

YEAR 2023

ESG Intelligence Report

Sample for demonstration only



ABC GROUP HOLDING LIMITED

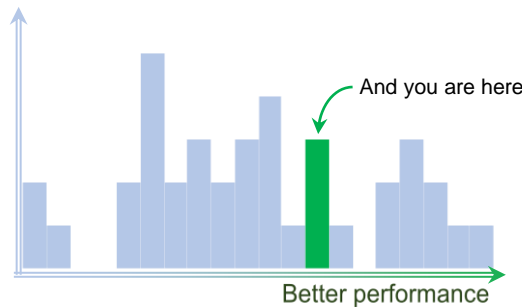
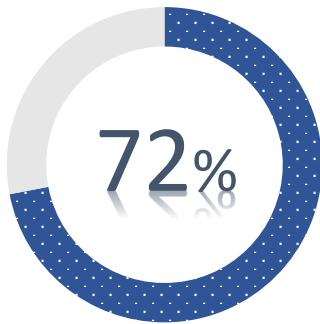
As one of the largest corporations in China's apparel industry, ABC has adhered to the best practice of achieving sustainability. In recent years, ABC has made remarkable results in ESG.

AWARD HIGHLIGHT

We are proud to confer ABC the status of "High ESG Achiever" based on the classification scheme from myesgi.com.

Peer-based ESG Ranking

- For the participation year, ABC is surpassing 72% of your peers!

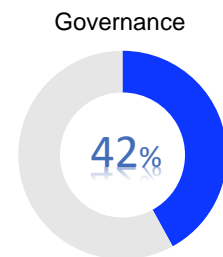
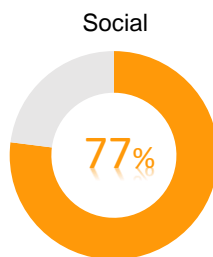
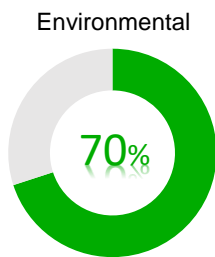


GENERAL INFORMATION

Ticker: xxxx.HK
Sector: Consumer Discretionary
Industry: Apparel
Market Cap: Large
Website: www.abcxyz.com

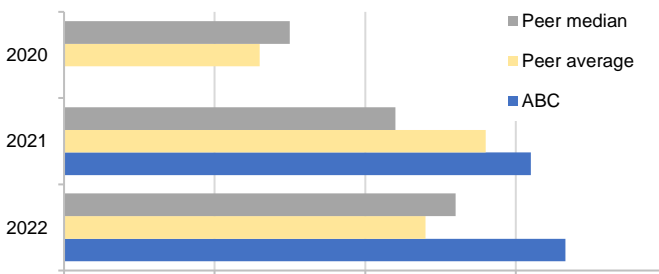
E, S, G sub-score peer performance

- Below is where you at among your peers E, S, and G performance:



Historical performance tracking

- Below is the past years iScore trading history with your peers:



Divergence* effect

- ABC's divergence level among all companies in the iScore universe is:



* The level of divergence of the ESG ratings represents the company's reporting quality and information transparency, revealing whether the firm has a solid ESG performance despite of the diverse opinions among data providers' valuations. We take the view that the lower the divergence, the less the uncertainty in ESG information provided by the firm should be.

Overview

Based upon GICS classification, ABC belongs to the consumer discretionary sector and is in the apparel industry. The iScore universe covers more than 60 firms from around 400 firms in this sector listed on HKEx. The 2022 sector ESG iScore average is 2.43, ranking 5th among the 11 sector averages, which ranges from 2.32 to 3.25. As one of the largest corporations in China's apparel industry, ABC has adhered to the best practice of achieving sustainability. In recent years, ABC has made remarkable results in ESG. More firm level analysis is provided in the following page.

iScore

In general, ABC has shown an impressive performance in ESG. According to our tracking records, ABC's iScore has been above the industry median and the iScore universe grand median for two consecutive years, reaching 3.33 and 3.10 in 2021 and 2022 respectively. In this participation year, ABC's overall ESG performance based on the peer-based ranking is at 72 percentile in the iScore universe.

Pillar Performance

More specifically, ABC's pillar iScores are at 70 percentile for E, 77 percentile for S, and 42 percentile for G. Given these figures, the firm achieves high rankings in E and S, but the G ranking is below the sector median. Among all three pillars, S has the best performance relatively, followed by E and then G. Given limited resources, the firm should consider reallocating budget and efforts to strengthen the E and G pillars to maximize the overall ESG rating.

Divergence Effect

The level of divergence of the ESG ratings represents the company's reporting quality and information transparency, revealing whether the firm has a solid ESG performance despite of the diverse opinions among data providers' valuations. We take the view that the lower the divergence, the less the uncertainty in ESG information provided by the firm should be.

ABC's divergence level in the iScore universe is at 15 percentile, indicating that the uncertainty of ESG information provided by the firm is relatively low. Therefore, the ESG data providers are able to assess the ESG performance in a more congruent manner.

Recognition

In conclusion, based on the classification scheme from myesgi.com and judging from the overall ESG achievement, we are proud to confer ABC the status of "High ESG Achiever".

Sentiment

Overall, our analysis shows that ABC has a net positive sentiment based on media coverage of sustainability and keywords related to E and S pillars. Theoretically, the sentiment score ranges between -1 (negative) and +1 (positive), which reflects how professionals perceive the ESG information from the media coverage in a given period.

To be specific, ABC's sustainability average sentiment reaches 0.12 (a rating of p2 at the level of "very satisfactory"), and the E and S pillars' sentiments arrive at 0.17 (a rating of p2 at the level of "very satisfactory") and 0.14 (a rating of p1 at the level of "satisfactory") during the period of Jan 2022 to Mar 2023.

All three sentiment measures are positive with a rating combination of p2, p2, p1. Based on the classification scheme from myesgi.com, ABC's overall ESG sentiment is very satisfactory.