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Taiwan Cooperative Financial Holding Co., Ltd.

Scope 1 and 2: TCFHC commits to reduce absolute scope 1 and 2 GHG emissions 50.4% by 2032 from a 2021 base year.

Scope 3 Portfolio Targets

Headline target: TCFHC's portfolio targets cover 14%¹ of its total investment and lending by total assets as of 2021². As of that year, required activities made up 16% of TCFHC's total investment and lending by total assets while optional activities made up 46% and out of scope activities made up 38%.

Scope 3 asset class level targets

Asset class	Method	Target language
Electricity Generation Project Finance	Sector Decarbonization Approach (SDA)	TCFHC commits to continue providing electricity generation project finance for only renewable electricity through 2030.
Corporate Loan: Commercial Real Estate	SDA	TCFHC commits to reduce GHG emissions from the commercial real estate sector within its corporate loan portfolio 53.4% per square meter by 2030 from a 2021 base year.

¹ The targets cover required activities for which the minimum coverage requirement is less than 100%.

² These targets and coverage % do not include third-party asset management activities. Third-party asset management activities made up 6% of total investment, lending, and asset management activities by total assets and assets under management.

Corporate Loan: Electricity Generation	SDA	TCFHC commits to reduce GHG emissions from the electricity generation sector within its corporate loan portfolio 43.9% per MWh by 2030 from a 2021 base year.
Corporate Loan: Other Long-term Debt	SDA	TCFHC commits to reduce GHG emissions from the finance, retail, service, food and lodging, real estate development sector within its other long-term corporate loan portfolio 52.8% per square meter by 2030 from a 2021 base year.
Corporate Loan: Other Long-term Debt	Portfolio Coverage	TCFHC commits to 35% of its other long-term corporate loan portfolio by loan value within the fossil fuel, steel, pulp and paper, cement, transportation, electronic manufacturing sectors setting SBTi validated targets by 2027 from a 2021 base year ³ .
Listed Equity, Corporate Bond, ETFs, Mutual Funds, REITs	Portfolio Coverage	TCFHC commits to 35.7% of its listed equity, corporate bond, ETFs, Mutual Funds, and REITs portfolio by invested value setting SBTi validated targets by 2027 from a 2021 base year.

³ The target covers 100% fossil fuel corporate loans.

Summary

Taiwan Cooperative Financial Holding Co., Ltd. is committed to addressing climate change. By integrating ESG factors into its investment and lending decisions, the Company aims to collaborate with clients and invested companies to achieve carbon reduction goals through sound strategies. Actions taken include:

Lending:

- Boost support for green energy and renewable industry lending.
- Identify high carbon emission industries for focused engagement.
- Regularly review and optimize carbon intensity data.

Investment:

- Incorporate ESG assessments into investment analyses.
- Monitor and refine carbon intensity data.
- Gradually reduce investments in high carbon industries.
- Establish a focus list for client engagement and asset allocation adjustments.

Taiwan Cooperative Financial Holding Co., Ltd. will continue to actively manage climate risks and opportunities. Through a robust governance structure and policies, the Company will strengthen its commitment to promote low-carbon transformation, accelerate carbon reduction progress, and create a more sustainable future.