



2016 ESG Report

Environmental . Social . Governance



Tern Properties Company Limited

HKEx Stock Code: 277

+852 2584 1200 | www.tern.hk |

2016 ABOUT THIS REPORT

This is Tern Properties first Environmental, Social and Governance ("ESG") report. This report summarizes the ESG policies and activities of the Tern Properties during financial year of 2016 (which began on 1 April 2016 and ended on 31 March 2017)

Tern Properties discloses its operating and financial results on its Financial Annual Report.

This report contains standard disclosures based on HKEx's ESG Reporting Guidelines. For index table charting content covered in accordance with the ESG reporting guidelines, please refer to page 18.

ABOUT TERN PROPERTIES

Tern Properties Company Limited, a Hong Kong based group, is listed on The Stock Exchange of Hong Kong Limited since 1987 (Stock code: 0277).

Our core business is property investment primary in Hong Kong and treasury investments. Our property investment strategy is to invest, maintain, and grow a portfolio of up-market properties in the prime locations in Hong Kong to generate long-term and stable recurrent income for shareholders.

The treasury investment represents the investment in debt and equity securities to seek steady longer-term growth in capital.

ESG STATEMENT FROM CEO



As a property owner, Tern Properties company focuses on profitability at low risk and financial strength. We have contributed to Hong Kong urban development by providing efficient property development and management, creating value for both tenants and communities. Our strategy for developing and adding value to the properties portfolio at low financial risk provides the basis for distributing a competitive dividend to shareholders.

However, the market has become increasingly concern on sustainability and green building issues. We realized that our corporate activities can serve as an effective means of fulfilling our obligation to society. We learned that the adoption of green building can help us enhance tenant attraction. There is increasingly clear evidence that buildings build with green features will depreciate less quickly than others and will be more likely to meet the growing demand of a more discerning occupier and investor market. Sustainability is becoming an important influence in the design of our overall business strategy.

We have to evaluate sustainability adoption in the context of the environmental impact of buildings and the benefits that accrue to our company in terms of growth and asset valuations, and to tenants in terms of operational efficiency and productivity.

Addressing these challenges is critical to the future of our business. We start to improve our organisation and know-how in the fields of green building and sustainability constantly over the past years.

Our approach to sustainability does not solely focus on environmental matters, but consider governance and social impact of our actions as well. We balance the risk and benefit of these aspects before making decision and adapt our actions to what we feel is the most viable course. We are a responsible company with high regard on promoting prevention and risk management culture. The result of this approach is that we might not always take the decision that maximize the short term benefit for Tern Properties, but we are convinced that we always ride the road that will yield the best long term prospect.

In order to communicate our activities and progress with regard to Hong Kong Exchange ESG reporting requirement, we will start to publish an ESG report as a regular part of our annual report each year starting from this year 2016.

Chan Hoi Sow
Chairman and Managing Director
January 2016

TERN PROPERTIES APPROACH TO ESG

Since 2015, we start to think what we can do to improve our energy efficiency of our current properties, making it more greener and more sustainable. Also, the ESG requirement was raised by Hong Kong Exchange and we wanted to respond. So we started a comprehensive review. It identified what actions were contributing most to the long term strength of the business. This review help us to lay down the following actions:

1. Compliance - identifying and managing issues to ensure we operate responsibly and comply with external regulations and internal policies.
2. Governance - Defining ownership and accountability for address our ESG's issues. Align our business strategy to focus on concerns addressed by our stakeholders.
3. Policies - Setting ESG policies and establishing controls into our business.
4. Communication - Improving the communication between our shareholders, tenants, and suppliers. Understanding their concerns.
5. Sustainable Buildings - Identifying programs that can help us to improve our properties environmental performance, this includes energy efficiency, greenhouse gas reductions and waste management
6. Culture - creating a culture of ethical behavior in our business and equip our employees the capabilities they need to ensure compliance.

Ultimately, we want to manage properties that will serve Hong Kong communities for many years.



