

eBROKER GROUP LIMITED

電子交易集團有限公司

(incorporated in the Cayman Islands with limited liability)

Stock code: 8036

ENVIRONMENTAL, SOCIAL AND
GOVERNANCE REPORT

2024



2024 ENVIRONMENTAL, SOCIAL AND GOVERNANCE REPORT

ABOUT THIS REPORT

eBroker Group Limited (the “Company” together with its subsidiaries, hereinafter referred to as the “Group”, “we” or “us”) is pleased to present the Environmental, Social and Governance Report (the “Report”) to summarise the Group’s policies, measures and performance on the key environmental, social and governance (“ESG”) issues.

Reporting Period

The Report illustrates the overall performance of the Group regarding the environmental and social aspects from 1 January 2024 to 31 December 2024 (the “Reporting Period” or “2024”).

Scope and Boundary of Report

This Report covers the core and material business engaged by the Company’s subsidiaries, namely the provision of financial software solution services to primarily financial institutions (including mainly brokerage firms, proprietary trading firms and wealth management companies) in Hong Kong and the Research and Development Center in Shenzhen. There were no significant changes observed in the Group’s business in the reporting period. The first part of the report is (a) about the environmental initiatives carried out by the Group and the second part of report is (b) the social impact brought by the Group in both Hong Kong and the PRC, during the Reporting Period.

Reporting Guidelines

This Report is prepared in accordance with the Environmental, Social and Governance Reporting Guide (the “ESG Reporting Guide”) under Appendix C2 of the Rules Governing the Listing of Securities of The Stock Exchange of Hong Kong Limited (the “SEHK”). The Company has complied with all “comply or explain” provisions set out in the ESG Reporting Guide and followed the following reporting principles in the preparation of this Report: Materiality, Quantitative, Balance and Consistency.

- **Materiality**
The Group determines material ESG issues by stakeholder engagement and materiality assessment. More details can be found in the section of “Materiality Assessment”.
- **Quantitative**
Information is presented with quantitative measure, whenever feasible, including information on the standards, methodologies, assumptions used and provision of comparative data.
- **Balance**
This Report identifies the achievements and changelings faced by the Group.
- **Consistency**
This Report adopts consistent methodologies for meaningful comparisons unless improvements in methodology are identified.

The information contained herein is sourced from internal documents and statistics of the Group, as well as the combined control, management and operations information provided by the subsidiaries in accordance with the Group’s relevant policies. A complete content index is appended to the last section hereof for ease of reference. This Report is prepared and published in both Chinese and English. In the event of contradiction or inconsistency between the Chinese version and the English version, the English version shall prevail.

Feedback

The Group respects your opinion and feedback on this Report. You are welcome to contact us at:

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ABOUT THE GROUP

The Group is principally engaged in the provision of financial software solutions services to primarily financial institutions (including mainly brokerage firms, proprietary trading firms and wealth management companies) in Hong Kong. Our vision is to connect to the world for the right trading opportunities and to define a new standard for our customers to better perform global trading in exchange-listed instruments world.

Product and Services

Our products and services cover the whole life cycle of trading and settlement process from low latency trading, risk management, compliance and settlement for the financial community. Our solutions are engineered to perform a variety of functions for both front office and back office.

We work with key players across the region, which include top-tier financial institutions, leading local and regional brokerage firms, wealth management companies and proprietary trading firms.

We are committed to driving our client business strategy by delivering innovative and high-performance financial technologies to fulfill our clients' needs.

GOVERNANCE STRUCTURE

The Group is committed to integrating environmental, social and governance factors into its operations to create sustainable value for stakeholders and take up the responsibilities as a corporate citizen.

The Board of Directors (the "Board") supports the Group's commitment to fulfilling its environmental and social responsibility and has overall responsibility for the Group's ESG strategy and reporting. The Board is responsible for evaluating and determining the Group's ESG-related risks, and ensuring that appropriate and effective ESG risk management and internal control systems are in place.

The Board has overall responsibility for the Group's ESG strategy but has delegated the day-to-day responsibility of the implementation to the ESG Working Group (the "Working Group") with representatives from different departments in the Group. The Working Group is responsible for facilitating the adoption of ESG strategies and policies throughout the Group. It collects data, evaluates performance and reports major issues to the Board regularly.

Stakeholder Engagement

Stakeholders' opinions are the solid foundation for the Group's sustainable development and success. The stakeholder engagement helps the Group to develop a business strategy that meets the needs and expectations of stakeholders, enhances the ability to identify risk and strengthens important relationships. Stakeholders can express their opinions through various channels. The relevant stakeholders of the Group and their engagement platforms are as follows:

Stakeholder	Expectations and Concerns	Engagement Platform
Government and regulatory agencies	<ul style="list-style-type: none"> • Legal and regulatory compliance • Anti-corruption policies 	<ul style="list-style-type: none"> • Annual reports, interim reports, ESG reports and other public information • Supervision on compliance with local laws and regulations
Shareholders and investors	<ul style="list-style-type: none"> • Return on investments • Corporate governance • Legal and regulatory compliance 	<ul style="list-style-type: none"> • Annual general meetings and other general meetings of shareholders • Company website and emails • Press releases/announcements • Annual reports, interim reports, ESG reports and other public information
Employees	<ul style="list-style-type: none"> • Employee's remuneration and benefits • Career development • Healthy and safe workplace 	<ul style="list-style-type: none"> • Training • Performance evaluation • Leisure activities • Survey • Employee handbook
Customers	<ul style="list-style-type: none"> • Service quality assurance • Protection of customer rights and personal data 	<ul style="list-style-type: none"> • Fax, email and telephone
Suppliers	<ul style="list-style-type: none"> • Fair and open procurement • Win-win cooperation 	<ul style="list-style-type: none"> • Tendering process • Telephone discussions

