friendly, socially responsible, and well-governed corporate environment. We are committed to sustainable corporate development, adapting to global trends. In line with the temperature goals of the Paris Agreement, the Bank has established a net-zero target and is committed to achieving net-zero emissions by 2050.

In 2025, the SCSB received official emissions reduction target validation from the Science-Based Targets initiative (SBTi), with the following commitments:

Scope 1 and Scope 2:

- Reduce absolute greenhouse gas (GHG) emissions by 42% by 2030 from a 2022 base year.

Scope 3:

Investment Portfolio:

- Ensure that at least 43% of the investment portfolio value in listed equities and corporate bonds is covered companies with SBTi-validated emissions reduction targets, by 2028 from a 2022 base year.

Corporate Lending:

- Commercial Real Estate: Reduce emission intensity per square meter by 50% by 2030 from a 2022 base year.
- Electricity Generation: Reduce emission intensity by 41% per MWh by 2030 from a 2022 base year.
- Other Sectors: Commits to 34% of its other long-term corporate loan portfolio by loan value setting SBTi-validated



targets by 2028 from a 2022 base year.

Electricity Generation Project Financing:

- Electricity generation project finance for only renewable electricity through 2030.

To achieve these targets, the SCSB will continue to implement the following six strategic actions:

1. Balance ESG development while consistently improving sustainability performance.
2. Actively participate in green initiatives and align domestic and international resources with global decarbonization pathways. The Bank will also ensure that all direct lobbying activities and participation in industry associations are aligned with the goals of the Paris Agreement.
3. Implement low-carbon operational strategies, promote energy management systems and GHG inventory processes, gradually increase the use of renewable energy, establish energy/resource reduction targets and monitor progress regularly.
4. Strengthening natural and climate risk management, we promote responsible investment and financing, along with decarbonization strategies. All relate investment and financing positions are to be phase out by the end of 2040.
5. Develop and provide sustainable financial products and services from a green finance perspective, actively engaging with investment and lending counterparties.
6. Establish sustainable procurement standards and encouraging suppliers to collaborate in achieving sustainability goals.