TERN PROPERTIES AT A GLANCE

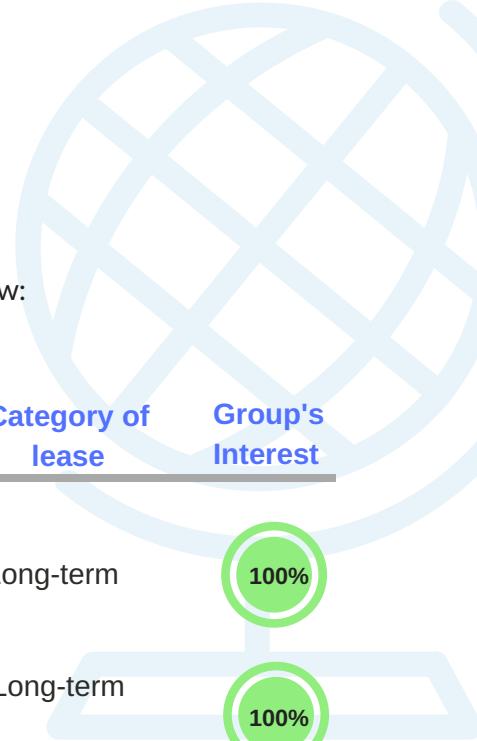
Tern Properties Company Limited, a Hong Kong based group, is listed on The Stock Exchange of Hong Kong Limited since 1987 (Stock code: 0277). Our core business is property investment primary in Hong Kong and treasury investments. Our property investment strategy is to invest, maintain, and grow a portfolio of up-market properties in the prime locations in Hong Kong to generate long-term and stable recurrent income for shareholders.

The treasury investment represents the investment in debt and equity securities to seek steady longer-term growth in capital

Commercial real estate is a highly capital-intensive sector in which the economic drivers are important, especially when it comes to internal or external growth. The backing of our shareholders and financial partners and the taking into account of their expectations are critical to the company's development.



TERN PROPERTIES AT A GLANCE



Detail of properties held by the Tern Properties at 31 March 2017 are as follow:

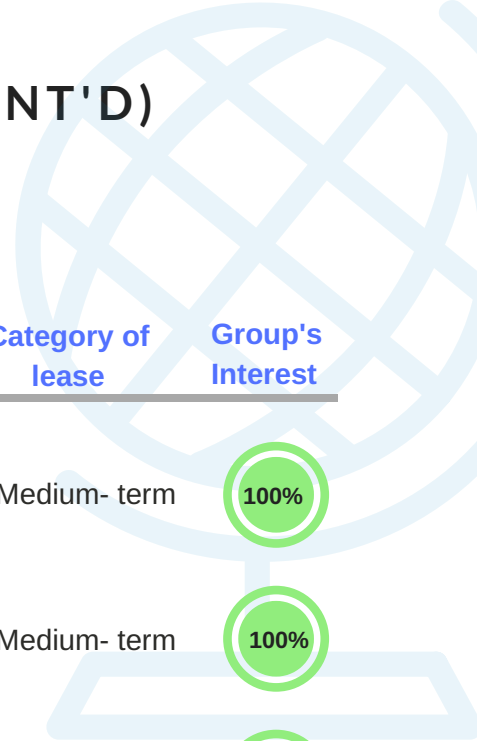
1. LEASEHOLD LAND AND BUILDINGS

Location	Use	Category of lease	Group's Interest
Hong Kong			
1. The whole of 26th, 27th and 28th floors, Tower 1, Tern Centre, 237 Queen's Road Central, Hong Kong	Office	Long-term	100%
2. Flat 59 on 15th floor, Tower 9 and car parking spaces nos. 66 and 67 on car park entrance 4 (Level 3), Hong Kong Park View, 88 Tai Tam Reservoir Road, Hong Kong	Director's Quarters	Long-term	100%

2. INVESTMENT PROPERTIES

Location	Use	Category of lease	Group's Interest
Hong Kong			
1. Shops no. G15, G16 and G17 on ground floor and shop no.8, 9A and 11A on 1st floor, site D of Park Lane Shopper's Boulevard, Nathan Road, Tsimshatsui, Kowloon	Commercial	Long-term	100%
2. Duplex shop F on ground floor and 1st floor, Burlington House, 90 - 94 Nathan Road, Tsimshatsui, Kowloon	Commercial	Medium- term	100%
3. Shop no. B and C on ground floor, the whole of upper ground floor and 1st floor, Ka Wing Building, 27 Granville Road, Tsimshatsui, Kowloon	Commercial	Medium- term	100%
4. Shop no. 18A on ground floor, Star House, 3 Salisbury Road, Tsimshatsui, Kowloon	Commercial	Long-term	100%
5. Shops no. 5 on ground floor, Lee Fat Building, 30 - 36 Jardine's Crescent, Causeway Bay, Hong Kong	Commercial	Long-term	100%
6. The whole of Southgate Commercial Centre, 29 Granville Road, Tsimshatsui, Kowloon	Commercial	Medium- term	100%

