SM INVESTMENTS

Sustainability Notes & Indices

Supplementary to the SMIC
Sustainability Report 2024

Navigating through our Disclosures

Growth with Purpose Sustainability Notes and Indices is a supplementary guide to the **SM Investments Corporation (SMIC) 2024 Sustainability Report, Growth with Purpose**. It is the third of the Suite of Reports issued by SMIC:

- **Growth with Purpose Integrated Report** – provides business overview, performance and prospects in an integrated thinking approach.

- **Growth with Purpose Sustainability Report** – provides sustainability and climate action overview: governance, strategy, risks and opportunities and metrics and targets – aligned to the International Financial Reporting Standards S1 and S2 and is in accordance with the Global Reporting Initiative (GRI).

- **Growth with Purpose Sustainability Notes and Indices** – provides detailed disclosures on our double materiality approach following the International Financial Reporting Standards (IFRS) S1 and S2 and is in accordance with the Global Reporting Initiative (GRI). Whenever possible, we aligned with the Sustainable Accounting Standards Board (SASB) industry-specific disclosures and with the European Sustainability Reporting Standards Board (ESRS) Disclosures.

Table of Contents

02	IFRS S1 Index
11	IFRS S2 Index
32	GRI Index
41	SASB
45	Sustainability & Climate Risk Management Framework
54	SM GHG Management Plan
55	Equal Opportunity Framework
56	Sustainability Policy & Management System: SMIC and SM Retail
57	Social Sustainability Data
59	Environmental Sustainability Data

The Report has been externally reviewed considering the key requirements of IFRS S1 and S2, and based on the engagement undertaken, no significant issues have been identified that would suggest any non-alignment with these standards.

CSRWorks

QR Codes leading to these indices is provided at page 52 of the SMIC 2024 Sustainability Report.

We are SM

Our Vision

It is our vision to build an ecosystem of sustainable businesses that are catalysts for responsible development in the communities we serve.

We are committed to partner with our host communities to provide a consistently high standard of service to our customers, look after the welfare of our employees, at all times upholding the highest standards of corporate governance and environmental stewardship in all our businesses.

About this Report: Navigating through our Disclosures

Growth with Purpose is SM Investments Corporation's 2024 Sustainability Report covering the period of January – December 2024. This report is published in conjunction with the SM Investments 2024 Integrated Report, which together, provide a holistic view of our company's approach to building sustainable businesses that are catalysts for responsible development in the communities we serve.

We take a dual materiality approach in our sustainability strategy. As such, **this report is aligned to the International Financial Reporting Standards (IFRS) S1 and S2 and is in accordance with the Global Reporting Initiative (GRI)**. Whenever possible, we have aligned with the Sustainable Accounting Standards Board (SASB) Industry-specific disclosures and the European Sustainability Reporting Standards Board (ESRS) disclosures. Downloadable detailed indices are available through the QR codes below.

Additionally, this report includes our reporting on the United Nations Sustainable Development Goals (SDGs), the UN Global Compact, and the Women's Empowerment Principles, reinforcing our commitment to global sustainability initiatives.

This report has been prepared to the extent possible this year, applying the IFRS Sustainability Disclosure Standards S1 General Requirements for Disclosure of Sustainability-related Financial Information (S1), and IFRS S2 Climate-related Disclosures (S2). The S1 and S2 disclosures that have been omitted are described in the detailed IFRS downloadable index, along with the reasons why they have not been reported at this time. The Company intends to include these disclosures after we have further refined our control systems and processes for sustainability disclosure.

This report is reviewed by the Corporate Governance and Sustainability Committee and the Executive Committee, who authorize its publication.

Signed by:

Amando Tetangco, Jr.
Chairman/Independent Director

ISSB's IFRS S1 General Requirements for Disclosure of Sustainability-related Financial Information Content Index for SMIC's 2024 Sustainability Report

This content index is based on the International Sustainability Standards Board (ISSB)'s IFRS S1 General Requirements for Disclosure of Sustainability-related Financial Information released in June 2023. Relevant information can be found in SMIC's corporate reports, including the Integrated Report and the Sustainability Report.

Reference No.	Disclosure Description	SMIC Disclosure/Direct Answer
Governance		
IFRS S1-27(a)	The governance body(s) (which can include a board, committee or equivalent body charged with governance) or individual(s) responsible for oversight of sustainability-related risks and opportunities, including information about:	The Board Executive Committee, chaired by Teresita T. Sy, and the Corporate Governance and Sustainability Board Committee (the integration of the Sustainability oversight matters to the Corporate Governance Committee was approved on Aug. 7, 2024) chaired by Ramon Lopez are equal in oversight for sustainability and climate-related risks and opportunities and governance The SM Groupwide Sustainability Steering Committee – highest management oversight chaired by Tim Daniels, functioning as Chief Sustainability Officer; with sub-committees on Climate, Energy, Equal Opportunity, and a working group on Extended Producer Responsibility (EPR) compliance. The SM Group Sustainability Office – build capacity, set standards, and drive strategy led by Koleen Palaganas, Head. Each business unit has its respective Sustainability Offices, technical working groups and board leadership in their own businesses.
	(i) How responsibilities for sustainability-related risks and opportunities are reflected in the terms of reference, mandates, role descriptions and other related policies applicable to that body(s) or individual(s).	Corporate Governance and Sustainability Committee Charter: https://www.sminvestments.com/wp-content/uploads/2024/12/SMIC-CGandSustainability-Committee-Charter_w.pdf

Reference No.	Disclosure Description	SMIC Disclosure/Direct Answer
	(ii) How the body(s) or individual(s) determines whether appropriate skills and competencies are available or will be developed to oversee strategies designed to respond to sustainability-related risks and opportunities.	Our Board of Directors, through the Corporate Governance and Sustainability Committee, is guided by company policies aligned with regulatory requirements and corporate governance best practices, meets, pre-screens and checks the qualifications and disqualifications of all nominees to be elected to the Board of Directors from the pool of candidates submitted by nominating shareholders prior to the annual stockholders' meeting held for such purpose. The oversight of sustainability has been integrated into the Corporate Governance Committee, recognizing its close connection to broader governance responsibilities. The committee is composed of independent directors who bring expertise in key areas such as sustainability, risk management, and management/operations. Their diverse skill sets ensure a well-rounded approach to identifying, assessing, and addressing sustainability-related risks and opportunities, reinforcing the company's commitment to responsible and effective governance. Qualifications of the Board are assessed according to our Charters and Manuals that are aligned with law, pertinent regulations (SEC/PSE) and issuances. Additional factors that may be considered in assessing a candidate's qualifications and/or fit in the SM Board, such as ESG-related matters, are evaluated at the Committee level once our Corporate Secretary submits the list of candidates. Our annual Board performance assessment can also touch on this as the directors can express any observation or comment in their assessments, including ESG-related matters. Please refer to the following for further details: 1) Manual on Corporate Governance - https://www.sminvestments.com/wp-content/uploads/2025/03/Manual-on-Corporate-Governance-2025.pdf 2) Corporate Governance and Sustainability Committee Charter - https://www.sminvestments.com/wp-content/uploads/2024/12/SMIC-CGandSustainability-Committee-Charter_w.pdf 3) Skills Set Matrix of Directors - https://www.sminvestments.com/board-and-management/
	(iii) How the and how often the body(s) or individual(s) is informed about sustainability-related risks and opportunities	The SM Group Sustainability Steering Committee meets quarterly covering the following material topics: (1) Learning Session, (2) Business Unit Sustainability Roadmap Progress Reports, (3) Progress on Climate Action: Mitigation and Adaptation Strategies, (4) Sustainability Compliance, (5) Energy Management and Shift to Renewable Energy Sources, (6) Equal Opportunity (7) Sustainability & Climate Risk Management, (8) Sustainability Capacity Building and Leadership Training, (9) Automated Sustainability Data Tool Management Development and (10) Transparent Reporting and ESG Scorecards. Items reported to the SM Group Sustainability Steering Committee are the results of the sub-committee reports. A detailed summary of each Sustainability Steering Committee meeting is submitted to the SM Executive Committee and the Chair of the Corporate Governance and Sustainability Board Committee. In 2024, the SM Group Sustainability Committee met in quarterly. The agenda topics include Sustainability & Climate Risk Management.