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The Group identifies issues for disclosure in this Report through materiality assessment. By considering the dependence and influence on the Group of the stakeholders and the availability of resources for the Group, the management has conducted a survey with stakeholders. They have expressed their opinions and recommendations on the sustainability issues related to the Group's operation. Specifically, internal and external stakeholders including suppliers, directors and employees, they have expressed their opinions and recommendations on the sustainability issues related to the Group's operation.

Consolidating the results of the assessment, the Group has compiled the materiality matrix (refer to the diagram below). We determine the extent of disclosure for issues in this Report based on the importance of the issue to the business and the stakeholders.

Materiality Matrix

Importance to the stakeholder	High	Water Efficiency The Environment and Natural Resource Climate Change	Employment Practice Occupational Health and Safety Development and Training Child Labour and Forced Labour Customer Data and Privacy Protection Product Health and Safety Customer Satisfaction Intellectual Property Right Quality Management Anti-corruption Community Investment Diversity and Equal Opportunities Anti-discrimination Advertising and Labelling
	Low	Emissions Effluents and Waste Energy Efficiency Raw Material Consumption	Supply Chain Management
		Low	High
		Importance to the business	

The top five ESG issues that are significant to both the Group and its stakeholders are "Employment Practice", "Customer Data and Privacy Protection", "Customer Satisfaction", "Anti-corruption" and "Quality Management". These issues were of great significance to the Group's business operations. The results are then reviewed and approved by the Board and are conducive to enhancing its sustainability approaches.

The core value "integrity, people-oriented, keeping up with the times and accountability" remained the foundation and the vision of the Group. The Board believes that corporate culture underpins the long-term business, economic success and sustainable growth of the Group. A strong culture enables the Company to deliver long-term sustainable performance and fulfil its role as a responsible corporate citizen. The Company is committed to developing a positive and progressive culture that is built on its purpose and vision.

The Company recognizes the importance of corporate culture in achieving its business objectives. By fostering a positive corporate culture, the Company establishes a solid foundation aligned with its long-term vision. To implement the desired culture into daily operations, the Company has taken several measures. Clear communication channels, recruitment processes aligned with the values, and training programs have been put in place. The Company is satisfied with the progress made in aligning its culture with its objectives. Regular evaluations and feedback mechanisms ensure ongoing monitoring.

ENVIRONMENTAL ASPECTS

As a financial technology solution provider, the Group recognises its social responsibilities with regards to managing the environmental impacts associated with our operations. Given the non-manufacturing nature of our business, our Environmental Policy primarily focuses on the issues relating to air and greenhouse gases (“GHG”) emission, wastes and energy consumption. The details are explained in the following sections.

Emissions

Apart from the Group’s vehicles that are used for daily commute, the Group’s day-to-day business does not involve direct generation and emission of air, water, and land pollution. Due to our business nature, we are not aware of any relevant environmental laws and regulations in respect of air and GHG emissions discharge into water and land that would have a significant impact on us and we were not aware of any reported cases related to non-compliance in this regard.

Air Pollutants Emissions

As the Group’s operations focus on the provision of financial software solutions, there were no significant air emissions from stationary sources. The air pollutants were mainly emitted from the fuel consumption of the Group’s vehicles, including sulphur oxides (SO_x), nitrogen oxides (NO_x) and particulate matter (PM). To control the emissions from the Group’s vehicles, all Group’s vehicles were under frequent and regular checks and maintenance.

Table 1 Air Pollutant Emissions

	Unit	2024 ¹	Unit	2023 ¹
Nitrogen oxides (NO _x)	kilograms	2.42	kilograms	2.27
Sulphur oxides (SO _x)	kilograms	0.08	kilograms	0.07
Particulate matter (PM)	kilograms	0.18	kilograms	0.17

Carbon management

In response to the community’s growing concerns on GHG emissions, climate changes and other related issues, the Group provides guidelines on energy-saving strategies in the office, details of which are illustrated in the section headed “Use of Resources” in this Report.

The total GHG emissions were 57.01 tonnes CO₂-equivalent (t CO₂-e) in 2024, an increase of approximately 9.41%, as compared to last year. The increase was attributable to the slightly increase in scope 2 emissions and the scope 1 emissions, as the newly operated Hong Kong office and the vehicle fleet of the Group were included in the reporting scope.

Table 2 Greenhouse Gas (GHG) Emissions¹

	Unit	2024	2023
Scope 1²	t CO ₂ -e	12.09	11.00
Scope 2³	t CO ₂ -e	44.53	40.75
Purchased Electricity	t CO ₂ -e	44.53	40.75
Scope 3⁴	t CO ₂ -e	0.40	0.36
Paper Disposal	t CO ₂ -e	0.40	0.36
Grand Total	t CO ₂ -e	57.01	52.11
Intensity	c CO ₂ -e/sq. ft ⁵	0.02	0.02

1 The calculation method of the corresponding air emissions and the emission factors used in the calculation are based on HKEx Appendix C2 ESG Reporting Guide and their referred documentation, unless stated otherwise.