TERN PROPERTIES AT A GLANCE (CONT'D)



2. INVESTMENT PROPERTIES (CONT'D)

Location	Use	Category of lease	Group's Interest
Hong Kong			
7. The whole of the Wave, 184 Nathan Road, Tsimshatsui, Kowloon	Commercial	Medium- term	100%
8. The whole of ground floor and 1st, 2nd, 3rd and 5th floors, The Bodynits Building, 3 Cameron Road, Tsimshatsui, Kowloon	Commercial	Medium- term	100%
9. The whole of lower ground floor, ground floor and 1st floor, Tower I, Tern Centre, 237 Queen's Road Central, Hong Kong	Commercial	Long-term	100%
10. The whole of Tower II, Tern Centre, 251 Queen's Road Central, Hong Kong	Commercial	Long-term	100%
11. The whole of 6th, 12th and 20th floors, The Bodynits Building, 3 Cameron Road, Tsimshatsui, Kowloon	Commercial	Medium- term	100%
12. The whole of 11th, 16th and 18th floors, Unit 2 and Unit 3 of 13th floor, Tern Plaza, 5 Cameron Road, Tsimshatsui, Kowloon	Commercial	Medium- term	100%
13. Carpark No. 31 on the podium of Level 2, 37 Repulse Bay Road, Hong Kong	Carpark	Long-term	100%
14. Shops no. 1, 2 and 6 on ground floor and the whole of 1st, 2nd, 3rd, 4th, 5th, 6th, 8th and 9th floors, Tern Plaza, 5 Cameron Road, Tsimshatsui, Kowloon	Commercial	Medium- term	50%
15. The whole of 9th floor, The Bodynits Building, 3 Cameron Road, Tsimshatsui, Kowloon	Commercial	Medium- term	50%
Canada			
1. Suite no. 2406 with one carpark, Point Claire, 1238 Melville Street, British Columbia	Residential	Freehold	100%

OUR STAKEHOLDERS

We realize that our business decision affect the various stakeholders, which is why it is essential that we identify and understand these stakeholders requirements and needs through regular dialogue. These dialogues help us understand the issues. Our business decisions and activities affect our investors, tenants and employees. We try to pursue our sustainability activities in consideration of the different requirements concerned and in the interest of all the stakeholders.

Investors

Our investor relation manager leads our engagement with investors to communicate our business strategy and understand their views. It has always been our goal to generate long-term added value for our shareholders. We have seen the green property reward with higher rental and sales prices. These sustainability factors has become relevant in our properties valuation. We have to take these aspects into account in our long-term property planning and to take measures to exploit value enhancing potentials and to minimize valuation respectively depreciation risks.

Tenants

We communicate with tenants in many ways as part of our business operation. We work with our property management company to help tenants to achieve their sustainability objectives and start to develop services that promote sustainability. Previously, we and our property management service provider focus in areas such as security, safety, cleansing and maintenance of essential utility services. But in response to the increasing expectation from the tenants and the trend of green property, we are taking some measures, such as adopting energy saving measures, establish house rules to control pollution problems generated by renovation works and providing good indoor air quality.

Employees

We gain feedback from employees through internal communications channels and regular meetings. Our employees are our most valuable resource for delivering on our commitments on a daily basis. Driven by the HR management, we engage with our employees to allow them to continually adapt to the changing environment and to anticipate new industry requirements.

OUR STAKEHOLDERS (CONT'D)

Suppliers

We work closely with our property management service provider to ensure they maintain high standards services for our properties and managing the property by providing services such as site cleaning, maintenance and security. Collaboration with our service providers makes it possible to promote industry common practices and allow us to learn and adopt new technology/practices in property management.