Reference No.	Disclosure Description	SMIC Disclosure/Direct Answer
	(iv) How the body(s) or individual(s) takes into account sustainability-related risks and opportunities when overseeing the entity's strategy, its decisions on major transactions and its risk management processes and related policies, including whether the body(s) or individual(s) has considered trade-offs associated with those risks and opportunities.	The Sustainability & Climate Risk Management Framework is aligned to ISO 31000 and COSO WBCSD ESG Framework. The framework identifies which risks we seek and completely avoid, and identifies which remain at the business unit level and which are elevated as a group-wide risk. The risks and opportunities are monitored in the group-wide and business unit levels. SMIC also has a Sustainability & Climate Risk Management Policy (https://www.sminvestments.com/2024smicintegratedreport/sustainability_management_system_2024/)
	(v) How the body(s) or individual(s) oversees the setting of targets related to sustainability-related risks and opportunities and monitors progress towards those targets, including whether and how related performance metrics are included in remuneration policies.	The Corporate Governance and Sustainability Committee supports the Board in overseeing sustainability-related matters. It works in close collaboration with the SM Groupwide Sustainability Steering Committee to establish measurable goals aligned with the company's strategy and regulatory requirements. While the company has not yet set a definitive timeline for establishing targets across all identified sustainability-related material topics—except for government-mandated Extended Producer Responsibility (EPR) targets—sustainability commitments undergo a rigorous evaluation process. Proposed targets, along with the identification of sustainability-related risks and opportunities, are first assessed at the Business Unit level. They are then reviewed and discussed by the SM Groupwide Sustainability Steering Committee before receiving final approval from the Board through the Corporate Governance and Sustainability Committee. Further details are discussed in Sustainability Governance and Implementing Rules & Regulations (https://www.sminvestments.com/2024smicintegratedreport/sustainability_management_system_2024/) for the Sustainability Policy and Management System.
IFRS S1-27(b)	Management's role in the governance processes, controls and procedures used to monitor, manage and oversee sustainability-related risks and opportunities, including information about:	Each business unit has its respective sustainability offices which are mandated to identify, address and monitor sustainability and climate-related risks and opportunities at the business unit level. The SM Sustainability Office identifies which of these risks are elevated at a group-wide level, addresses the approach, sets targets and monitors the progress of said sustainability-related and climate-related risks and opportunities.
	(i) Whether the role is delegated to a specific management-level position or management-level committee and how oversight is exercised over that position or committee.	Group-wide, the SM Sustainability Steering Committee provides management oversight for sustainability and climate-related risks and opportunities. A Climate Action Sub-Committee has been established to look into climate-related risks and opportunities in detail following the TCFD framework. Other sub-committees include Energy Management and Equal Opportunity Committees overseeing risks and opportunities within these material topics.
	(ii) Whether management uses controls and procedures to support the oversight of sustainability-related risks and opportunities and, if so, how these controls and procedures are integrated with other internal functions.	The internal controls and procedures follow the Sustainability & Climate Risk Management Framework, which is managed by the SM Sustainability Office while coordinating with the business units. Please refer to page 43 of the SM Investments Corporation 2024 Sustainability Report.

Reference No.	Disclosure Description	SMIC Disclosure/Direct Answer
Strategy		
Sustainability-related risks and opportunities		
IFRS S1-30(a)	Sustainability-related risks and opportunities that could reasonably be expected to affect the entity's prospects.	Sustainability Material Topics: Risks and Opportunities Table. This may also be found in the SM Investments Corporation 2024 Sustainability Report pages 17 - 18.
IFRS S1-30(b)	The time horizons—short, medium or long term—over which the effects of each of those sustainability-related risks and opportunities could reasonably be expected to occur.	Our definition of short term is 0 -3 years, Medium Term is over 3 years to 7 years and Long Term is over 7 years. The time horizon is based on the cash conversion cycles of our various key businesses. For Retail, the cash conversion cycle is up to 3 years. For Residential, it ranges from 3 to 7 years. For Malls and Commercial and Integrated Property Development, it is over 7 years.
IFRS S1-30(c)	The definitions of 'short term', 'medium term' and 'long term' and how these definitions are linked to the planning horizons used by the entity for strategic decision-making.	
Business model and value chain		
IFRS S1-32(a)	A description of the current and anticipated effects of sustainability- related risks and opportunities on the entity's business model and value chain.	Taking into consideration the global megatrends shaping the Philippine sustainability agenda and how this influences our approach to sustainability and creating shared value, an illustration is shown on page 15 of the SM Investments Corporation 2024 Sustainability Report and SM Investments Corporation 2024 Integrated Report pages 16-17. Articulated in our Sustainability & Climate Risk Management Framework, we identified which risks are managed at the business unit level and which risks are aggregated at the group-wide level. For this year, there is no known significant effects with regard to the group-wide sustainability risks identified namely transition risks, increasing regulatory risks and AI emerging risks.
IFRS S1-32(b)	A description of where in the entity's business model and value chain sustainability-related risks and opportunities are concentrated (for example, geographical areas, facilities and types of assets).	The sustainability related risks are concentrated in the 3 of the 5 topics (2 are climate-related) we identified to be material in our ability to create shared value: 1. Financial Inclusion, Business Creation (concentrated on our Banks) a. Inclusive access to Financial Products and Services b. Financial Literacy 2. Green Options for Sustainable Lifestyle Shifts (focus on our Retail business) a. Sustainable Products b. Inclusive Supply Chain & Access for MSMEs c. Customer Rights and Data Privacy 3. Societal Well-being and Development (through SM Foundation) a. Quality Education for Skilled Manpower pool The discussion is continued throughout pages 17-18 of SM Investments Corporation 2024 Sustainability Report, illustrating the impact on our value chain.

Reference No.	Disclosure Description	SMIC Disclosure/Direct Answer
Strategy and decision-making		
IFRS S1-33(a)	How the entity has responded to, and plans to respond to, sustainability-related risks and opportunities in its strategy and decision-making.	We take a practical approach in identifying and addressing sustainability risks and opportunities following the sustainability governance structure and the Sustainability & Climate Risk Management Framework. Our risk response whether to: > Tolerate – accept the risk in order to pursue the goal, > Treat – reduce the extent of exposure and likelihood, > Terminate – decide not to start or continue, > Transfer – sharing risk with another party. Upon decision, this is included in the business plans and operational targets. We assess how we respond dependent on our: 1. corporate objectives; 2. our stakeholder materiality of material risks; 3. in relation to our contribution to the national and global targets The SM Sustainability Office oversees and monitors progress quarterly in coordination with the respective sustainability offices of each business unit. This is reported in the quarterly meeting of the SM Groupwide Steering Committee, which in turn elevates and reports the critical items to the Executive Committee and Corporate Governance and Sustainability on as needed basis. This is discussed in the SM Investments Corporation 2024 Sustainability Report page 43 and SM Investments Corporation 2024 Sustainability Notes & Indices pages 49-53.
IFRS S1-33(b)	The progress against plans the entity has disclosed in previous reporting periods, including quantitative and qualitative information.	This is our baseline year to report on IFRS S1, exercising reliefs permitted by IFRS of not providing comparative year analysis on the first year of reporting. Progress against plans will be reported in our succeeding reporting periods.
IFRS S1-33(c)	Trade-offs between sustainability-related risks and opportunities that the entity considered (for example, in making a decision on the location of new operations, an entity might have considered the environmental impacts of those operations and the employment opportunities they would create in a community).	We do comprehensive evaluation of investment prospects. This includes financial due diligence, legal due diligence, and sustainability due diligence. Sustainability considerations and implications of every project is discussed extensively at the business unit level and the SMIC Executive Committee meeting or Board of Directors' level, depending on the project size.

Reference No.	Disclosure Description	SMIC Disclosure/Direct Answer
Financial position, financial performance and cash flows		
IFRS S1-34(a)	The effects of sustainability-related risks and opportunities on the entity's financial position, financial performance and cash flows for the reporting period (current financial effects).	The Group's strategy is centered on embedding sustainable practices across all businesses where feasible and financially viable. We recognize that the IFRS S1 guidelines are still evolving to provide clear methods for assessing the financial impact of sustainability risks and opportunities over the short, medium, and long term. Accordingly, we defer to the final guidelines to avoid broad estimates that may require frequent revisions, potentially leading to confusion or misleading disclosures. At this stage, we can only report on the scale, direct impact, and costs associated with the significant actions the Group is taking to mitigate sustainability risks and capitalize on related opportunities.
IFRS S1-34(b)	The anticipated effects of sustainability-related risks and opportunities on the entity's financial position, financial performance and cash flows over the short, medium and long term, taking into consideration how sustainability-related risks and opportunities are included in the entity's financial planning (anticipated financial effects).	We do not have enough information to make a reasonable assessment of the anticipated effects of sustainability-related risks and opportunities on our financial position, financial performance and cash flows over the short, medium and long term, other than those that we have already considered in our operating budgets. With regard to our EPR compliance, we expect the annual cost of compliance to increase in the short term. As we continue with our initiatives to reduce total plastic consumption in our businesses, we expect to reduce our EPR compliance cost, considering our unique position in the retail business with our vast network of malls and retail stores nationwide which should allow us to recover significant volumes of plastic in the medium and long term.
IFRS S1-35(a)	Quantitative and qualitative information about how sustainability- related risks and opportunities have affected its financial position, financial performance and cash flows for the reporting period.	Please refer to our response to Section IFRS S1-34 (a) above.
IFRS S1-35(b)	Quantitative and qualitative information about the sustainability- related risks and opportunities identified in paragraph 35(a) for which there is a significant risk of a material adjustment within the next annual reporting period to the carrying amounts of assets and liabilities reported in the related financial statements.	We are of the opinion that there is no significant risk of a material adjustment in the carrying amount of our assets and liabilities within the next annual reporting period, that are attributable to our sustainability-related risks and opportunities as identified in our response to IFRS S1-35 (a).