2 Scope 1: The direct emission from the business operations owned or controlled by the Group, including the emission from the Group’s vehicle fleet.

3 Scope 2: The “indirect energy” emissions from the internal purchased electricity consumption by the Group

4 Scope 3 refers to all other indirect emissions that occur outside the company, including both upstream and downstream emissions. It includes the emissions produced indirectly from paper wastes disposed at landfills.

5 The total office area of the Group was 8,903.81 square feet, which includes the offices in Hong Kong and Shenzhen.

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During the Reporting Period, scope 2 emissions accounted for approximately 78.10% of the total GHG emissions. Scope 1 emissions included petrol consumption of vehicles and scope 3 emissions included GHG emissions arising from disposal of paper waste. The Group did not record any indirect emission generated from air travelling for business. Going forward, the Group will continue to monitor the GHG emission annually to see if any feasible mitigation measures can be implemented.

We encourage the use of public transport and the use of online meetings. Besides, a thorough inspection can be carried out at regular intervals for vehicles' emission.

The Group's target is to retain the total greenhouse gas emission and electricity consumption to maintain at current level in the next reporting period. To achieve the target, we will continue to promote the green practices and help employees to adopt environmental friendly behaviors.

Wastes

The Group aims to streamline processes and procedures to increase the efficiency and reduce the consumption of day-to-day operation inputs including paper and electronic equipment. The Group encourages waste minimisation, upcycling, recycling and the use of recycled or environmentally friendly materials, and the practice of disposing of the hazardous or non-hazardous waste in a responsible manner.

For the non-hazardous waste, we targeted to retain the paper waste disposal at below 1 tonne annually in the next reporting period. We encourage our employees to develop environmentally friendly habits such as utilising recycled paper, and adopting paper-saving techniques such as two-sided printing, whenever possible.

Table 3 Waste Production

	Unit	2024	2023
Non-hazardous wastes			
Office paper consumption	Tonnes	0.40	0.36
Recycled	Tonnes	–	–
Intensity	tonnes CO ₂ -e/sq. ft	0.00010	0.00012
Hazardous wastes			
Cartridges recycled	Tonnes	0	0

Use of Resources

Energy management

The major resources consumed by the Group's operations are purchased electricity, water and paper consumption. No packaging materials consumption was required on our products or services due to the nature of the principal business of the Group. The Group's Environmental Policy states our commitments on energy saving:

- Track and monitor the usage of energy
- Support technology which uses less energy
- Minimise the dependency on carbon dependent sources and other natural resources
- Embrace sustainable development through good environment management

We encourage our employees to switch off electrical appliances when they are not in use (such as air-conditioning, computer, printer, photocopier, lighting, etc.) and set their computers in energy-saving mode.

The total energy consumption is 140.19 MWh in 2024, an increase of approximately 9.65%, as compared to 2023. The increase was mainly attributable to the increase in direct energy as petrol consumption of the Group's vehicle fleet. The energy consumption intensity was 0.03 and 0.04 MWh/sq. ft in 2024 and 2023 respectively.

The Group's target is to retain the total energy consumption intensity level at or about the current level in the next reporting period. To achieve the target, we will continue to promote and implement the Group's Environmental Policy and help employees adopt environmental-friendly behaviors.

Table 4 Energy Consumption

	Unit	2024	2023
Direct Energy ⁶	MWh	49.66	45.19
Indirect Energy ⁷	MWh	90.53	82.66
Total	MWh	140.19	127.85
Intensity	MWh/sq. ft	0.03	0.04

Water management

The water consumption of the Group mainly relates to basic cleaning and sanitation. We did not consume significant amount of water through our business activities. The majority of the water supply facilities were provided and managed by the property management company of respective offices. It was thus not feasible to obtain consumption data. Nevertheless, we encourage our employees to develop the habit of conserving water and to use water resources properly.

The Environment and Natural Resources

The Group's operations did not have a direct impact on the environment and the consumption of natural resources. However, indirect GHG emissions would aggravate global warming. The Group strives to reduce indirect GHG emissions and its impact on the environment and natural resources through various measures mentioned in the sections "Emissions" and "Use of Resources". The Group will continue to review the performance and where viable set practical targets and goals.

Climate change

Around the world, most publics believe global climate change is a pressing concern. During the Reporting Period, the Group has implemented policies focused on the identification and mitigation of significant climate-related issues that have impacted and those which may impact, its operations. The Group also reviews and identifies the potential climate-related risks.

Obvious physical risk includes the extreme weather conditions, such as flooding and typhoon which lead to operational impacts. In such cases, special working arrangements contained in the *Employee Handbook* in accordance with government regulations were followed to protect the Group's employees.

Besides, the Group is also exposed to transitional risk which arise from the policies for climate changes and reporting requirement for corporate sustainability which increase the business cost. The Group will continue to review and analyse the changes in local policies and regulations on a regular basis to ensure their effectiveness. Getting all stakeholders' involvement would strengthen the sustainability adaptation to address climate change.

⁶ It refers to the energy consumption from the petrol consumed by the Group's vehicle fleet.

