



2026 Social Financing Tranche Allocation Disclosure

This disclosure details the allocation of proceeds from Social Financing Tranche (SFT), in accordance with the core components of the Social Loan Principles (SLP) and the Social Finance Framework.

All HK\$3 billion in proceeds from the SFT have been allocated accordingly. Specifically, 100% of the HK\$3 billion SFT proceeds were used to refinance Eligible Social Projects, with no remaining outstanding proceeds.

The Facility Agreement was signed on 10 September 2024. The SFT was drawn on 25 November 2024 and is scheduled to mature on 26 November 2029. The interest rate is calculated as HIBOR plus 0.76% per annum. HIBOR may be selected from tenors of 1, 2, 3, or 6 months on each rollover date.

Allocation Reporting:

Eligible Social Project Category	Project Name	Allocated Social Tranche (Refinancing)
Affordable housing	Hung Shui Kiu 1B (PRH)	HK\$310,000,000
Affordable housing	Shek Pai Wan Road (PRH)	HK\$180,000,000
Affordable housing	Ting On Street (PRH)	HK\$130,000,000
Affordable housing	Ming Wah Dai Ha Redevelopment 2 (PRH)	HK\$100,000,000
Affordable housing	Lee Kung Street (SEN)	HK\$130,000,000
Affordable housing	Pak Wo Road (DRE)	HK\$1,280,000,000
Affordable housing	Kai Tak Area 1E1 (DRE)	HK\$640,000,000
Affordable housing	Kwu Tung North Area 24 (DRE)	HK\$230,000,000
	Total	<u>HK\$3,000,000,000</u>

Note:

1. Public Rental Housing (PRH) is the Government's housing policy to provide public housing for low-income families who cannot afford private rental accommodation. Households must fulfill the eligibility criteria in terms of income and/or asset limit set by Hong Kong Housing Authority.
2. Senior Citizen Residences Scheme (SEN) aims to provide residence integrating housing, recreation, healthcare and social support services under one roof for the middle-income people aged 60 or above.
3. Dedicated Rehousing Estate (DRE) aims to provide rehousing flats for households affected by the Government's development clearance or urban renewal programme.

VERIFICATION STATEMENT

Scope of Verification

Hong Kong Quality Assurance Agency (HKQAA) has been engaged by Hong Kong Housing Society (“HKHS”, the Borrower) to undertake an independent verification for providing limited assurance on the compliance of the projects included in the social project portfolio and financed through the proceeds of the “FACILITIES AGREEMENT HK\$12,000,000,000 TERM AND REVOLVING LOAN FACILITIES” – Facility A1 (HK\$3,000,000,000) which signed by the Syndicate Lenders with Bank of China (Hong Kong) Limited acting as the Agent and The Hongkong and Shanghai Banking Corporation Limited (HSBC) serving as the ESG Coordinator on 10 September 2024 using the “Hong Kong Housing Society Social Finance Framework” (“Framework”) as the reporting criteria. The scope of HKQAA’s verification covers the data and information for the period 1st September 2025 to 31st July 2026.

Level of Assurance and Methodology

The process applied in this verification was based on the International Standard on Assurance Engagements 3000 (Revised) – “Assurance Engagement Other Than Audits or Reviews of Historical Financial Information” issued by the International Auditing and Assurance Standards Board (ISAE 3000). Our evidence gathering process was designed to obtain a limited level of assurance as set out in ISAE 3000 for the purpose of devising the verification.

Our verification procedure performed covered reviewing of relevant documentation, interviewing responsible personnel with accountability for preparing the reporting contents and verifying the selected representative sample of project, data and information. Raw data and supporting evidence of the selected samples were also examined during the verification process.

Independence

HKHS is responsible for the collection and presentation of the information presented. HKQAA is not involved in calculating, compiling, or in the development of the Report. Our verification activities are independent from HKHS.

Limitations

There are inherent limitations in performing assurance as follows. Assurance engagements are based on selective testing of the information and data being examined and it is possible that fraud, error or non-compliance may occur and not be detected. The assurance did not provide assurance on information outside the defined reporting boundary and period. There are additional inherent risks associated with assurance over non-financial information including reporting against which require information to be assured against source data compiled using definitions and estimation methods that are developed by the reporting entity. Finally, adherence to ISAE 3000 is subjective and will be interpreted differently by different stakeholder groups.

The information contained in this document is not intended to provide professional advice, constitute any express or implied advice or recommendation by HKQAA for any investments and should not be relied upon in those regards. Persons intending to use any information obtained from this document are advised to obtain appropriate professional advice. Our assurance was limited to the selected information on the Social Loan Report, and did not include statutory financial statements, financial statements and economic performance. Our assurance is limited to policies and procedures in place as of 31/07/2026.

Conclusion

Based on the procedures we have performed and the evidence we have obtained, nothing has come to our attention that causes us to believe that the selected information as at 31/07/2026 has not been prepared, in all material respects, in accordance with the reporting criteria.

Signed on behalf of Hong Kong Quality Assurance Agency,



K T Ting

Chief Operating Officer

20 August 2026

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