Reference No.	Disclosure Description	SMIC Disclosure/Direct Answer
IFRS S1-35(c)	Quantitative and qualitative information about how the entity expects its financial position to change over the short, medium and long term, given its strategy to manage sustainability-related risks and opportunities, taking into consideration:	Please refer to our response to Section IFRS S1-34 (a) above.
	(i) Its investment and disposal plans (for example, plans for capital expenditure, major acquisitions and divestments, joint ventures, business transformation, innovation, new business areas, and asset retirements), including plans the entity is not contractually committed to.	
	(ii) Its planned sources of funding to implement its strategy.	Our sources of funding come from internally generated cash flows and borrowings.
IFRS S1-35(d)	Quantitative and qualitative information about how the entity expects its financial performance and cash flows to change over the short, medium and long term, given its strategy to manage sustainability-related risks and opportunities.	Please refer to our response to Section IFRS S1-34 (a) above.
Resilience		
IFRS S1-41	A qualitative and, if applicable, quantitative assessment of the resilience of its strategy and business model in relation to its sustainability-related risks, including information about how the assessment was carried out and its time horizon.	As a company, SM looks at the aspects of resiliency: (1) Our ability to adapt to the looming threats of climate change which considers the Physical Resiliency of our Assets, (2) Our readiness to respond to, adapt to, utilize and innovate with technological shifts specifically the use of artificial intelligence including our people skills, processes and business models. In our Sustainability & Climate Related Risks and Opportunities Assessment, both aspects of resiliency is plotted as risks - physical impact of climate and AI, which is classified as an emerging risk presenting itself as a grey swan. Specific risk applications may be in urban management with SM's Smart City project and how our current integrated lifestyle cities may evolve, climate forecasting as basis for impact assessment, open science data particularly in customer data privacy and sustainability data analysis and the use of energy. We started our first step in managing AI by hiring an AI expert as our training head at SMIC and holding introductory webinars to slowly make our own people understand what AI is, its current uses and potentially what it can evolve to. This serves as the baseline to create a whole strategy on how we manage, optimize and mitigate AI evolving capacities particularly as application to our business processes.

Reference No.	Disclosure Description	SMIC Disclosure/Direct Answer
Risk Management		
IFRS S1-44(a)	The processes and related policies the entity uses to identify, assess, prioritize and monitor sustainability-related risks, including information about:	Given that the IFRS S1 is evolving and working on the guidelines for specific sustainability material topics, we considered what is material to our company and based some assessments following relevant SASB indicators or material topics. Please refer to SM Investments Corporation 2024 Sustainability Notes & Indices pages 41-43.
	(i) The inputs and parameters the entity uses (for example, information about data sources and the scope of operations covered in the processes).	
	(ii) Whether and how the entity uses scenario analysis to inform its identification of sustainability-related risks.	From our value creation, we aligned it to global megatrends, Philippine sustainability agenda and the SM Sustainability agenda from which we identified risks and opportunities and how we manage them. This is discussed in the SM investments Corporation 2024 Sustainability Report pages 12, 17 - 18.
	(iii) How the entity assesses the nature, likelihood and magnitude of the effects of those risks (for example, whether the entity considers qualitative factors, quantitative thresholds or other criteria).	We have put in place our Sustainability and Climate Risk Management Policy & Principles serving as the guidelines on how we navigate through unexpected occurences - which we seek and which we reduce or outright avoid. We also established an overarching sustainability policy supported with a sustainability management system which serves as the guiding principles in developing strategies. Supporting details are discussed in Sustainability Governance and Implementing Rules & Regulations for Sustainability Policy and Management System. Please refer also to SM Investments Corporation 2024 Sustainability Notes & Indices page 49.
	(iv) Whether and how the entity prioritizes sustainability-related risks relative to other types of risk.	Please refer to the SM Sustainability Framework discussing the Risks we SEEK and we AVOID from pages 42-43 of the SM Investments Corporation 2024 Sustainability Report.
	(v) How the entity monitors sustainability-related risks.	We monitor sustainability-related risks through a Sustainability and Climate Risk Management Framework integrated into its overall corporate governance strategy and enterprise risk management.
	(vi) Whether and how the entity has changed the processes it uses compared with the previous reporting period.	We did not make any changes in our processes.
IFRS S1-44(b)	The processes the entity uses to identify, assess, prioritize and monitor sustainability-related opportunities.	As a group, we develop a value creation approach on how each of our businesses play a synergistic role. This allows us to understand how to manage our capitals for the desired outputs (this is illustrated in the SM Investments Corporation 2024 Integrated Report - pages 16-17).
IFRS S1-44(c)	The extent to which, and how, the processes for identifying, assessing, prioritizing and monitoring sustainability-related risks and opportunities are integrated into and inform the entity's overall risk management process.	As an integral part of our Enterprise Risk Management, our Sustainability and Climate Risk Management Framework allows us to integrate its process in our business continuity plans at the parent level and at the business unit levels.

Reference No.	Disclosure Description	SMIC Disclosure/Direct Answer
Metrics and Targets		
IFRS S1-46(a)	Metrics required by an applicable IFRS Sustainability Disclosure Standard for each sustainability-related risk and opportunity that could reasonably be expected to affect the entity's prospects.	We have not set any other specific sustainability targets, except for our EPR targets. 1. On EPR compliance, the Philippine government mandated corporates to reduce and recycle its plastic use with a target from 20% in 2023 and incrementally increasing to 80% by 2028 and beyond 2. Philippine Energy Plan (PEP) > The PEP aims to increase the share of renewable energy in the power generation mix to over 40% by 2030 and surpass 50% by 2040. 3. SASB Industry-Specific Metrics Relevant to SM Group-wide sustainability-related risks and opportunities
IFRS S1-46(b)	Metrics the entity uses to measure and monitor that sustainability-related risk or opportunity and its performance in relation to that sustainability-related risk or opportunity, including progress towards any targets the entity has set, and any targets it is required to meet by law or regulation.	EPR Compliance following Philippine Regulatory, the Group has set the following targets: 20% plastic waste recovery by 2023: Php 6.8 million (cost of plastic credits purchased to comply with 20% plastics packaging recovery target for Reporting Year 2023, excluding cost paid by Goldilocks and ScanAsia) 40% plastic waste recovery by 2024: Php 10 million (cost of plastic credits purchased to comply with 40% plastics packaging recovery target for Reporting Year 2024, excluding cost paid by Goldilocks) 50 % plastic waste recovery by 2025 60% plastic waste recovery by 2026 70% plastic waste recovery by 2027 80% plastic waste diversion by 2028 and beyond The Group established an EPR Working Group to report on the Group's plastic footprint, which includes flexible and rigid plastics. The EPR Working Group conducts plastic inventory and measurement, and monitors plastic recovery and waste diversion. The Group's reported plastic footprint is then subject to a third-party EPR audit, and in 2024, it was audited by Sison Corillo Parone & Co. For our other material topic, we aim to support the increase in renewable share in power generation through our operations, however, we do not have a definite timeline yet to set targets.
IFRS S1-51(a)	The metric used to set the target and to monitor progress towards reaching the target.	
IFRS S1-51(b)	The specific quantitative or qualitative target the entity has set or is required to meet.	
IFRS S1-51(c)	The period over which the target applies.	We have indicated the base period and/or measure for the applicable metrics. For those without any baseline references (measure or period), the initial year would be 2025. We started institutionalizing our Group Sustainability Framework only in 2024.
IFRS S1-51(d)	The base period from which progress is measured.	
IFRS S1-51(e)	Any milestones and interim targets.	
IFRS S1-51(f)	Performance against each target and an analysis of trends or changes in the entity's performance.	
IFRS S1-51(g)	Any revisions to the target and an explanation for those revisions.	

ISSB's IFRS S2 General Requirements for Disclosure of Climate-Related Disclosures Content Index for SMIC's 2024 Sustainability Report

This content index is based on the International Sustainability Standards Board (ISSB)'s IFRS S2 IFRS S2 Climate-Related Disclosures. Relevant information can be found in SMIC's corporate reports, including the Integrated Report and the Sustainability Report.

Reference No.	Disclosure Description	SMIC Disclosure/Direct Answer	ESRS Reference
Governance			
IFRS S2-6(a)	The governance body(s) (which can include a board, committee or equivalent body charged with governance) or individual(s) responsible for oversight of climate-related risks and opportunities, including information about:	The Board Executive Committee, chaired by Teresita T. Sy, and the Corporate Governance and Sustainability Board Committee (the integration of the Sustainability oversight matters to the Corporate Governance Committee was approved on Aug. 7, 2024) chaired by Ramon Lopez, are equal in oversight for sustainability-related and climate-related risks and opportunities and governance The SM Groupwide Sustainability Steering Committee – highest management oversight chaired by Tim Daniels, functioning as Chief Sustainability Officer A sub-set Climate Committee chaired by SMIC President has direct management oversight on all climate-related risks and opportunities and TCFD Roadmap A sub-set Energy Committee chaired by the SMIC President has direct management oversight on energy efficiency and renewable energy initiatives group-wide as part of the GHG Management Plan The SM Group Sustainability Office – build capacity, set standards, and drive strategy led by Koleen Palaganas, Head	ESRS 2.22(a)
	(i) How responsibilities for climate-related risks and opportunities are reflected in the terms of reference, mandates, role descriptions and other related policies applicable to that body(s) or individual(s).	Corporate Governance and Sustainability Committee Charter: https://www.sminvestments.com/wp-content/uploads/2024/12/SMIC-CGandSustainability-Committee-Charter_w.pdf	ESRS 2.22(b)