⁷ It refers to the energy consumption from the purchased electricity of the Group.

SOCIAL ASPECTS

Employment and Labour Practices

Employment

The Group believes that employees are the most important asset that contributes to our success. As the business grows, the Group must establish sustainable human capital to attract and retain talents. The Group strictly abides by the employment laws and regulations in Hong Kong and Mainland China, including but not limited to the Employment Ordinance, Minimum Wage Ordinance, the Employees' Compensation Ordinance and the Sex Discrimination Ordinance, Labour Contract Law of the People's Republic of China, Law of the People's Republic of China on Social Insurance and Labour Law of the People's Republic of China. During the Reporting Period, the Group did not have any significant non-compliance issues in this regard.

The Group's Human Resources Management Policies and Procedures govern recruitment, employment, performance evaluation, disciplinary action, termination and staff training processes of the Group.

Recruitment

The Group will use its best efforts to attract and retain appropriate and suitable personnel to serve our Group. The Group assesses the available human resources continuously and will determine whether additional personnel are required to cope with our business development. We recruit employees primarily from the open market and through internal referral. We enter into individual employment agreements with our employees, specifying terms including, among other things, remuneration, benefits, confidentiality obligations and termination.

Remuneration, Promotion and dismissal

The Group determines employees' remunerations based on factors such as qualifications, duties, contributions and experience. We have an annual review system to assess the performance of the employees, which forms the basis of determination on pay rises, bonuses and promotion. We have also established the Share Award Scheme to offer suitable incentives to attract and retain targeted talent and personnel for the continuance of operations and future development of the Group.

Employment might be terminated by the Directors for non-performance, breach of policies or gross misconduct. For voluntary resignation, an exit interview is conducted with the resigned employee, so the Group would understand the reason of resignation, and continue to improve human resource management.

Working hours and rest periods

The Group is committed to offering reasonable working hours and rest period to employees. Each employee is advised of his normal working hours on engagement. Employee's working hours may be re-scheduled by his supervisor to suit operational needs. The Group implements a five-day workweek. All employees shall be entitled to General Holidays as announced in the Hong Kong SAR Government Gazette each year. In addition to general holidays, employees are entitled to annual leave, maternity leave, sick leave and compassionate leave.

Equal opportunity, diversity, anti-discrimination

To achieve sustainable and balanced development, the Company sees increasing diversity at the Board level as an essential element in supporting the attainment of its strategic objectives and its sustainable development. The Group has established the Board Diversity Policy to set out the approach to achieve diversity on the board of directors of the Company. Selection of candidates will be based on a range of diverse perspectives, including but not limited to gender, age, cultural and educational background, ethnicity, professional experience, skills, knowledge and length of service. As stated in our Human Resources Management Policies and Procedures, we value the dignity and equality of each employee, and ensure that all applicants have an equal opportunity of employment irrespective of their age, sex, marital status, pregnancy, family status, disability, race, nationality or religion.

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Employee benefits and welfare

The Group provides various benefits and welfare to the employees in accordance with the applicable laws and regulations of Hong Kong. The Group participates in the defined contribution scheme (the “MPF Scheme”) under the Mandatory Provident Fund Schemes Ordinance, which is available to its employees in Hong Kong. Contributions to the MPF Scheme by the Group and employees are based on a percentage of employees’ basic salaries. The Group’s employer contributions vest fully with the employees in Hong Kong when contributed to the MPF Scheme. The Group also contributes to social insurance premiums including pension, medical care, work injury, unemployment and maternity insurance, as well as housing funds for all employees in Mainland China. The Group also provides medical insurance, long service payment and compensation insurance. In addition, the Group provides monetary awards, such as discretionary bonus, to employees.

We have organised leisure events such as running or jogging activities for our employees to help maintain their health and wellbeing.

Employee Profile:

As at end of the Reporting Period, the Group had a workforce of 52 full-time employees and 1 part-time employee. The breakdown by gender, age group, employment type and geographical location are as follows.

Table 5 Employee Profile

	2024	2023
By gender		
Male	32	31
Female	21	19
By age group		
Below 30	6	7
30 – 50	30	30
Above 50	17	13
By employment type		
Full Time	52	50
Part-Time	1	–
By geographical region		
Hong Kong	27	30
Mainland China	26	20
Total	53	50

Table 6 Employee Turnover Rates

	Turnover rate ⁸	2024 Number of turnovers	Turnover Rate ⁸	2023 Number of turnovers
By gender				
• Male	9%	3	16%	5
• Female	14%	3	0%	–
By age group				
• Below 30	33%	2	43%	3
• 30 – 50	13%	4	7%	2
• Above 50	0%	–	0%	–
By geographical region				
• Hong Kong	19%	5	17%	5
• Mainland China	4%	1	0%	–
Total	10%	6	10%	5

8 Turnover rate = (Total number of employees in the specific category leaving employment during the Reporting Period/Total number of employees in the specific category at the end of the Reporting Period) * 100%

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Health and Safety

The Group attaches great importance to the health of its employees and is committed to providing a safe and healthy working environment for them. The Group maintains medical insurance for its employees and adopts policies and procedures regarding work safety, occupational hazards and occupational health issues. Safety arrangements in cases of emergency such as during typhoons, rainstorm warnings and fire evacuation are stated in the Employee Handbook to ensure that all employees are aware of emergency procedures.