Regulators

We engage with regulators and governments on a wide range of issues relevant to our business and contribute to consultation on sustainability issues. We aim to be direct and transparent about our view. In sustainability, we start to adopt Hong Kong Exchange ESG reporting guidelines for our first report. We also adopted best practices that are applicable to us recommended by Hong Kong Environmental Protection Department on Green Property Management issues.

MATERIALITY

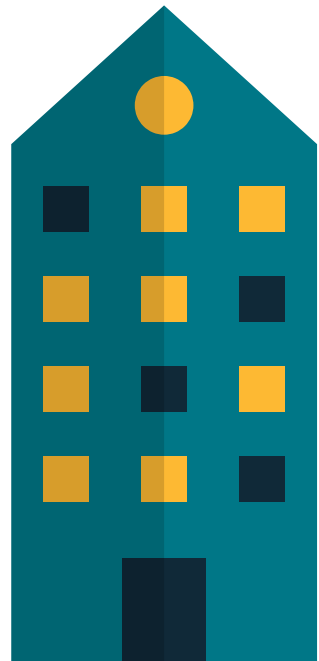
Tern Properties views materiality assessment as a process for understanding issue of importance to its various stakeholders as well as its business and for validating its ESG material aspects in a manner which will help to prioritize its ESG initiatives.

We have carried out our first materiality analysis in 2016. This leads us to identify the environment, social and service responsibility issues and to focus on the most material. We have assessed the relevance of each of these issues by means of internal interview and also by incorporating various inputs from our stakeholders.

Some issues are more critical in terms of the day to day management of a commercial properties and our goal of achieving operational excellence. We thus prioritized these issues in order to focus on the ones that matter most.



Our goal is to find room for improvement within our framework and capability, by planning, monitor the progress and take action. However, data gathering was, is, and will be one of our greatest challenges, as energy consumption and waste within our asset portfolio are mainly produced by our tenants. Nevertheless, we will develop plan in line with the existing ones and try to improve our ESG performance.



TERN PROPERTIES ESG POLICY STATEMENT

Tern Properties established ESG (Environment, Social and Governance) policy for implementation in January 2016.

Tern Properties recognizes the significant of ESG issues in the properties sector and, as its corporate social responsibility, is committed to continuous efforts for ESG friendliness, and sustainability initiatives in conducting property investment operations.

We are committed to:

Environment

1. Implementation of Environmental Conservation

- We will promote green procurement, greening office buildings and improving office environment.
- We will develop policies and practices, which raise awareness and encourage and enable our staff, property management company and tenants to make a contribution towards achieving environmental improvement.

2. Implementation of Resource and Energy Saving

- We will use energy and water efficiently and seek means of reducing consumption through improved management practice and technological upgrades.
- We will promote recycling. Reduce consumption of materials through re-use rather than disposal, wherever possible.

3. Adherence to Environment Law and Regulation

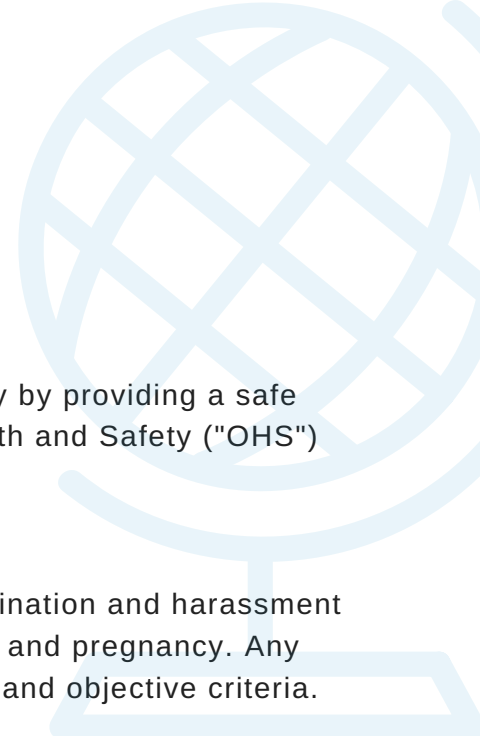
- Improve the the management on environment aspect by referencing / continues improving in according with Hong Kong Environmental Protection Department ("HKEPD") guidelines .
- HKEPD guidelines are being reference when setting up new procurement policy.