Reference No.	Disclosure Description	SMIC Disclosure/Direct Answer	ESRS Reference
	(ii) How the body(s) or individual(s) determines whether appropriate skills and competencies are available or will be developed to oversee strategies designed to respond to climate-related risks and opportunities.	Our Board of Directors, through the Corporate Governance and Sustainability Committee, is guided by company policies aligned with regulatory requirements and corporate governance best practices, meets, pre-screens and checks the qualifications and disqualifications of all nominees to be elected to the Board of Directors from the pool of candidates submitted by nominating shareholders prior to the annual stockholders' meeting held for such purpose. The oversight of sustainability has been integrated into the Corporate Governance Committee, recognizing its close connection to broader governance responsibilities. The committee is composed of independent directors who bring expertise in key areas such as sustainability, risk management, and management/operations. Their diverse skill sets ensure a well-rounded approach to identifying, assessing, and addressing sustainability-related risks and opportunities, reinforcing the company's commitment to responsible and effective governance. Qualifications of the Board are assessed according to our Charters and Manuals that are aligned with law, pertinent regulations (SEC/PSE) and issuances. Additional factors that may be considered in assessing a candidate's qualifications and/or fit in the SM Board, such as ESG-related matters, are evaluated at the Committee level once our Corporate Secretary submits the list of candidates. Our annual Board performance assessment can also touch on this as the directors can express any observation or comment in their assessments, including ESG-related matters. Please refer to the following for further details: 1) Manual on Corporate Governance - https://www.sminvestments.com/wp-content/uploads/2025/03/Manual-on-Corporate-Governance-2025.pdf 2) Corporate Governance and Sustainability Committee Charter - https://www.sminvestments.com/wp-content/uploads/2024/12/SMIC-CGandSustainability-Committee-Charter_w.pdf 3) Skills Set Matrix of Directors - https://www.sminvestments.com/board-and-management/	ESRS 2.23
	(iii) How the and how often the body(s) or individual(s) is informed about climate-related risks and opportunities	The Climate Sub-committee looks into the TCFD application on a per business unit level. Its findings are given to the said business unit, from which plans and action points are created - Climate Adaptation Plans to be incorporated in the Business Continuity Plan and the Energy Management Plan in contribution to the GHG Management Plan. It is then reported to the SM Group Sustainability Office for program coordination and monitoring, as well as, collective efforts for the SM Group Sustainability Agenda including: Group GHG Management Plan and Group Resiliency Efforts. The progress is reported to the SM Group Sustainability Steering Committee quarterly, which includes Climate-Related Risk Management as part of the standard agenda. The result of the meeting is then reported to the Corporate Governance and Sustainability Steering Committee Chair and the Executive Committee accordingly.	ESRS 2.26(a)

Reference No.	Disclosure Description	SMIC Disclosure/Direct Answer	ESRS Reference
	(iv) How the body(s) or individual(s) takes into account climate- related risks and opportunities when overseeing the entity's strategy, its decisions on major transactions and its risk management processes and related policies, including whether the body(s) or individual(s) has considered trade-offs associated with those risks and opportunities.	Based on the findings of TCFD on a per business unit level, the SM Group Sustainability Office identifies which risks are aggregated at a group level. This in turn is incorporated in the Sustainability and Climate Risk Management Framework which is aligned to ISO 31000 and COSO WBCSD ESG Framework. The framework identifies which risks we seek and which we avoid, and identifies which remain at the business level and which are elevated as a group-wide risk. Levels of Authority on Risk is discussed in the framework. (https://www.sminvestments.com/2024smicintegratedreport/sustainability_management_system_2024/)	ESRS 2.26(b)
	(v) How the body(s) or individual(s) oversees the setting of targets related to climate-related risks and opportunities and monitors progress towards those targets, including whether and how related performance metrics are included in remuneration policies.	The oversight and management of setting targets are as follows: 1. At the Business Unit Level - once the TCFD is complete, plans and targets are made operationally at the business level and are reported to the SM Group Climate Sub-Committee for trends and analysis. 2. At the Group Level - aggregated risks identified at the Group level undergo analysis of risk treatment and risk targets. Specific targets are then made such as the GHG Management Plan from which key contributors are given percentage reduction targets to achieve the group-wide objective. 3. SM Group Steering Committee Level - the group-wide strategy for Climate Action is then presented to the SM Group Steering Committee which in turn reports to the two Board Committees with sustainability and climate oversight. Following the Sustainability and Climate Risk Management Framework aligned with ISO 31000 and COSO WBCSD, treatment of risks and target levels are identified: follower - compliant, adopter – proactively embraces new standards, champion – advocate for industry and leader – places Sustainability- and Climate-Related as core to strategy, based on where we can create the most impact given our resources and unique position. Following the TCFD framework, we assessed our businesses following 4 scenarios: RCP 8.5, NDC, 2 degrees and Net Zero. We used these assessments to develop an adaptation and resiliency plan as part of the business continuity plan and also assessed our GHG emissions as part of a mitigation plan and contribution to the groupwide GHG Management plan. This is managed directly by the SM Group Sustainability Office and reports progress to the Climate Sub-Committee, the Sustainability Steering Committee and the Board Committees: Corporate Governance and Sustainability, and Executive Committee on a quarterly basis. Risk Management responsibilities alongside the SM Governance and Risk management team is also itemized in the Sustainability and Climate Risk Management Framework. We embrace a meritocratic approach, where sustainability is integral to our strategy. Remuneration is tied to sustainability performance, which is incorporated into our broader business performance metrics and reward systems. The performance of our people is evaluated based on business-related objectives, with sustainability being a key component, reflecting its importance in the ongoing success and growth of our business.	ESRS 2.22(d)

Reference No.	Disclosure Description	SMIC Disclosure/Direct Answer	ESRS Reference
IFRS S2-6(b)	Management's role in the governance processes, controls and procedures used to monitor, manage and oversee climate-related risks and opportunities, including information about:	At a business unit management level, the Climate Sub-Committee has direct oversight on TCFD implementation, while the Energy Management Committee serves as the coordinating body for energy efficiency and renewable energy plans at the Business Unit Level. The SM Sustainability Office serves as the coordinating body to report to SM Group Sustainability Steering Committee which provides management oversight for sustainability-related and climate-related risks and opportunities.	ESRS 2.22(c)
	(i) Whether the role is delegated to a specific management-level position or management-level committee and how oversight is exercised over that position or committee.	At a business unit management level, the responsibility for monitoring climate-related risks is with the Head of the Business Unit Sustainability office. The said Head typically works with a Business Unit Sustainability Technical Working Group. The said Head also coordinates with the Climate Sub-Committee which has direct oversight of TCFD implementation. The Energy Management Committee serves as the coordinating body for energy efficiency and renewable energy plans at the Business Unit Level. The SM Sustainability Office serves as the coordinating body to report to the SM Group Sustainability Steering Committee which provides management oversight for sustainability-related and climate-related risks and opportunities.	ESRS 2.22(c)(i)
	(ii) Whether management uses controls and procedures to support the oversight of climate-related risks and opportunities and, if so, how these controls and procedures are integrated with other internal functions.	The internal controls and procedures follow the Sustainability and Climate Risk Management Framework which is managed by the SM Sustainability Office while coordinating with the business units. Please refer to SM Investments Corporation 2024 Sustainability Report page 42.	ESRS 2.22(c)(iii)
Strategy			
IFRS S2-9(a)	The climate-related risks and opportunities that could reasonably be expected to affect the entity's prospects.	Please refer "Our Strategy in Managing Sustainability & Climate Related Risks and Opportunities" table in SM Investments Corporation 2024 Sustainability Report pages 16-17.	
IFRS S2-9(b)	The current and anticipated effects of those climate-related risks and opportunities on the entity's business model and value chain.	We anticipate that effective management of our climate-related risks, primarily GHG emissions, electricity and water consumption, and waste management and the opportunities, would facilitate more efficient operations of our most affected businesses, and therefore, make these operations more sustainable and profitable.	
IFRS S2-9(c)	The effects of those climate-related risks and opportunities on the entity's strategy and decision-making, including information about its climate-related transition plan.	We reported the financial value of our investments to mitigate risks and seize growth opportunities. This is discussed in the SM Investments Corporation 2024 Sustainability Report pages 16-17.	

Reference No.	Disclosure Description	SMIC Disclosure/Direct Answer	ESRS Reference
IFRS S2-9(d)	The effects of those climate-related risks and opportunities on the entity's financial position, financial performance and cash flows for the reporting period, and their anticipated effects on the entity's financial position, financial performance and cash flows over the short, medium and long term, taking into consideration how those climate-related risks and opportunities have been factored into the entity's financial planning.	We do not have enough information to make a reasonable assessment of the impact of climate-related risks and opportunities on our financial position, financial performance and cash flows for the year 2024, in the short, medium and long term. Our operating budgets, however, consider the additional revenues and costs from actual spends on projects relating to climate-related risk and opportunities.	
IFRS S2-9(e)	The climate resilience of the entity's strategy and its business model to climate-related changes, developments and uncertainties, taking into consideration the entity's identified climate-related risks and opportunities.	SM is a leader in advocating for resiliency as part of the business model. Hans T. Sy is the first Filipino board member at the UN ARISE Board. We view resiliency as a natural part of our business model, setting aside 10% CAPEX of our property business to incorporate sustainability and resiliency in the design of its buildings. With the Philippines contributing only 0.3% to global GHG emissions and being top 3 vulnerable countries to climate change, SM Climate Action policy balances adaptation and mitigation as part of our climate-related risks and opportunities. For mitigation - we use, finance and invest in renewable energy sources (see page 17 of SMIC 2024 Sustainability Report). We also identified that 95% of our group-wide GHG emissions come from 4 companies: SM Prime - which set a net zero target, SM Retail. Atlas Mining and 2GO.The Group has programs in place aimed at a 40% reduction in the Group's GHG emissions by 2040. For adaptation - all of our businesses have a Business Continuity Plan, of which 79 malls are ISO 22301 certified. To make our physical assets climate-resilient, we provide water catchment in our facilities, LEED-certified and Green buildings.	
Climate-related risks and opportunities			
IFRS S2-10(a)	Climate-related risks and opportunities that could reasonably be expected to affect the entity's prospects.	The climate-related risks and opportunities are concentrated in 2 out of 5 topics (3 are sustainability-related) that we identified to be material in our ability to create shared value: 1. Sustainable and Resilient Integrated Lifestyle City Designs > Green & Resilient Infrastructure > Resource & Materials Management > Biodiversity Protection 2. Climate Action and Just Transitions to Low Carbon Economy > GHG Management > Renewable Energy Accessibility and Availability > Financing Renewable Energy This may also be found in the SM Investments Corporation 2024 Sustainability Report pages 16-17.	ESRS 2.48(a)