The Group complies with relevant laws and regulations in Hong Kong and Mainland China, including but not limited to the Occupational Safety and Health Ordinance and Law of the People's Republic of China on Prevention and Control of Occupational Diseases. During the Reporting Period, the Group did not have any non-compliance issues in this regard.

Table 7 Safety Performance

	Unit	2024	2023	2022
Number of fatalities	/	0	0	0
Fatalities rate ⁹	%	0	0	0
Number of lost days due to work injury	/	0	0	0

Development and Training

The Group places a great deal of importance on the career development and training of its staff. The Group has developed a *Training Policy* to ensure employees acquire the necessary skills to perform tasks up to the standards of the Group. The Group establishes training plans regularly to ensure that training to be provided can meet the business needs on an ongoing basis; and maintain *attendance records* as appropriate to ensure that our staff have adequate knowledge and competence to fulfil the respective job requirements.

Staff at all levels are expected to engage in continuing professional development. We provide management training courses, which are conducted by our senior management team, to our employees in the supervisory level to develop their management and leadership skills and to better manage their work and their team. Our software engineers participate in courses provided by our suppliers to keep abreast of the latest technology developments. Training includes in-house or external courses and on-the-job training and self-study or tuition to sit for professional examinations. In 2024, the average training hours of male and female employees was 31 hours and 6 hours respectively, of which the average training hours of senior management, middle management and other staff was 5 hours, 11 hours and 6 hours respectively. The percentage of male and female employees who participated in training courses of total employees of the Group was 53.13% and 23.81% respectively, of which 83.33% of senior management, 47.83% of middle management and 25.00% of other staff participated in training courses. Since there were no significant changes to policies and regulations on software industry, therefore, the training hours retain at same level in both years.

Labour Standards

The Group primarily engages in the provision of solution services. There have never been any unlawful child labour or forced labour practices in the Group's operations. Our major business activities are carried out in Hong Kong and our suppliers do not involve in labour-intensive activities such as manufacturing in general. To the best of our Directors' knowledge, there are no operations or suppliers considered to have significant risk for incidents of child or forced labour in terms of our business activities and the operating locations. In the event where such practices are discovered, the Group will conduct thorough investigation to determine the suppliers that are involved. The Group will then cease all activities or contracts with such suppliers, in addition to bringing such to the attention of relevant regulators and stakeholders to demonstrate accountability.

Background checks of employees are performed to ensure that they meet statutory standards in recruitment and our compliance with labour laws and regulations. The Group also strives to adhere strictly to the statutory labour standards, in particular to issues regarding equality and discrimination, details of which are set out in the section headed "Employment" in this Report.

During the Reporting Period, the Group strictly complied with the laws and regulations relating to employment, such as the Employment Ordinance. The Group is not aware of any laws and regulations relating to preventing child or forced labour that have a significant impact on us.

⁹ Fatality rate = (Total number of fatalities as a result of work-related injury/Total number of employees) * 100%

Operating Practices

Supply Chain Management

The Group's major suppliers are generally telecommunication service providers as well as hardware and/or software vendors providing us with their data services, bandwidth, internet lines, leased lines, routers and servers. To enhance our operational efficiency, we outsource the development of part of the modules of our financial software which does not relate to the core components of our financial software, testing and day-to-day customer support work to the technical service providers.

The Group has a *Procurement Policy* in place to identify alternative suppliers. The Group manages the environmental and social risks through applying the four principles in the procurement practices: fair competition, prevention of conflict of interest, cost-effectiveness and transparency. As stipulated in the Group's *Responsible Product and Supply Chain Policy*, the sustainability performance of the suppliers would be one of the selection considerations if applicable in the future.

To monitor the implementation of these practices, the Group maintains ongoing communication and collaboration with its suppliers. The Group engages in regular dialogues with suppliers to share best practices, provide guidance and foster innovation in sustainable service offerings.

The Group would evaluate suppliers based on their price, quality of the services and track records of the tenderers. The successful tenderer will enter into an agreement with us to formalise the terms and conditions of the service. If none of the tenders fulfils the required specifications and conditions in the tender invitation, the tendering exercise would be cancelled. The original specifications and conditions would be amended as necessary for re-tendering.

Apart from the tendering process, we manage the supply chain risk through quality controls of suppliers. For each leased line installation, our engineers will work with our suppliers to check if the connectivity is compatible. Suppliers will designate support engineers to us, and we can contact them in case of any technical problems concerning network connectivity. The suppliers will also monitor our leased line setup. For each hardware delivered to us from our suppliers, our engineers will verify that the parts in the hardware are the same as what we have ordered.

Having regard to the business nature and the materiality assessment of the Group, the major suppliers are not considered to impose significant environmental and social risks to the Group's business operations.

During the Reporting Period, there were 11 suppliers and the majority of them were located in Hong Kong. The supply chain management practices have been implemented on all suppliers and been kept monitored.

Table 8 Number of suppliers by geographical regions

	2024	2023
Hong Kong	8	8
Mainland China	1	1
The United States of America	2	2
	11	11

Product Responsibility

Products and services delivered by the Group to the customers can be broadly categorised into the following types: (i) computer products; (ii) contracted trading solutions and (iii) development of trading systems for brokerage.

