

CASH Prime Value Equity OFC

Climate-Related Risks Disclosure

The Manager has considered climate-related risks in relation to the Company's investment objective and strategies and is of the view that climate-related risks are relevant.

The Manager has identified two types of climate-related risks associated with climate change that may matter to the Company: (i) the increase of risks due to climate change that will impact the well-being of humankind, and (ii) the increase in market volatility due to investors' response to climate-related risks. The former risk might pose a threat to the planet with increasing frequency and magnitude of climate-related natural disasters such as flooding, drought, tornadoes, and blizzards etc. These risks are beyond the Company's ability to control directly, though the Manager on behalf of the Company could consider investments in well-run profitable companies, which have sensible solutions to mitigate against such climate-related risks.

The risk identified in (ii) above is more relevant to the Company in terms of its impact to the Company's portfolio valuation. News on climate change, be it positive or negative, may cause investors to emotionally react and therefore may increase volatility to both the aggregate markets and individual stocks.

While the above risks are relevant to the Company, the Manager believes that these risks are not material to the Company. Hence, the Manager shall continue to monitor the climate-related risks identified above for the purpose of assessing if climate-related risks have increased to such an extent as to be considered material to the Company. If this is the case, the Manager shall manage such risk similarly to how it manages other thematic positions in the Company's portfolio – diversification, active trading, derivatives, hedges etc. The Manager also believes that by the time climate-related risks have become non-negligible, climate-related derivatives products will be actively traded in exchanges and easily accessible for the purpose of managing climate-related risks.

The Manager is not expected to have any dedicated personnel or team who will be responsible for assessing climate related risks in the foreseeable future. Instead, it will rely on the key personnel of the Manager to make such assessment by using publicly available information and tools. Such assessment will be made periodically and no less than annually.

These climate-related risk disclosures shall be reviewed annually and updated when appropriate. Shareholders will be informed of any material changes to the Manager's assessment of climate-related risks, both in terms of the relevance and materiality of such risks on the Company's assets, as soon as practicable.