Reference No.	Disclosure Description	SMIC Disclosure/Direct Answer	ESRS Reference
IFRS S2-10(b)	For each climate-related risk the entity has identified, whether the entity considers the risk to be a climate-related physical risk or climate-related transition risk.	Identified risks are classified as physical and transition risks. This information is discussed in the SM Investments Corporation 2024 Sustainability Report page 43.	ESRS E1.18
IFRS S2-10(c)	For each climate-related risk and opportunity the entity has identified, over which time horizons—short, medium or long term—the effects of each climate-related risk and opportunity could reasonably be expected to occur.	This information is discussed in the SM Investments Corporation 2024 Sustainability Report pages 16-17. Our definition of short term is 0 -3 years, Medium Term is over 3 years to 7 years and Long Term is over 7 years. The time horizon is based on the cash conversion cycles of our various key businesses. For Retail, the cash conversion cycle is up to 3 years. For Residential, it ranges from 3 to 7 years. For Malls and Commercial and Integrated Property Development, it is over 7 years.	ESRS 2.48(e)
IFRS S2-10(d)	How the entity defines 'short term', 'medium term' and 'long term' and how these definitions are linked to the planning horizons used by the entity for strategic decision-making.		ESRS 1.77(a)–(c) ESRS 1.78 ESRS 1.80 ESRS E1.AR11(b) ESRS 2.9(a)–(b)
Business model and value chain			
IFRS S2-13(a)	A description of the current and anticipated effects of climate-related risks and opportunities on the entity's business model and value chain.	Given our approach to creating shared value, the most significant impact would be our Integrated Lifestyle Cities of which our retail brands and banks also serve as tenants. Aligned to SM Group's Climate Action of balance adaptation and mitigation, SM Prime has a dual approach to climate change. First - we anticipate physical risks due to increased winds and rainfall during typhoons of which the Philippines receive an average of 20 a year. Under TCFD, we identified hot spot areas that are susceptible to water level rise. With this, we set aside 10% of CAPEX of our property business to incorporate sustainability and resiliency in the designs such as SM Marikina and others. On our contribution to mitigating climate impact, SM Prime - our property company, has signed up for SBTi in setting their Net Zero Target by 2040. To make this happen, SM uses, invests and finances renewable energy projects which are critical to lower GHG.	ESRS 2.48(b)
IFRS S2-13(b)	A description of where in the entity's business model and value chain climate-related risks and opportunities are concentrated (for example, geographical areas, facilities and types of assets).	From our TCFD results, the concentration of climate-related risks in our value chain lies with our malls and SM brands that are tenants to our malls. Our brand stores within the malls are dependent on the ability of the SM Supermalls to thrive above climate conditions - both adapting and mitigating. Of our islands, we identified choke points such as Northern Luzon, Bicol Peninsula and Samar. SM Prime is in "manage phase" of the TCFD analysis with WWF The Corporates for a Better Planet Initiative.	ESRS 2.48(a)

Reference No.	Disclosure Description	SMIC Disclosure/Direct Answer	ESRS Reference
Strategy and decision-making			
IFRS S2-14(a)	How the entity has responded to, and plans to respond to, climate-related risks and opportunities in its strategy and decision-making, including how the entity plans to achieve any climate-related targets it has set and any targets it is required to meet by law or regulation, including the information about:	We take a practical approach in identifying and addressing sustainability risks and opportunities following the sustainability governance structure and the Sustainability and Climate Risk Management Framework. Our risk response whether to: > Tolerate – accept the risk in order to pursue the goal, > Treat – reduce the extent of exposure and likelihood, > Terminate – decide not to start or continue, > Transfer – sharing risk with another party. Upon decision, this is included in the business plans and operational targets. The SM Sustainability office monitors in coordination with the respective sustainability office of the business unit. This is discussed in the SM Investments Corporation 2024 Sustainability Report page 43 and SM Investments Corporation 2024 Sustainability Notes & Indices pages 49-53.	
	(i) Current and anticipated changes to the entity's business model, including its resource allocation, to address climate-related risks and opportunities (for example, these changes could include plans to manage or decommission carbon-, energy- or water-intensive operations; resource allocations resulting from demand or supply-chain changes; resource allocations arising from business development through capital expenditure or additional expenditure on research and development; and acquisitions or divestments).	We do not have enough information to make a reasonable assessment of the current and anticipated changes to our business model to address climate-related risks and opportunities, other than those disclosed in the SM Investments Corporation 2024 Sustainability Report pages 16-17.	ESRS 2.47 ESRS 2.48(b) ESRS E1.AR8(b)
	(ii) Current and anticipated direct mitigation and adaptation efforts (for example, through changes in production processes or equipment, relocation of facilities, workforce adjustments, and changes in product specifications).	For SM, we see sustainability and resiliency as an investment that allows us to achieve business continuity. This is illustrated in our policies: Sustainability Policy, Climate Action Policy and Resource Management Policy (see https://www.sminvestments.com/2024smicintegratedreport/sustainability_management_system_2024/ to access policies). With this, we invest 10% CAPEX in our property business to incorporate sustainability and resiliency features in our structures. A case study is made on the SM Mall of Asia Complex at the SM Investments Corporation 2024 Sustainability Report pages 32 – 33. Our banks are undergoing their own TCFD, of which a branch location study is also included.	ESRS 2.68(b) ESRS E1.26 ESRS E1.28 ESRS E1.AR31

Reference No.	Disclosure Description	SMIC Disclosure/Direct Answer	ESRS Reference
	(iii) Current and anticipated indirect mitigation and adaptation efforts (for example, through working with customers and supply chains).	We identified insufficient renewable energy sources and technology as one of the significant risks for adaptation and mitigation throughout our value chain with effects on energy cost, compliance to global standards for Sustainability- and Climate-Related investors, and potential carbon tax in the Philippines. This is explained in the SM Investments Corporation 2024 Sustainability Report page 17.	ESRS 2.68(b) ESRS E1.26 ESRS E1.28 ESRS E1.AR31
	(iv) Any climate-related transition plan the entity has, including information about key assumptions used in developing its transition plan, and dependencies on which the entity's transition plan relies.	Our transition plan focuses on the availability of renewable energy sources and anticipated increase in regulatory standards such as carbon cap or taxes on a per industry level. Having said this, we expanded our investments in energy efficiency, and the use, financing and investments of renewable energy. This is discussed in the SM Investments Corporation 2024 Sustainability Report page 17.	
	(v) How the entity plans to achieve any climate-related targets, including any greenhouse gas emissions targets.	The SM Group established an SM GHG Management Plan of which we identified the source of 95% of Group GHG emissions coming from SM Prime, SM Retail, Atlas Mining and 2GO. Each has defined their respective roadmaps to mitigate their emissions, which include operational efficiency, energy efficiency, use of renewable energy and other efforts. As a whole, this, in turn, will result in a 40% reduction of group-wide GHG emissions by 2040 with a 2019 baseline. Please refer to SM Investments Corporation 2024 Sustainability Notes & Indices page 54.	
IFRS S2-14(b)	How the entity is resourcing, and plans to resource, the activities disclosed in accordance with 14(a).	The SM Group allocates resources to support our corporate objectives through a combination of financial investments, dedicated personnel, and strategic government collaboration. Currently, our climate-related initiatives are integrated into the company's operational and capital expenditure planning, ensuring that key programs—such as climate risk mitigation, resource efficiency, and community development—receive the necessary funding and support. The SM Group finances its operations, sustainability and resiliency efforts through earnings and cash flows. We strengthen the capabilities of our operations teams through a combination of internal and external training programs to drive operational excellence. We actively engage and collaborate with government partners, including the Department of Energy (DOE) and the Department of Environment and Natural Resources (DENR), among others to align with regulatory requirements and support policy initiatives.	ESRS E1.14 ESRS E1.16(a)–(i) ESRS E1.AR2–AR5 ESRS 2.69(a)–(b)
IFRS S2-14(c)	Quantitative and qualitative information about the progress of plans disclosed in previous reporting periods in accordance with paragraph 14(a).	This is our baseline year to report on IFRS S2, exercising reliefs permitted by IFRS of not providing comparative year analysis on the first year of reporting. We will report our progress in the succeeding reports.	ESRS E1.16(j) ESRS 2.68(e)