The Group's Responsible Product and Supply Chain Policy provides guidance to our employees on continually improving the quality of our services and products and privacy protection. We value our customers and are committed to strengthening our ties with them over time by continuously improving the quality of our products and customer experience. Having regard to the business nature and the materiality assessment, product health and safety is neither a material nor relevant issue.

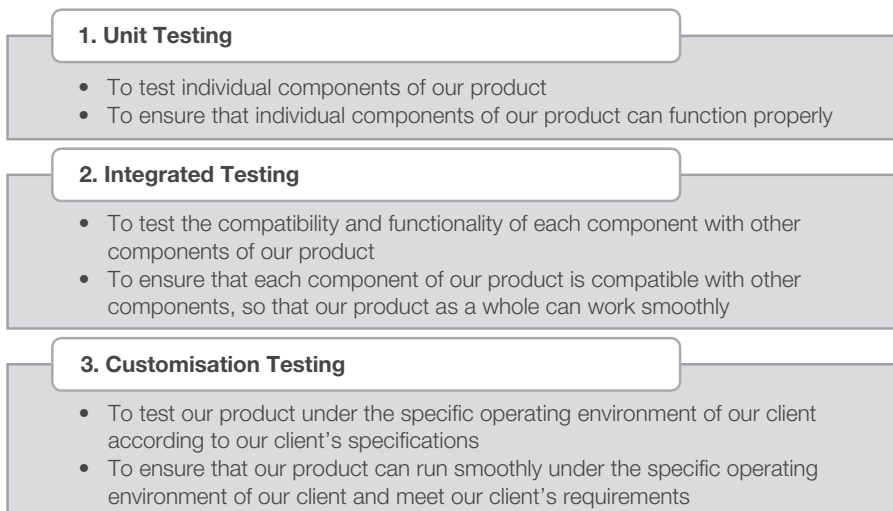
The Group strictly abides by the relevant laws and regulations in Hong Kong, including the Copyright Ordinance, the Supply of Services (Implied Terms) Ordinance and Personal Data (Privacy) Ordinance. During the Reporting Period, the Group did not have any significant non-compliance issues in this regard.

Quality Management

The Group believes that the quality of our solution services is one of the principal factors that contribute to our success. Therefore, we endeavour to tackle any issues that may tamper with the functionality of our software solutions, and we strive to ensure that our solution services will fulfil all requirements of our clients by implementing quality control measures over our suppliers and our services. For the quality control over our suppliers, please refer to the section “Supply Chain Management”.

The Group has implemented a set of internal quality control measures over our services. The quality control work undertaken by the technical service providers are mainly related to the provision of supporting services including routine checking on our systems provided to clients. Our project team also reviews the problems or errors reported by clients and solves the problems or rectifies the errors with the supporting service provided by the technical service providers.

For each project, upon our request and guidance, the technical service providers will execute the test plan designed by us according to the specifications of our clients. To ensure that our services are in good quality and fit for use, a three-stage test is adopted to scan and test the hardware, software and system security. The three-stage test is described as follows:



Our project officer checks and analyses the performance of our solutions against a set of conditions and parameters implemented by us based on the test report prepared by the technical service providers containing the data collected from the three-stage test described above. Once our project officer is satisfied with the test result, we will install the software and deliver the hardware to our clients. Our clients will then perform a series of user acceptance tests under our guidance and monitoring and we will solve problems or rectify the errors identified during the test period.

After-sales Service

The Group is committed to providing quality after-sales services to our clients. For instance, we are responsive to the challenges faced by our clients. Further, we also provide telephone and on-site support and maintenance services for corrections of defects and problems. We also provide daily health check to ensure the software systems are in order.

Any serious complaints that we received will be handled by Customer Support Manager or Account Manager, before being escalated to our Chief Executive Officer for investigation. Upon full investigation, an incident report will be generated together with a plan of action containing rectification steps to prevent future occurrence. To ensure that we continue to deal with complaints effectively and our customer complaints policy is kept abreast of new or update on relevant laws and regulations, we will consult with legal advisors if necessary. During the Reporting Period, the Group was not aware of any material complaints in this regard.

Intellectual Property Protection

The Group regards our copyrights, trademarks and other intellectual property as critical to our success. We rely primarily on a combination of copyright, trademark and other intellectual property-related laws in Hong Kong, as well as confidentiality procedures and contractual restrictions to establish and protect our intellectual property rights.

Under the Copyright Ordinance, there are certain provisions to protect copyrighted work of computer programmes. However, there is no formal procedure to register the copyright of our software in Hong Kong. Should there be any relevant formal procedures in the future, we may consider registering the copyright of our software in Hong Kong.

Advertising/labelling

The Group's business does not involve product packaging and labelling activities. Therefore, labelling issue is not relevant to the operations of the Group. The Group does not involve significant advertising activities. The Group promotes products and services to potential clients of the industry in conferences, seminars and exhibitions. Referral of new clients by existing clients as a result of the departure of employees of existing clients and business expansion by existing clients or setting up of new Exchange Participants¹¹ (EPs) by owners of existing clients is the major channel in expanding our client base.

Customer Data Protection and Privacy

The Group is committed to ensuring the privacy of our customers and the Group adheres to the Personal Data (Privacy) Ordinance of Hong Kong. All personal information collected in whichever formats or platforms will only be used for the purposes for which the information has been collected which have been made known to the customers. The Group regularly evaluate our measures in keeping customer data and privacy secure by random inspections, organizing privacy-related training and reviewing computer security systems.