4. Transparency of Environmental Disclosure

- We will continuously improve our environmental performance and report on progress each year based on HKEx's ESG reporting guidelines.



TERN PROPERTIES ESG POLICY STATEMENT (CONT.)



Workplace

1. Health & Safety

- We are committed to ensure all our employee health and safety by providing a safe working environment that comply with local Occupational Health and Safety ("OHS") requirement.

2. Non-Discrimination

- We are committed to eliminating all forms of workplace discrimination and harassment on the basis of ethnic origin, race, religious, age, sex, disability and pregnancy. Any employment related decisions, shall be based only on relevant and objective criteria.

3. Work hour & Wages

- We operate in full compliance with local labour law relating to wages, work hours, overtime and holidays. Employees will be compensated competitively relative to the industry and local labour market.

Anti Corruption

1. Bribery

- Employee are prohibited from soliciting, accepting or offering advantages from or to clients; suppliers or any person having business dealings of any kind with the company. Advantages refers to anything which are of value. It may include gifts, money, rewards, employment, and favours.

2. Whistleblowing

- A whistleblowing system is in place to allow employee to notify management regarding any breach of legal or regulatory requirement.

ESG AREAS OF FOCUS



Ethics and Compliance

Ethical business conduct and compliance with applicable laws and regulations.



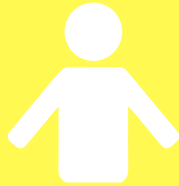
Governance

Good corporate governance is an essential condition for the company's success



Responsible Supply Chain

Aiming to fulfill its responsible to society through sourcing



Human Resources

Creating a diverse and inclusive workplace



Quality and Services

Aiming to provide quality property management services to meet tenant's expectation



Environment

Helping to maintain a sustainable environment for the tenants



Community Engagement

Addressing the needs of communities through specific fields of expertise.



GOVERNANCE

ETHICS AND COMPLIANCE

As the good reputation of Tern Properties and the trust of our business partners, shareholders, employees and of the public depends on the behavior of our employees. Tern Properties management and its employees are committed to company code of conduct. All employees are required to learn and follow the conduct guidelines.

A set of internal procedures govern the activities in order to ensure respect for regulations and monitoring by government authorities and to prioritize the customers' interests. We supplement and clarify the principles set out in the code. Thus define the rules to be followed in order to limit and prevent risk situations related to the following issues.

- Legal Compliance
- Duties
- Gifts / Non-Solicitation of Customers / Non-Solicitation of Employees - No acceptance /granting of advantages, which also includes business relations with tenants, service providers and other business partners.
- Non-disclosure
- No discrimination - No discrimination on the grounds of race, gender, religion, disability and age.
- Conflict of interest
- Data protection - Obligation to comply with data secrecy.
- The role of employees
- Ownership of Intellectual Property
- Procurement
- Environment
- Responsibility for adhering to this guidelines.

The objective of this code is to make our company's commitment more understandable for our employees and stakeholders and thus ensure better compliance. Employee training sessions were organized when employee come on board.

PROCUREMENT

Our relationships with property management service providers and suppliers are governed by the same concern for probity and integrity. Tern Properties endeavors to extend the principles of responsibilities to the value chain since we play a key role in safety issues and in the quality of our rent properties.

In order to ensure proper management of the operational risks linked to procurement and to optimize our performance in this area, we work closely to optimize the procurement process, and worked with trusted and approved suppliers. We also improve the operational margin.

The approval of suppliers and service providers is standardized. All our suppliers are selected through an objective and fair tender process and the signing of framework agreements and continuous on-site monitoring.



ENVIRONMENT

Following this ESG reporting, Tern Properties has start to create a framework to improve the green capabilities covering our properties portfolio. During the year, we have concentrated on further integrating sustainability in our operation team. The awareness and importance of sustainability at Tern Properties is thus increased. The focus is on making implementing new technology that can help us to reduce energy consumption and environmental impact. Our approach is based on continued improvement, using our industry knowledge to meet the Hong Kong Environmental Protection Department green properties requirement, focus on energy efficiency, waste management and noise control.

We have carried some improvement as a matter but we have not, in the past, reported many of these activities, because to us they are just normal everyday business activities.