Reference No.	Disclosure Description	SMIC Disclosure/Direct Answer	ESRS Reference
Financial position, financial performance and cash flows			
IFRS S2-15(a)	The effects of climate-related risks and opportunities on the entity's financial position, financial performance and cash flows for the reporting period (current financial effects)	Included in our 2024 consolidated balance sheet are the following items [Please see SMIC's Integrated Report 2024 Financial Report for the specific note references indicated below.]: • Php749 billion investment properties that include lifestyle components through the integrated property development approach (Note 15 - Investment Properties) • Php28 billion SMIC investment in PGPC, engaged in steam production (Note 2 – Basis of Preparation, list of subsidiaries) • Php17 billion SMIC investment in NEO, owns seven EDGE-certified office buildings (Note 15 – Investment Properties and Note 13 – Investment in Associate Companies and Joint Ventures) • Php5 billion SMIC investment in CREIT, engaged in exploration, development and utilization of energy resources with particular focus on solar and wind energy generation. (Note 13 – Investment in Associate Companies and Joint Ventures) • Php3.5 billion LEED-certified headquarters of SM Retail (Note 14 - Property and Equipment) • Php57 million investment by SM Prime in GUUN, engaged in recycling and repurposing of waste (Note 2 – Basis of Preparation, list of subsidiaries) • Php35 million investment by the SM Group in data privacy and security software (Note 14 - Property, Plant & Equipment) Included in our 2024 consolidated statement of income and expenses are the following items: • Php56 billion sales from sustainable products (Note 6 – Segment Information) • Php6 billion revenues generated from steam production (Note 22 – Other Revenues) • Php3 billion revenues from the EDGE-certified office buildings of NEO (Note 6 – Segment Information) • Php1.2 billion cost of insurance cover for risks to properties and equipment and comprehensive general liability (Note 23 - Costs and Expenses) • Php450 million savings in electricity cost of the 76 The SM Stores with the switch to LED energy-efficient lighting system (Note 23 Costs and Expenses) • Php308 million share in net income of CREIT (Note 6 – Segment Information) • Php10 million Group operating cost for plastic material management & compliance to the Philippine EPR (Note 23 – Costs and Expenses) Included in our 2024 consolidated cash flows are the following items: • Php8 billion (estimated) of SM Prime's 2024 CAPEX used for resiliency and sustainable design developments • Php2 billion used by PGPC's investing in equipment and projects to improve efficiency in operations • Php1 billion used by 2GO to complete its acquisition of three energy-efficient vessels • Php57 million used SM Prime investing in waste management ventures (GUUN) We do not have enough information to make a reasonable quantification of the impact of reduction of GHG emissions nor plastics recycled for the year.	ESRS 2.48(d)

Reference No.	Disclosure Description	SMIC Disclosure/Direct Answer	ESRS Reference
IFRS S2-15(b)	The anticipated effects of climate-related risks and opportunities on the entity's financial position, financial performance and cash flows over the short, medium and long term, taking into consideration how climate-related risks and opportunities are included in the entity's financial planning (anticipated financial effects).	We do not have enough information to make a reasonable assessment of the impact of climate-related risks and opportunities on our financial position, financial performance and cash flows over the short, medium and long term. Our operating budgets, however, consider the additional revenues and costs from actual spends on projects relating to climate-related risks and opportunities.	ESRS 2.48(e)
IFRS S2-16(a)	How climate-related risks and opportunities have affected its financial position, financial performance and cash flows for the reporting period.	In our assessment, the impact of climate-related risks and opportunities on our financial position, financial performance and cash flows for the year 2024 is not material.	ESRS 2.48(d) ESRS Annex II, Table 2 (Terms defined in the ESRS): current financial effects
IFRS S2-16(b)	The climate-related risks and opportunities identified in paragraph 16(a) for which there is a significant risk of a material adjustment within the next annual reporting period to the carrying amounts of assets and liabilities reported in the related financial statements.	We do not expect to have any significant risk of material adjustment to the carrying amounts of assets and liabilities reported in the related financial statements, specifically relating to climate-related risks and opportunities identified in paragraph 16(a) within the next annual reporting period.	ESRS 2.48(d)
IFRS S2-16(c)	How the entity expects its financial position to change over the short, medium and long term, given its strategy to manage climate-related risks and opportunities, taking into consideration:	The Group's strategy is centered on embedding sustainable practices across all businesses where feasible and financially viable. We recognize that the IFRS S2 guidelines are still evolving to provide clear methods for assessing the financial impact of sustainability and climate risks and opportunities over the short, medium, and long term. Accordingly, we defer to the final guidelines to avoid broad estimates that may require frequent revisions, potentially leading to confusion or misleading disclosures. At this stage, we can only report on the scale, direct impact and costs associated with the significant actions the Group is taking to mitigate sustainability and climate risks and capitalize on related opportunities.	ESRS 2.48(e)
	(i) Its investment and disposal plans (for example, plans for capital expenditure, major acquisitions and divestments, joint ventures, business transformation, innovation, new business areas, and asset retirements), including plans the entity is not contractually committed to.		
	(ii) Its planned sources of funding to implement its strategy	Our sources of funding come from the internally generated cash flows and borrowings.	

Reference No.	Disclosure Description	SMIC Disclosure/Direct Answer	ESRS Reference
IFRS S2-16(d)	How the entity expects its financial performance and cash flows to change over the short, medium and long term, given its strategy to manage climate-related risks and opportunities (for example, increased revenue from products and services aligned with a lower-carbon economy; costs arising from physical damage to assets from climate events; and expenses associated with climate adaptation or mitigation).	Please refer to our response to Section IFRS S2-16(c).	
Climate Resilience			
IFRS S2-22(a)	The entity's assessment of its climate resilience as at the reporting date, including the information about:	Broadly, given the Philippines' geographical location within the Ring of Fire, we assumed an increase of typhoons due to climate change. As such, even before the Paris Agreement in December 2015, Hans T. Sy launched the UN ARISE Philippines in November 2015, advocating for resiliency as part of business sustainability. The SM Group of companies, led by SM Investments Corporation, signed in commitment to the UN ARISE. From hereon, SM Prime, our property group, and our identified critical business unit for climate adaptation set aside 10% CAPEX to incorporate sustainability and resiliency in the design. While it is managed directly by SM Prime, this strategy is group-wide given that most tenants of SM Supermalls are other brands carried by SM Retail and the branches of our banks. As such, our strategy for resiliency is to build resilient malls and integrated lifestyle cities as the backbone for our business resiliency. Branches of SM Retail and Banks outside our malls are also equipped with their own resiliency features and assessments particularly to be in areas with low risk in water rise during typhoons. For our integrated lifestyle cities - our strategy is to ensure its ability to ADAPT to climate change - typhoons, winds, earthquakes and rising water levels - as we cannot relocate these. Plus, many small businesses and our own brands rely on the resiliency of our integrated lifestyle cities. However, for independent stores and branches, at the onset, we avoid any high-risk area and are now studying old branches in those areas. We also retrofit buildings for resiliency. NEO, our net-zero buildings, employs the Building Resiliency Index.	ESRS E1.19
	(i) The implications, if any, of the entity's assessment for its strategy and business model, including how the entity would need to respond to the effects identified in the climate-related scenario analysis.		ESRS E1.19(c) ESRS E1.AR8
	(ii) The significant areas of uncertainty considered in the entity's assessment of its climate resilience.	The significant areas of uncertainty includes regulatory and policy changes, data reliability, consumer and market shifts, physical climate due to extreme weather conditions, financial and economical.	ESRS E1.19(c) ESRS E1.AR8(a)

Reference No.	Disclosure Description	SMIC Disclosure/Direct Answer	ESRS Reference
	(iii) The entity's capacity to adjust or adapt its strategy and business model to climate change over the short, medium and long term, including:	Please refer to IFRS S2-22(a)(i).	ESRSE1.19(c) ESRS E1.AR8(b)
	(1) The availability of, and flexibility in, the entity's existing financial resources to respond to the effects identified in the climate-related scenario analysis, including to address climate-related risks and to take advantage of climate-related opportunities		
	(2) The entity's ability to redeploy, repurpose, upgrade or decommission existing assets.		
	(3) The effect of the entity's current and planned investments in climate-related mitigation, adaptation and opportunities for climate resilience.		
IFRS S2-22(b)	How and when the climate-related scenario analysis was carried out, including the information about:	We identified four scenarios in our exercise: (1) Net Zero (2) 2 Degree (3) Nationally Determined Contributions (4) Business as Usual or the RCP 8.5. These scenarios were based on the International Energy Agency (IEA) projections, the scenarios drawn up by the Intergovernmental Panel on Climate Change (IPCC) and the Philippines' NDC contribution in accordance with the Decision of the Conference of Parties of the United Nations Framework Convention on Climate Change (UNFCCC).	
	(i) The inputs the entity used, including:		ESRS E1.19(a)–(c) ESRS E1.AR13(d)
	(1) Which climate-related scenarios the entity used for the analysis and the sources of those scenarios.	From the four scenarios, we are using the Nationally Determined Contributions scenario in our analysis.	ESRS E1.AR13(a)
	(2) Whether the analysis included a diverse range of climate-related scenarios.	Yes, the scenarios were selected as they are representative of the potential range of future climate change scenarios, which enables us to foresee potential climate-related risks that lie ahead.	ESRS E1.21 ESRS E1.AR11(d) ESRS E1.AR12(c)
	(3) Whether the climate-related scenarios used for the analysis are associated with climate-related transition risks or climate-related physical risks.	Yes, all the scenarios included significant transition and physical risks applicable to the business units.	ESRS E1.21 ESRS E1.AR11(d) ESRS E1.AR12(c)