Our Employee Handbook sets out employee's conduct in information protection. Some of the precautionary measures are adopted as follows:

- Files should be returned to the filing areas when they are not in use.
- Confidential documents that are no longer required must be shredded and must not be discarded in wastepaper baskets.
- Firewall and anti-virus solution are installed to protect the internal network and prevent the computers from virus infection.

Anti-corruption

Honesty and integrity are the core values embraced by all employees of the Group. We have *Anti-Money Laundering Policy and Anti-Fraud Policy* in place to maintain a high standard of corporate governance practices. The Group also organizes training to all employees on anti-corruption.

The Entertainment and Business Gift Policy in the Employee Handbook sets out employee's conducts in dealing with issues related to the acceptance of gifts and conflicts of interest. All received gifts should be reported to the respective department head and management. For a gift with a value over a certain amount, an endorsement from the management team is required. The Human Resources Department maintains all records, receipts, account information and other documents that the employee submitted.

To encourage all its employees to adopt good and proper business ethics and to report promptly any malpractices, the Group has also established a Whistle Blowing Policy. The whistleblower can convey his concerns on malpractice by sending or e-mailing written reports to the Board of Directors or the Audit Committee. All information is kept anonymously and confidentially. The reports of malpractices are handled and investigated by the designated department, which reports directly to the Board.

The Group strictly abides by the laws and regulations relating to bribery, extortion, fraud and money laundering in Hong Kong, including the Prevention of Bribery Ordinance. During the Reporting Period, the Group was not aware of any material non-compliance with applicable standards, rules and regulations relating to bribery, extortion, fraud and money laundering and there were no complaints or legal actions relating to corruption concerning the Group or any of its staff.

Community

Community Investment

The Group is committed to maintaining the sustainability of its business and communities. Our Community Investment Policy establishes a framework and guidelines for community investment, sponsorship and donations, and is expected to contribute towards community wellness. We support social welfare organisations that sharing same goals as us through donations. Donations made by the Group during the year amounted to HK\$180,000 to support corporate-sponsored full-tuition scholarship for Master of Science in Venture Creation, which aims to initiatives that foster innovation, entrepreneurship, and education. This initiative seeks to empower individuals with the skills, knowledge, and resources needed to drive impactful ventures, fostering a culture of creativity, social responsibility, and sustainable growth.

In addition, the Group donated HK\$5,000 to support the Charity Run 2024, which aims to promote health, community engagement, and social welfare through charitable initiatives. By sponsoring this event, the Group strives to inspire active participation in philanthropic activities, raise awareness for important causes, and contribute to societal well-being through collective efforts. This reflects the Group's commitment to building a compassionate and supportive community.

We aim to develop long-term relations with our stakeholders based on mutual trust, respect and integrity. We also seek to make contributions to programs with positive impact on community development. We encourage our employees to volunteer and work through collaboration with strategic giving as well as capacity-building initiatives to try and create a positive impact on the community.

¹¹ An Exchange Participant is a corporation who may trade on or through the Exchange and is licensed under the Securities and Futures Ordinance to carry on securities/futures/options dealing activity.

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ESG REPORTING GUIDE CONTENT INDEX

Subject Areas, Aspects, General Disclosures and KPIs (Note 1)		Reference/Response
Subject Area A. Environmental		
Aspect A1 Emissions		
General Disclosure	Information on: (a) the policies; and (b) compliance with relevant laws and regulations that have a significant impact on the issuer relating to air and greenhouse gas emissions, discharges into water and land, and generation of hazardous and non-hazardous waste	Emissions
KPI A1.1	The types of emissions and respective emissions data	Emissions
KPI A1.2	Direct (Scope 1) and energy indirect (Scope 2) greenhouse gas emissions (in tonnes) and, where appropriate, intensity.	Emissions
KPI A1.3	Total hazardous waste produced (in tonnes) and, where appropriate, intensity (e.g. per unit of production volume, per facility)	Emissions
KPI A1.4	Total non-hazardous waste produced (in tonnes) and, where appropriate, intensity (e.g. per unit of production volume, per facility)	Emissions
KPI A1.5	Description of emission target(s) set and steps taken to achieve them	Emissions
KPI A1.6	Description of how hazardous and non-hazardous wastes are handled, reduction initiatives and a description of reduction target(s) set and steps taken to achieve them.	Emissions
Aspect A2 Use of Resources		
General Disclosure	Policies on the efficient use of resources, including energy, water and other raw materials	Use of Resources
KPI A2.1	Direct and/or indirect energy consumption by type (e.g. electricity, gas or oil) in total (kWh in '000s) and intensity (e.g. per unit of production volume, per facility)	Use of Resources
KPI A2.2	Water consumption in total and intensity (e.g. per unit of production volume, per facility)	Use of Resources
KPI A2.3	Description of energy use efficiency target(s) set and steps taken to achieve them	Use of Resources
KPI A2.4	Description of whether there is any issue in sourcing water that is fit for purpose, water efficiency initiatives and results achieved	No issue in sourcing water that is fit for purpose. Not relevant to the Group's business
KPI A2.5	Total packaging material used for finished products (in tonnes) and, if applicable, with reference to per unit produced	Not relevant to the Group's business
Aspect A3 The Environment and Natural Resources		
General Disclosure	Policies on minimising the issuers' significant impact on the environment and natural resources	The Environment and Natural Resources
KPI A3.1	Description of the significant impacts of activities on the environment and natural resources and the actions taken to manage them	The Environment and Natural Resources
Aspect A4 Climate change		
General Disclosure	Policies on identification and mitigation of significant climate-related issues which have impacted, and those which may impact, the issuer	Climate change
KPI A4.1	Description of the significant impacts of activities on the environment and natural resources and the actions taken to manage them	Climate change

