THEIA Securities Limited
Climate Risk Disclosure Statement – 2026

THEIA acknowledges that climate change is emerging as a major driving factor affecting long-term resilience across our industry and the global economy. This reality reinforces the urgent need to accelerate the transition toward a net-zero economy. While climate change poses systemic and unprecedented risks to global markets, its effects on specific regions, sectors, communities, and investments remain complex, dynamic, and subject to uncertainty.

As a corporation licensed and regulated by the Securities and Futures Commission (SFC), we recognize our fiduciary duty to identify and disclose all material factors that could influence the risk-adjusted returns of our investments, including climate-related financial risks and opportunities.

Given our active participation in global financial markets, the scale and multifaceted nature of climate change represent a systemic risk to our portfolio. These risks manifest in two primary forms:

- **Physical risks** – including acute events (e.g., wildfires, floods, storms) and chronic shifts (e.g., sea-level rise, drought, temperature changes) – may directly affect our physical assets, such as real estate holdings, and disrupt the supply chains, operations, and workforce stability of our portfolio companies. These impacts can also exacerbate broader socioeconomic challenges, including health risks, food insecurity, migration pressures, and water scarcity, all of which may introduce heightened volatility to financial markets and constrain economic growth.
- **Transition risks** – arising from policy reforms, technological innovation, shifting consumer preferences, and evolving industry standards in response to climate change – may affect the viability of existing business models and sectors. The long-term success of our portfolio companies depends significantly on their ability to adapt and thrive during this low-carbon transition.

Given the nature of our investment portfolio, trading frequency, and geographic scope, we systematically integrate climate-related considerations into our investment and risk management processes. The following measures outline our current approach:

We have conducted a comprehensive climate-related risk assessment for all funds under our discretionary management (“Managed Funds”). This assessment includes both a relevancy analysis and a materiality evaluation. In determining materiality, we reference the sectoral materiality mapping developed by the Sustainability Accounting

Standards Board (SASB), allowing us to evaluate the relevance of physical and transition risks for each fund in light of its specific investment strategy and time horizon.

As a result, ABC Company Limited has embedded climate-related risk factors into our core investment philosophy and strategy formulation. Climate-related data and analytics are now routinely incorporated into our research, due diligence, and portfolio construction processes.

To ensure ongoing governance and accountability, our Board of Directors receives annual briefings on climate-related risks and opportunities, including how these factors influence decision-making in risk management, strategic planning, implementation, and performance monitoring. These updates include climate portfolio assessments for all Managed Funds.

Through active engagement with investee companies, industry initiatives, and advocacy efforts, we strive to minimize the absolute risk that climate change poses to our portfolio. At the same time, we are committed to deepening our understanding of the financial implications of climate change through continued research, scenario analysis, and integration efforts.

We will maintain a proactive approach to assessing the impact of climate-related risks on the performance of our underlying investments, ensuring full alignment with the Hong Kong SFC's evolving requirements on fund manager disclosure and climate risk management. Our Board will continue to provide robust oversight of our progress toward climate-related goals and commitments.

Should you have any questions or require further information, please do not hesitate to contact us at **Compliance@theiasec.com**

THEIA Securities Limited
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