We continue to reduce energy used in lighting of our building. Initiatives include replacing traditional light bulbs with LED lights. Some of our properties use less water on average, thanks to the installation of water saving design features such as dual flush toilets and sensor taps. These improvement is driven by two factors, environmental and financial. The challenge for us is to consider the full life of all our properties and provide solutions that don't impact the affordability of our property.

ENERGY AND GHG EMISSIONS

In 2016, our energy consumption for our office is 33942 kWh for the period of 2016 financial year, and the greenhouse gas emission total is 26.814 tCO₂ eq.

However we are aware that the data collection is not yet fully complete as data on tenants' consumption is not always available to Tern Properties.

Electricity was not the only sources of emissions from our operations. Our properties air conditioners are using R407c and R410a refrigerant, The leakage of refrigerant gas is a small but significant source of greenhouse gas emissions because of the high Global Warming Potential (GWP) of most of these gases. We have equipment regularly maintained by qualified persons.

Our scope 3 greenhouse gas emission contribution due to business travel, and employee commuting is not significant.

Waste

In the course of the refurbishment of buildings, construction waste is generated. The disposal of construction waste is performed only by local waste management companies as well as licensed companies for hazardous waste.

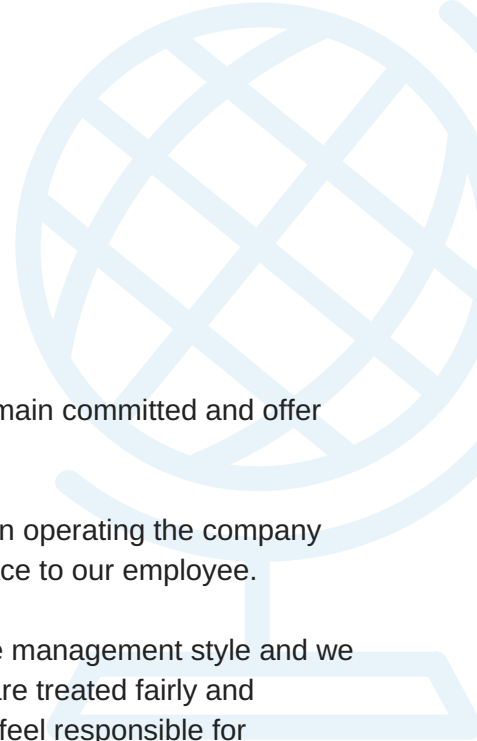
Challenges

We have leased out our properties to tenants. And the use of energy of our tenants from air conditioning to lighting - over which we have limited control. Our tenants are directly responsible for many of the impacts of the properties they occupy so the challenge for us remains in helping to educate them on how energy saving can reduce environmental impacts. Beside that, replacement of light bulb to LED light and refurbishment of properties with green design and technology can make the difference but any new investment especially the properties refurbishment require extensive capital, and it's these we need to focus our efforts on.

Noise Control

With every asset of our portfolio, we take into consideration indoor air quality, the comfort of the tenants, the quality of the work-space. And in our refurbishment project, we are fully aware of our responsibility towards our tenants and the neighbourhood. We ensure communication are reach to affected tenants and the immediate neighbours. We also make sure our service provider use modern equipment to keep the noise level to a minimum. We make sure we implement the legal requirements of our business activities through our general terms and conditions, as well as follow the local industry requirements





OUR EMPLOYEE

Tern Properties has a relatively small number of employees. However we remain committed and offer secure jobs and provide long term career prospects to our employees.

The key to our success is based on our employees. They play a crucial role in operating the company successfully. Hence we provide attractive remuneration and quality work-space to our employee.