Subject Areas, Aspects, General Disclosures and KPIs (Note 1)	Reference/Response	
Subject Area B. Social		
Employment and Labour Practice		
Aspect B1 Employment		
General Disclosure	Information on: (a) the policies; and (b) compliance with relevant laws and regulations that have a significant impact on the issuer relating to compensation and dismissal, recruitment and promotion, working hours, rest periods, equal opportunity, diversity, antidiscrimination, and other benefits and welfare	Employment
KPI B1.1	Total workforce by gender, employment type, age group and geographical region	Employment
KPI B1.2	Employee turnover rate by gender, age group and geographical region	Employment
Aspect B2 Health and Safety		
General Disclosure	Information on: (a) the policies; and (b) compliance with relevant laws and regulations that have a significant impact on the issuer relating to providing a safe working environment and protecting employees from occupational hazards	Health and Safety
KPI B2.1	Number and rate of work-related fatalities occurred in each of the past three years including the reporting year	Health and Safety
KPI B2.2	Lost days due to work injury	Health and Safety
KPI B2.3	Description of occupational health and safety measures adopted, how they are implemented and monitored	Health and Safety
Aspect B3 Development and Training		
General Disclosure	Policies on improving employees' knowledge and skills for discharging duties at work. Description of training activities	Development and Training
KPI B3.1	The percentage of employees trained by gender and employee category	Development and Training
KPI B3.2	The average training hours completed per employee by gender and employee category	Development and Training
Aspect B4 Labour standards		
General Disclosure	Information on: (a) the policies; and (b) compliance with relevant laws and regulations that have a significant impact on the issuer relating to preventing child or forced labour	Labour Standards
KPI B4.1	Description of measures to review employment practices to avoid child and forced labour	Labour Standards
KPI B4.2	Description of steps taken to eliminate such practices when discovered	Labour Standards

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Subject Areas, Aspects, General Disclosures and KPIs (Note 1)		Reference/Response
Aspect B5 Supply Chain Management		
General Disclosure	Policies on managing environmental and social risks of supply chain	Supply Chain Management
KPI B5.1	Number of suppliers by geographical region	Supply Chain Management
KPI B5.2	Description of practices relating to engaging suppliers, number of suppliers where the practices are being implemented, how they are implemented and monitored	Supply Chain Management
KPI B5.3	Description of practices used to identify environmental and social risks along the supply chain, and how they are implemented and monitored	Supply Chain Management
KPI B5.4	Description of practices used to promote environmentally preferable products and services when selecting suppliers, and how they are implemented and monitored.	Supply Chain Management
Aspect B6 Product Responsibility		
General Disclosure	Information on: (a) the policies; and (b) compliance with relevant laws and regulations that have a significant impact on the issuer relating to health and safety, advertising, labelling and privacy matters relating to products and services provided and methods of redress	Product Responsibility
KPI B6.1	Percentage of total products sold or shipped subject to recalls for safety and health reasons	Not applicable. The Group primarily engaged in provision of financial software solution services. The activity does not pose any threats to the safety or health of our customers.
KPI B6.2	Number of products and service-related complaints received and how they are dealt with	Product Responsibility
KPI B6.3	Description of practices relating to observing and protecting intellectual property rights	Product Responsibility
KPI B6.4	Description of quality assurance process and recall procedures	Product Responsibility. Description of recall procedures is not applicable.
KPI B6.5	Description of consumer data protection and privacy policies, how they are implemented and monitored	Product Responsibility
Aspect B7 Anti-corruption		
General Disclosure	Information on (a) the policies; and (b) compliance with relevant laws and regulations that have a significant impact on the issuer relating to bribery, extortion, fraud and money laundering	Anti-corruption
KPI B7.1	Number of concluded legal cases regarding corrupt practices brought against the issuer or its employees during the reporting period and the outcomes of the cases	No cases
KPI B7.2	Description of preventive measures and whistleblowing procedures, how they are implemented and monitored	Anti-corruption
KPI B7.3	Description of anti-corruption training provided to directors and staff	Anti-corruption

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Subject Areas, Aspects, General Disclosures and KPIs (Note 1)

Reference/Response

Aspect B8 Community Investment

General Disclosure	Policies on community engagement to understand the needs of the communities where the issuer operates and to ensure its activities take into consideration the communities' interests	Community Investment
KPI B8.1	Focus areas of contribution (e.g. education, environmental concerns, labour needs, health, culture, sport)	Community Investment
KPI B8.2	Resources contributed (e.g. money or time) to the focus area	Community Investment

Note 1: All general disclosure made under each aspect and KPIs in the "Environmental" subject area are report on the "comply or explain" provisions while others are recommended disclosure set out in the ESG Guide.