

CCB Becomes a Supporter of the TCFD

In May 2021, CCB became a supporter of the Task Force on Climate-Related Financial Disclosure (“TCFD”). In future, CCB will continuously improve the disclosure quality of environmental and climate-related information according to regulators’ requirements and the TCFD information disclosure framework, so as to better align itself with the information disclosure systems of international financial enterprises and investment institutions and enhance capital markets’ and rating agencies’ understanding and recognition of CCB’s efforts in ESG and green finance.

In recent years, CCB has continuously refined its green finance development system, actively addressed climate change, and served China’s ecological conservation campaign. The Board of Directors and relevant special committees are responsible for developing ESG related strategies for the Group and continuously improving the green finance management architecture. The Management has set up the Green Finance Committee, promoted green finance development strategies, optimized support policies for green finance, and included environmental and climate factors into comprehensive risk management. CCB has increased supply of green credit to support energy conservation, emission reduction, clean energy, clean transportation and pollution control. The Bank actively explored new measures, new products and new services of green finance, and supported and cultivated green industries through green bonds, green funds, green trust and green lease. At the end of 2020, CCB’s balance of green loans stood at RMB1,342,707 million, an increase of RMB166,905 million or 14.20% from the previous year. CCB issued USD1.2 billion worth of two-tranche senior green bonds with the theme of tackling global climate change, which won the 2020 Best Offshore Green Bond

awarded by *The Asset* – Hong Kong. CCB underwrote domestic and overseas green bonds worth RMB42.38 billion, and issued the first green credit asset-backed securities of RMB4,412 million after the Bond Connect mechanism was introduced. The subsidiary CCB Financial Leasing led the industry for building a “Green Leasing” brand, and completed 180 green leases with a total amount of RMB91,395 million.

In future, CCB will, according to regulators’ requirements and the TCFD disclosure framework, continue to refine its disclosures about governance, strategy, risk management, metrics and targets, and formulate relevant risk and ESG action plans. CCB will further improve its information disclosure and comprehensive risk management capability, and empower stakeholders, promote a consensus in the industry and contribute to China’s “30-60” goal (to peak carbon emissions by 2030 and to achieve carbon neutrality by 2060) through practices.

The TCFD recommendations are highly valued and widely recognized by international financial market participants and have currently obtained support of more than 2,000 organizations and institutions from 78 countries. A total of 18 Chinese mainland enterprises currently support the TCFD, of which over 70% are financial institutions.