Reference No.	Disclosure Description	SMIC Disclosure/Direct Answer	ESRS Reference
	(4) Whether the entity used, among its scenarios, a climate-related scenario aligned with the latest international agreement on climate change.	Yes, we adopt the Representative Concentration Pathways (RCP) 8.5, also known as the "worst-case" scenario. This is one of the climate scenarios adopted by the Intergovernmental Panel on Climate Change (IPCC).	ESRS E1.20(c)(i) ESRS E1.AR12(c)
	(5) Why the entity decided that its chosen climate-related scenarios are relevant to assessing its resilience to climate-related changes, developments or uncertainties.	We specifically included a scenario based on NDC. We feel that this is the scenario most appropriate to support national development objectives, prioritizing sustainable industrial development including a shift to more climate and disaster-resilient, low-carbon socio-economic sectors.	ESRS E1.AR13(b)
	(6) The time horizons the entity used in the analysis	Varying climate scenarios cover early-future (2025) and mid-future (2035-2065). Time horizon is based on the first batch of the scenario analysis study conducted by WWF-CBPI.	ESRS E1.AR13(b) ESRS E1.AR7(b)
	(7) What scope of operations the entity used in the analysis (for example, the operating locations and business units used in the analysis).	Our initial scenario analysis study covered 2Go, PGPC, SM Prime and Airspeed.	ESRS E1.19(a) ESRS E1.AR13(d) ESRS E1.AR6
	(ii) The key assumptions the entity made in the analysis, including assumptions about:	We looked at various laws and regulations currently pending or implemented in the Philippines. This is especially important for identifying transition risks as a lower-carbon economy entails undergoing extensive policy and legal changes. Transition risks depend on the nature, speed, and focus of these changes and may expose us to varying levels of financial and reputational risks.	ESRS E1.AR13(c)–(d)
	(1) Climate-related policies in the jurisdictions in which the entity operates.		
	(2) Macroeconomic trends.	Various uncertainties brought by macroeconomic trends could affect a pathway such as the one of the four scenarios we have identified: Net Zero Emission (NZE) scenario. NZE relies on (1) the accessibility to available technologies and emissions reduction options which rely on costs, technology maturity, policy regulations, as well as market and country conditions (2) the collective effort of all countries to achieve net zero emissions, which takes into account the different stages of development per country; and (3) the orderly transition in the energy sector. Country conditions too may also affect mitigation efforts. National documents such as Ambisyon Natin 2040 were also referenced to reflect the current situation of the Philippines within the industry and to identify key stakeholders such as national regulatory bodies, private entities, environmental organizations, and industry associations.	

Reference No.	Disclosure Description	SMIC Disclosure/Direct Answer	ESRS Reference
	(3) National- or regional-level variables (for example, local weather patterns, demographics, land use, infrastructure and availability of natural resources).	We analyzed our future near-term risks and opportunities using localized data from PAGASA's Climate Extremes Report 2020 and tools such as HazardHunterPH1 and EasyXDI to determine flood susceptibility. These are based on available regional data from PAG-ASA report and so we are able to attain a certain granularity of location assessment in terms of physical risks.	
	(4) Energy usage and mix.	We refer to available DOE information.	
	(5) Developments in technology.	We looked at sources such as articles, online journals and international development programs similar to those funded by the European Union Horizon 2020 Program, the European Commission Joint Research Centre, the United Nations Conference on Trade and Development to help scope current and future policy, market, technology, and resiliency developments in the industry on a global scale.	
	(iii) The reporting period in which the climate-related scenario analysis was carried out.	The climate-related scenario analysis was carried out for the reporting year 2023 and 2024.	ESRS E1.19(b)
Risk Management			
IFRS S2-25(a)	The processes and related policies the entity uses to identify, assess, prioritize and monitor climate-related risks, including information about:	We have a two-pronged climate approach: one mitigates our impact & contributes to limiting temperature rise through a GHG Management plan; and another which adapts to the effect of climate change through an adaptation plan.	ESRS E1.20 ESRS E1.22 ESRS E1.23 ESRS E1.24
	(i) The inputs and parameters the entity uses (for example, information about data sources and the scope of operations covered in the processes).	Our initial scenario analysis study covered 2Go, PGPC, SM Prime and Airspeed. This helped assess our climate-related vulnerabilities and opportunities and recommend ways how to consider these in the businesses' overall strategic planning. We also analyzed the risks and opportunities associated with their respective sectors taken from previous research, and learnings from similar companies abroad made available through open-access journal articles, news and project reports. We also looked at current industry practices and public documents to situate business units' standing across the different scenarios relative to local conditions. To ensure secondary data used were still relevant to the industry in the present day, datasets used were those from credible sources, and dated no earlier than 2018.	ESRS 2.53(g)

Reference No.	Disclosure Description	SMIC Disclosure/Direct Answer	ESRS Reference
	(ii) Whether and how the entity uses climate-related scenario analysis to inform its identification of climate-related risks.	Following the climate-related scenario analysis carried out in the first batch, it was determined that there are potential transition risks across the Net-Zero scenario and 2-Degree Scenario, while the Nationally Determined Contributions scenario and Business-As-Usual scenario exhibit higher risk in terms of physical risks. Both physical and transition risks may present significant financial impacts, directly impacting revenues through future carbon taxes or through the deterioration of physical assets from climate events. Business units have instituted numerous safeguards & processes in resiliency plans that are continuously updated by their technical teams, including in the annual budget, & reported annually to their regulators. These business continuity plans are site-specific for some units to integrate the identified climate risks for a facility. For one business unit, Airspeed, is a scenario-based BCP as they assess how extreme heat impacts their operations through risks associated with the health, safety, and productivity of their employees.	ESRS E1.21
	(iii) How the entity assesses the nature, likelihood and magnitude of the effects of those risks (for example, whether the entity considers qualitative factors, quantitative thresholds or other criteria).	Companies have their own risk management teams and climate risks are integrated into the universal risk register and assessed in the same manner as the other risks: likelihood/probability and magnitude/impact. For SM Prime, it does qualitative analysis founded on a comprehensive review of available literature using the most recent data. These provide a narrative per scenario selected that can then feed into their top-level strategic planning and risk management, and provide the foundation for future more rigorous quantitative analysis and modeling. Risks are initially identified for the real estate sector in the Philippines and then screened against SM Prime's integrated report for further applicability. The final identified risks are ranked on a scale of low, medium, to high risk for the assumed severity of outcomes of each climate scenario for years 2025 and 2035 based on internal risk ranking criteria.	ESRS 2.53(c)(ii)
	(iv) Whether and how the entity prioritizes climate-related risks relative to other types of risk.	In the case of one business unit – PGPC – hey quantify the extent to which the projected effects of the climate scenario impact will have on their facilities and they have invested significant financial resources to mitigate the impact of flooding & above normal rainfall to their geothermal facilities (ex. riprap construction on slopes and runoffs, spillway enhancements, debris catcher installations, regular repairs of pipe supports, canals & drainage upgrades). Please refer also to SM Investments Corporation 2024 Sustainability Notes & Indices page 46.	ESRS 2.53(c)(iii)

Reference No.	Disclosure Description	SMIC Disclosure/Direct Answer	ESRS Reference
	(v) How the entity monitors climate-related risks.	Each business unit evaluates climate-related risks through dedicated climate sub-committees within their Sustainability Technical Working Groups. These sub-committees assess climate action plans and other climate-related matters, which are then reviewed and discussed at a higher level by the Climate Working Group Committee, which is composed of different Heads of Sustainability and Executives of the Group. Further details are discussed in Sustainability Governance and Implementing Rules & Regulations for the Sustainability Policy and Management System.	ESRS 2.53(e) ESRS 2.53(c) ESRS 2.65(a)
	(vi) Whether and how the entity has changed the processes it uses compared with the previous reporting period.	As output of the scenario analysis study, consideration of warehouse structure resiliency in future facility expansion projects has been raised in Airspeed. Further evaluation of investments in structural upgrades to mitigate flooding susceptibility has also been identified for major facilities of 2GO.	ESRS 2.53(h)
IFRS S2-25(b)	The processes the entity uses to identify, assess, prioritize and monitor climate-related opportunities, including information about whether and how the entity uses climate-related scenario analysis to inform its identification of climate-related opportunities.	The same process for risk identification is applied in looking out for climate-related opportunities. There is an initial qualitative analysis based on a comprehensive review of related literature and this is discussed in the climate/sustainability committee which then feeds into management planning. The climate-related opportunities are then screened for applicability in our business units' respective sectors. For instance, climate-related opportunities abound for SM Prime. Their scenario analysis study has highlighted that SM Prime is well poised to capture the significant opportunities present in a low-carbon transition through strong mitigation efforts while simultaneously continuing its resilience and adaptation efforts in order to mitigate significant climate-related risks that pose negative financial implications.	ESRS 2.53(c) ESRS E1.20(c) ESRS E1.65(a) ESRS E1.19(b)–(c) ESRS E1.24
IFRS S2-25(c)	The extent to which, and how, the processes for identifying, assessing, prioritising and monitoring climate-related risks and opportunities are integrated into and inform the entity's overall risk management process.	Companies have their own risk management teams and climate risks are integrated into the universal risk register and assessed in the same manner as the other risks: likelihood/probability and magnitude/impact. These are given risk ratings and equivalent controls are planned in order to mitigate the risks. Each business unit developed their respective Sustainability and Climate Risk Management Framework.	ESRS 2.53(e)–(f)
Metrics and Targets			
Climate-related metics			
IFRS S2-29(a)	Information relevant to the cross-industry metric categories of greenhouse gases, including:	Please refer to SM Investments Corporation 2024 Sustainability Report page 49.	
	(i) Absolute gross greenhouse gas emissions generated during the reporting period, expressed as metric tonnes of CO2 equivalent, classified as:		
	(1) Scope 1 greenhouse gas emissions.	Scope 1 - Emissions arising from the use of fuel and chemicals in facilities owned and controlled by the company, including generator sets and transport vehicles.	ESRS E1.44(a)–(b)

