



ENVIRONMENTAL STEWARDSHIP

Promote climate positive culture within the organisation and relevant external stakeholders to attain a low carbon economy.



UN SDGs



MATERIAL TOPICS:

Climate Impact

Goal 1

Accelerate enterprise decarbonisation.

Goal 2

Build awareness, knowledge and skills needed to enable employees and stakeholders, to contribute positively to climate actions.



SUSTAINABILITY AT KENANGA

CLIMATE IMPACT

GRI 302, 303, 305, 306

Taking ownership of the climate impacts of our operations by monitoring environmental performance, identifying and practising behaviours promoting climate positive outcomes, and raising awareness of climate change and sustainability with internal stakeholders.

WHY IT MATTERS

Environmental stewardship is crucial for conserving resources and reducing environmental impact. Practices like energy efficiency cut costs and lower carbon emissions, helping to combat climate change. In addition, advocacy for environmental sustainability promotes broader societal change through education and policy influence.

OUR APPROACH

We aim to create a positive climate impact and reduce our carbon footprint by managing climate risks and promoting sustainability across our operations. As part of this effort, we encourage our employees to use resources responsibly, including electricity, water and paper. Our #GreenAtWork, is a month-long interactive campaign designed to raise awareness amongst our employees on the importance of adopting an environmentally friendly mindset.

KEY PROGRESS IN 2023

- Total Operational GHG Emission – Scope 1 & Scope 2 for Kenanga Tower and Branch Offices: **3,639.5 tCO₂e**
- Scope 3 GHG Emission for Business Travel – **444.8 tCO₂e**
- Scope 3 GHG Emission for Employee Commuting – **4,320.4 tCO₂e**
- Total Energy Consumption – **19,389.9 GJ**
- Total Water Consumed for Kenanga Tower and Branch Offices – **42,208.1 m³**
- Total Waste Managed Responsibly – **32,876 kg**

☐ Refer to pages 59 to 65 of our Sustainability Report 2023 for more information on our approach and progress on Environmental Stewardship.

Key updates on climate risk management:

G Governance

Updated Board Charters and the Term of Reference of Board Committees, and Term of Reference for Group Risk Committee for enhanced oversight on climate risk governance

S Strategy

Improved our reporting strategy on climate change risks and opportunities for the Board of Directors, providing detailed information on the Bank Negara Malaysia's Policy Document on Climate Change and Principle-based Taxonomy rating by sector, high climate risk exposure by counterparty, and the latest key climate-related developments in Malaysia and globally

R Risk Management

Updated our Enterprise Risk Management Framework to include climate change risk requirements, ensuring that the roles and responsibilities of the three lines of defense cover managing climate change-related risk. This includes describing how climate change risk is transmitted through economic activities to financial risks, and mapping/integrating climate-related risks into existing risk categories.

M Metrics and Target

Developed a database/catalog for climate-related risk metrics, including GHG footprint, transition and physical metrics, and climate change targets for our portfolio companies

☐ Refer to pages 24 to 32 of our Sustainability Report 2023 for more information on our approach and progress on how we manage our climate risk.