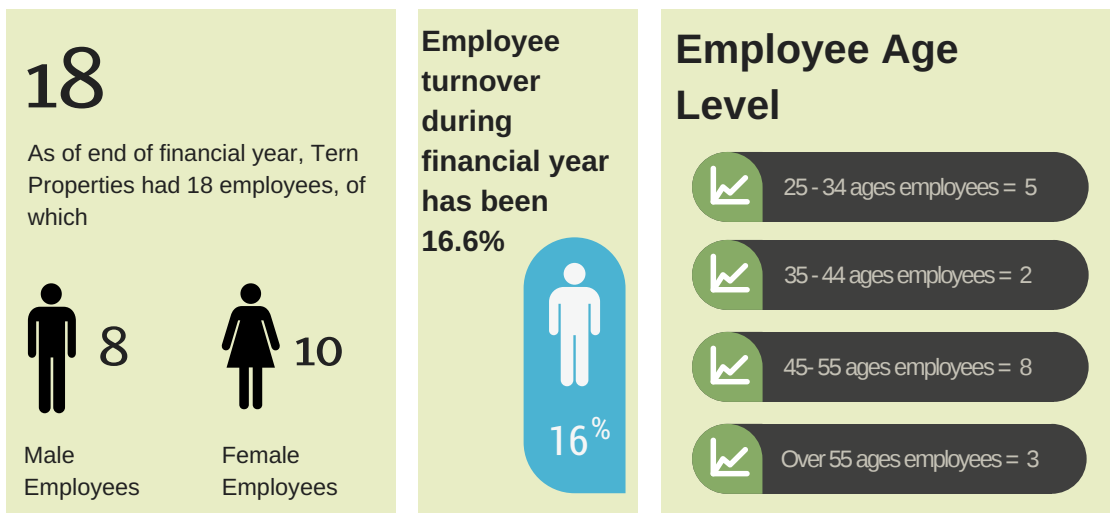
We believe in positive and respectful communication. We have a cooperative management style and we focus on developing our employees. Each and every one of our employees are treated fairly and respectfully. We seek to prevent discrimination . As a property company, we feel responsible for encouraging and maintaining a team relationship and for keep up the team spirit.

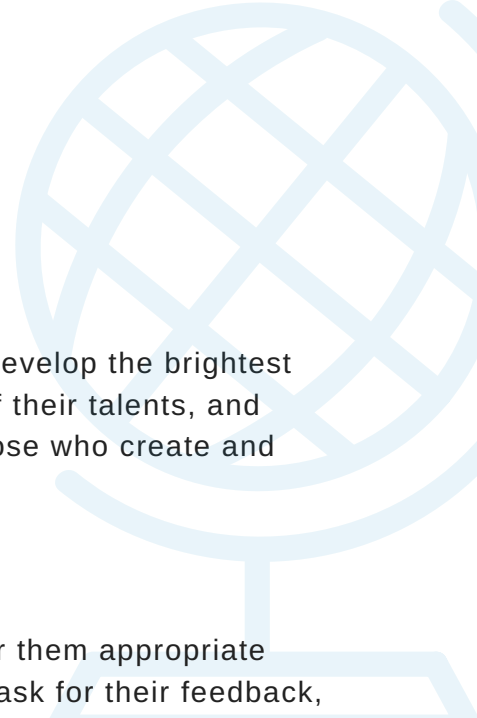
Employee Numbers

In 2016, we employed 10 women and 8 men. This equates to a female to male ratio of 55% to 45%. We consider equal salary and benefits for female and male employees a priority. Our main target is to keep our annual employee turnover rate below the 10%.

Employee Age Level

With a business spanning almost 30 years, Tern properties has a relatively middle age level workforce, average age is 43 years old.





DIVERSITY

We value diversity in our workforce. We aim to attract, retain and develop the brightest and best people in our industry. We want them to make the most of their talents, and aspire to be the best at what they do. We recognise and reward those who create and protect value for the Company.

Employee Engagement

We make it a priority to understand our employees' needs and offer them appropriate solutions that empower them to be their best. Hence, we regularly ask for their feedback, involving them in the company decision making. We have open door policy and allow our employees to give comments or share ideas.

Health and Safety

We regard the health and safety of our employees and tenants as being of the utmost importance. Our vision is to provide a safe and healthy workplace and to promote an effective and continuously improving health and safety culture. We strive to prevent injury and to ensure that all persons work in our property return home to their family safely.

ESG INDEX

Tern Properties' ESG reporting refers to calendar year of 2016 and is prepared in accordance with the Hong Kong Exchange's ESG reporting guidelines.

This is Tern Properties' first ESG report and Tern Properties intends to report annually.

