

Based on operational control approach, emissions from investment outside Hong Kong are NOT included. In this regard, The Hongkong Electric Co., Ltd. (HK Electric) is responsible for 100% of GHG emissions reported. HK Electric is a vertically integrated utility and does NOT purchase electricity or heat from others. All electricity is consumed locally and the losses in transmission and distribution of electricity are generated from HK Electric's Lamma Power Station. Hence, the Scope 2 emission is included in the Scope 1 emission which has been reported in accordance with the ISO 14064-1 requirements as verified by a qualified independent assessor. To avoid double counting, the scope 2 emission reported is therefore "zero".