

Cathay Financial Holdings Co., Ltd. (Cathay FHC)

Scope 1 and 2: Cathay FHC commits to reduce absolute scope 1 and 2 GHG emissions 25% by 2030 from a 2020 base year.

Scope 3 Portfolio Targets

Headline target: Cathay FHC's portfolio targets cover 46% of its total investment and lending activities by monetary value as of 2020.

Scope 3 asset class level targets

Asset class	Method	Target language
Electricity generation project finance	Sector Decarbonization Approach (SDA)	Cathay FHC commits to reduce GHG emissions from its electricity generation project finance portfolio 33% per MWh by 2026 from a 2019 base year.
Corporate loan: commercial real estate	SDA	Cathay FHC commits to reduce GHG emissions from the commercial real estate sector within its corporate loan portfolio 39% per square meter by 2026 from a 2019 base year.
Corporate loan: electricity generation	SDA	Cathay FHC commits to reduce GHG emissions from the electricity generation sector within its corporate loan portfolio 69% per MWh by 2035 from a 2019 base year.
Corporate loan: other long-term debt	SDA, Portfolio Coverage	<p>Cathay FHC commits to reduce GHG emissions from the finance, retail, service, food and lodging, and real estate development sectors within its other long-term corporate loan portfolio 73% per square meter by 2035 from a 2019 base year.</p> <p>Cathay FHC commits to 33% of its other long-term corporate loan portfolio by loan value within the fossil fuel, electrical and electronic equipment, general manufacturing, and</p>

		semiconductor sectors setting SBTi validated targets by 2026.
Listed equity and bonds (common / preferred stock, corporate bonds, ETFs, investments in REITs, listed real estate companies, and mutual funds)	Temperature Rating	<p>Cathay FHC commits to align its scope 1 + 2 portfolio temperature score by invested value within its listed equity and bonds portfolio from 3.08°C in 2020 to 2.68°C by 2026.</p> <p>Cathay FHC commits to align its scope 1 + 2 + 3 portfolio temperature score by invested value within its listed equity and bonds portfolio from 3.13°C in 2020 to 2.79°C by 2026.</p>
Listed equity and bonds from asset management (common stock, corporate bonds, ETFs, and mutual funds)	Temperature Rating	<p>Cathay FHC commits to align its scope 1 + 2 portfolio temperature score by invested value within its listed equity and bonds asset management portfolio from 3.13°C in 2020 to 2.72°C by 2026.</p> <p>Cathay FHC commits to align its scope 1 + 2 + 3 portfolio temperature score by invested value within its listed equity and bonds asset management portfolio from 3.16°C in 2020 to 2.81°C by 2026.</p>