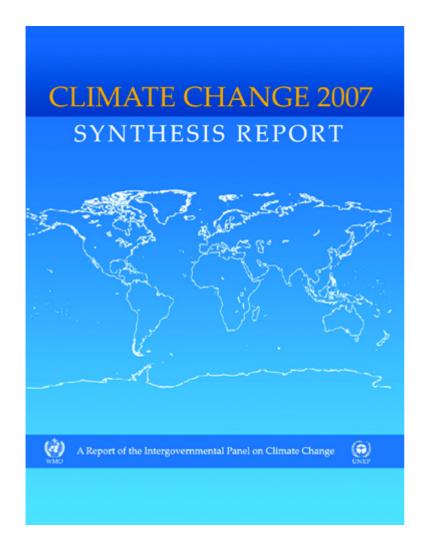


Teresa Au
Head of Corporate Sustainability Asia Pacific Region
HSBC
15 December 2008



Nature of Climate Change



"Anthropogenic warming could lead to some impacts that are *abrupt and irreversible*, depending upon the *rate and magnitude* of the climate change."



Lord Stern's Views about Low-carbon Growth



- 2% of global gross domestic product per annum is required to be invested in order to avoid the worst effects of climate change.
- Low-carbon growth path offers way out of economic downturn and now is the time to lay the foundation for a world of low-carbon growth.



HSBC and Climate Change

- Climate change the greatest economic, environmental and social challenge (risk) facing the world today
- Strategy A shift to the low-carbon economy
- A low-carbon economy → business opportunities



The Market's Perception of Opportunity

\$117bn

Global Investment in Clean Energy 2007

\$85bn

New Investment in Renewable Energy and Energy Efficiency 2007

\$2,000bn

Global Carbon Markets, 2012 (UNEP FI)



Managing Direct and Indirect Impacts



Energy

Chemicals

Freshwater Infrastructure

Forest Land & Mining & Metals **Products**

- HSBC the first global bank to go carbon neutral
- HSBC's Carbon Management Plan Managed 897,000 tonnes CO_2
- Equator Principles, HSBC lending sector guidelines
- Climate Principles



Business Engagement of Climate Change

Green Credit Card



Green Travel Insurance



Bangalore Climate Change Centre of Excellence

- Implication for HSBC
- Understand scientific, regulatory and economic dimensions of climate change

HSBC GIF Climate Change Fund

- Timely, comprehensive and practical solution for investors
- Invests in companies considered best placed to benefit from developing solutions to climate change challenges

Green Equipment Financing



Engaging the public and our employees

HSBC & Climate Partners



Since Nov 07, 45,000 people have been registered as Climate Partners

- Systematic engagement with local communities and raise public awareness on climate change.
- A platform for learning, acting and sharing, so as to facilitate the shift of participants' lifestyle to be greener.
- Hong Kong's first carbon calculator calculation and performance tracking
- 99 tips on how carbon emissions can be reduced by living a greener lifestyle.



Engaging the public and our employees

Reaching out to the public







'HSBC Wetland Days' for employees and the public to learn about wetland ecology and raise public environmental awareness.





'Discover Eco Hong Kong' aims to increase HSBC staff understanding in local ecology, community, culture and natural heritage.

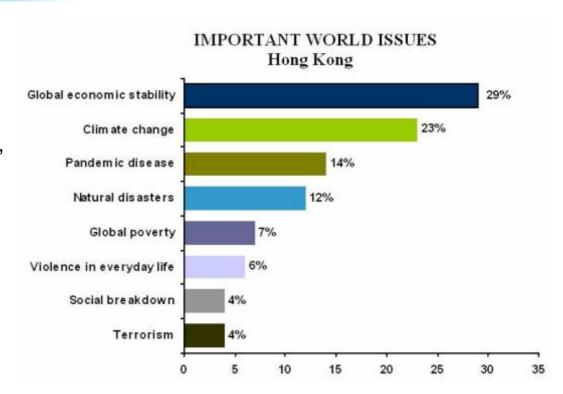


Understanding what consumers think about climate change

Climate Confidence Monitor 2008

Hong Kong Results

- Second highest to rank climate change as key concern, ahead of Australia, mainland China, the U.S and other surveyed economies.
- 43% of respondents want the government to take the leading role on tackling climate change.





"Climate is Changing, Act Now!" Exhibition

- HSBC is co-organising with the HKO and corresponding government bodies from Guangdong and from Macau.
- To raise awareness on climate change and to call for actions.









Thank you