Indicators	Comment	Pages
Subject Area A - Environment		
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.		10
KPI A1.1 The types of emissions and respective emissions data.		14
KPI A1.2 Greenhouse gas emissions in total (tonnes) and, where appropriate, intensity (e.g. per unit of production volume, per facility).		14
KPI A1.3 Total hazardous waste produced (in tonnes) and, where appropriate, intensity e.g. per unit of production volume, per facility).	No hazardous waste produced	Not Available
KPI A1.4 Total non-hazardous waste produced (in tonnes) and, where appropriate, intensity (e.g. per unit of production volume, per facility).		Not Available
KPI A1.5 Description of measures to mitigate emissions and results achieved.		15
KPI A1.6 Description of how hazardous and non-hazardous wastes are handled, reduction initiatives and results achieved.		14
Aspect A2: Use of Resources		
General Disclosure - Policies on the efficient use of resources, including energy, water and other raw materials.		10
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).		14
KPI A2.2 Water consumption in total and intensity (e.g. per unit of production volume, per facility)	will be included in 2017 ESG report	Not Available
KPI A2.3 Description of energy use efficiency initiatives and results achieved.	will be included in 2017 ESG report	Not Available
KPI A2.4 Description of whether there is an issue in sourcing water that is fit for purpose, water efficiency initiatives.		Not Applicable
KPI A2.5 Total packaging material used for finished products (in tonnes) and, if applicable, with reference to per unit produced.		Not Applicable
Aspect A3: The Environment and Natural Resources		
General Disclosure - Policies on minimising the issuer's significant impact on the environment and natural resources.		10
KPI A3.1 Description of the significant impacts of activities on the environment and natural resources and the actions taken to manage them.		14
Subject Area B - Social		
Employment and Labour Practices		
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, anti-discrimination, and other benefits and welfare. .		11, 16 - 17
KPI B1.1 Total workforce by gender, employment type, age group and geographical region		16
KPI B1.2 Employee turnover rate by gender, age group and geographical region.		16

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.		17
KPI B2.1 Number and rate of work-related fatalities.		17
KPI B2.2 Lost days due to work injury	No Work Injury	Not Applicable
KPI B2.3 Description of occupational health and safety measures adopted, how they are implemented and monitored.		17
Aspect B3: Development and Training		
General Disclosure - Policies on improving employee's knowledge and skills for discharging duties at work. Description of training activities.		16
KPI B3.1 The percentage of employees trained by gender and employee category (e.g. senior management, middle)	will be included in 2017 ESG report	Not Available
KPI B3.2 The average training hours completed per employee by gender and employee category.	will be included in 2017 ESG report	Not Available
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 and forced labour.		13
KPI B4.1 Description of measures to review employment practices to avoid child and forced labour.		13
KPI B4.2 Description of steps taken to eliminate such practices when discovered.		Not Applicable
Operating Practices		
Aspect B5: Supply Chain Management		
General Disclosure - Policies on managing environmental and social risks of the supply chain.		13
KPI B5.1 Number of suppliers by geographical region.	will be included in 2017 ESG report	Not Available
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.		13
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, labeling and privacy matters relating to products and services provided and methods of redress.		13
KPI B6.1 Percentage of total products sold or shipped subject to recalls for safety and health reasons.		Not Applicable
KPI B6.2 Number of products and service related complaints received and how they are dealt with.		Not Applicable
KPI B6.3 Description of practices relating to observing and protecting intellectual property rights		13
KPI B6.4 Description of quality assurance process and recall procedures.		Not Applicable
KPI B6.5 Description of consumer data protection and privacy policies, how they are implemented and monitored.		13
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.		11
KPI B7.1 Number of concluded legal cases regarding corrupt practices brought against the issuer or its employees during the reporting period and the outcome of the cases.		Not Applicable
KPI B7.2 Description of preventive measures and whistle-blowing procedure, how they are implemented and monitored.		11

Community

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.	3
KPI B8.1 Focus areas of contribution (e.g. education, environmental concerns, labour needs, health, culture, sport).	Not Available
KPI B8.2 Resources contributed (e.g. money or time) to the focus	Not Available

ESG Report 2016
Tern Properties Company Limited
26th Floor, Tern Centre, Tower I
237 Queen's Road Central
Hong Kong
Phone: +852 2584 1200