Reference No.	Disclosure Description	SMIC Disclosure/Direct Answer	ESRS Reference
	(2) Scope 2 greenhouse gas emissions.	Scope 2 - Emissions arising from the use of purchased electricity in facilities that are fully owned and controlled by the company using the location-based and market-based approach.	
	(3) Scope 3 greenhouse gas emissions.	Scope 3 - Emissions arising from sources that are neither owned nor controlled by the company not included in Scope 1 or Scope 2 such as purchased goods and services, capital goods, waste generated and upstream/downstream leased assets	ESRS E1.44(c)
	(ii) Measure its greenhouse gas emissions in accordance with the Greenhouse Gas Protocol: A Corporate Accounting and Reporting Standard (2004) unless required by a jurisdictional authority or an exchange on which the entity is listed to use a different method for measuring its greenhouse gas emissions.	Consolidated following the operational control approach of the Greenhouse Gas Protocol. Moreover, emissions were computed using the Emission Factors from Cross Sector Tool and Global Warming Potential Values (AR6) from GHG Protocol, the 2022 Grid Electricity Emission Factors provided by Carbon Footprint, the IGES List of Grid Emission Factors and EPA's GHG Emission Factors Hub.	ESRS 1.62 ESRS E1.AR39(a)
	(iii) The approach used to measure greenhouse gas emissions including:	We apply the operational control approach in measuring our greenhouse gas emissions.	ESRS E1.AR39(b)8 ESRS 2.77(a) ESRS 2.80(i)
	(1) The measurement approach, inputs and assumptions the entity uses to measure its greenhouse gas emissions.		
	(2) The reason why the entity has chosen the measurement approach, inputs and assumptions it uses to measure its greenhouse gas emissions.		
	(3) Any changes the entity made to the measurement approach, inputs and assumptions during the reporting period and the reasons for those changes.		
	(iv) For Scope 1 and Scope 2 greenhouse gas emissions disclosed in accordance with paragraph 29(a)(i)(1)–(2), disaggregate emissions between:	Scope 1 and Scope 2 greenhouse gas emissions are disclosed in aggregate and broken down into 4 key business units: property, banking, retail and portfolio investments. Please refer to SM Investments Corporation 2024 Sustainability Report page 49.	ESRS E1.50
	(1) The consolidated accounting group.		
	(2) Other investees excluded from paragraph 29(a)(iv)(1) (for example, for an entity applying IFRS Accounting Standards, these investees would include associates, joint ventures and unconsolidated subsidiaries).		

Reference No.	Disclosure Description	SMIC Disclosure/Direct Answer	ESRS Reference
	(v) Location-based Scope 2 greenhouse gas emissions, and the information about any contractual instruments that is necessary to inform users' understanding of the entity's Scope 2 greenhouse gas emissions.	Scope 2 - Emissions arising from the use of purchased electricity in facilities that are fully owned and controlled by the company using the location-based emission factors from the 2019-2021 National Grid Emission Factors provided by the Philippines' Department of Energy.	ESRS E1.49
	(vi) For Scope 3 greenhouse gas emissions disclosed in accordance with paragraph 29(a)(i)(3), and with reference to paragraphs B32–B57:	Scope 3 emissions by category. Refer to SM Investments Corporation 2024 Sustainability Report page 49.	
	(1) The categories included within the entity's measure of Scope 3 greenhouse gas emissions, in accordance with the Scope 3 categories described in the Greenhouse Gas Protocol Corporate Value Chain (Scope 3) Accounting and Reporting Standard (2011).		ESRS E1.51
	(2) Additional information about the entity's Category 15 greenhouse gas emissions or those associated with its investments (financed emissions), if the entity's activities include asset management, commercial banking or insurance.	Our bank business has started to compute for their financed emissions as they engaged a third-party consultant to help assess these. More information will be disclosed in succeeding reports.	ESRS 1.131(b) ESRS E1.AR46(b)
IFRS S2-29(b)	Climate-related transition risks—the amount and percentage of assets or business activities vulnerable to climate-related transition risks.	We do not have enough information to make a reasonable determination of the amount and percentage of assets or business activities vulnerable to climate-related transition risks.	ESRS E1.67(a) and (e)
IFRS S2-29 (c)	Climate-related physical risks—the amount and percentage of assets or business activities vulnerable to climate-related physical risks.	We do not have enough information to make a reasonable determination of the amount and percentage of assets or business activities vulnerable to climate-related physical risks.	ESRS E1.66(a) and (d)
IFRS S2-29(d)	Climate-related opportunities—the amount and percentage of assets or business activities aligned with climate-related opportunities.	We do not have enough information to make a reasonable determination of the amount and percentage of assets or business activities relative to climate-related opportunities.	ESRS E1.64(c)
IFRS S2-29(e)	Capital deployment—the amount of capital expenditure, financing or investment deployed towards climate-related risks and opportunities.	Please refer to IFRS S2-15(a) and SM Investments Corporation 2024 Sustainability Report pages 16-17.	ESRS E1.16(c) and (e)–(f) ESRS E1.AR4

Reference No.	Disclosure Description	SMIC Disclosure/Direct Answer	ESRS Reference
IFRS S2-29(f)	Internal carbon prices, including the information about:	We do not have any internal carbon pricing as the Philippine government has not yet established carbon pricing guidelines.	ESRS E1.62 ESRS E1.63(a) and (c)
	(i) An explanation of whether and how the entity is applying a carbon price in decision-making (for example, investment decisions, transfer pricing and scenario analysis).		
	(ii) The price for each metric tonne of greenhouse gas emissions the entity uses to assess the costs of its greenhouse gas emissions.		
IFRS S2-29(g)	Remuneration, including the information about:	We embrace a meritocratic approach, where sustainability is integral to our strategy. Remuneration is tied to sustainability performance, which is incorporated into our broader business performance metrics and reward systems. The performance of our people is evaluated based on business-related objectives, with sustainability being a key component, reflecting its importance in the ongoing success and growth of our business.	
	(i) A description of whether and how climate-related considerations are factored into executive remuneration (see also paragraph 6(a)(v)).		ESRS 2.29(c) ESRS E1.13
	(ii) The percentage of executive management remuneration recognized in the current period that is linked to climate-related considerations.		ESRS E1.13
Climate-related targets			
IFRS S2-33(a)	The metric used to set the target.	We use electricity and fuel consumption as metrics. Our operational program strategies and optimization initiatives are focused on these resources, as they primarily contribute to the potential reduction of our greenhouse gas emissions. Please refer to SM Investments 2024 Sustainability Report page 48 for the total electricity and fuel consumption and page 49 for its impact to our Scope 1 and Scope 2 emissions.	ESRS 2.79(a)
IFRS S2-33(b)	The objective of the target (for example, mitigation, adaptation or conformance with science-based initiatives).	Mitigation as related to carbon emission reduction. However, for one business unit – PGPC – pursuing emission reduction targets is not recommended owing to its operational boundaries. Instead, setting an SBT for Nature would be a more material target.	ESRS 2.80(a) ESRS E1.33
IFRS S2-33(c)	The part of the entity to which the target applies (for example, whether the target applies to the entity in its entirety or only a part of the entity, such as a specific business unit or specific geographical region).	We cover entire business entities.	ESRS 2.80(c)
IFRS S2-33(d)	The period over which the target applies.	We aim to reduce our groupwide greenhouse gas emissions by 2040.	ESRS 2.80(e) ESRS E1.34(d)

Reference No.	Disclosure Description	SMIC Disclosure/Direct Answer	ESRS Reference
IFRS S2-33(e)	The base period from which progress is measured.	Our baseline year is 2019.	ESRS 2.80(d) ESRS E1.34(c) ESRS E1.AR25
IFRS S2-33(f)	Any milestones and interim targets.	We have just institutionalized our sustainability framework in 2024. We are not yet in a position to disclose milestones and interim targets.	ESRS 2.80(e)
IFRS S2-33(g)	If the target is quantitative, whether it is an absolute target or an intensity target.	Our targets are specific and expressed as absolute numbers.	ESRS 2.80(b) ESRS E1.34(a) ESRS E1.AR23
IFRS S2-33(h)	How the latest international agreement on climate change, including jurisdictional commitments that arise from that agreement, has informed the target.	While some business units follow Science-based Target in their respective BU emission targets, the general preference was for a more practical carbon reduction target that most business units can commit to, achieve & communicate. These are translated into business operational plans.	ESRS 2.80(f)11 ESRS E1.34(e)
IFRS S2-34(a)	Whether the target and the methodology for setting the target has been validated by a third party.	Our targets and methodology for setting our climate-related targets have not been validated by a third party. Our climate-related targets are reviewed by the Climate Committee quarterly.	ESRS E1.34(e)
IFRS S2-34(b)	The entity's processes for reviewing the target.	We review our target through the Climate Sub-Committee and Sustainability Steering Committee, which meet regularly every quarter. These reviews are then presented to the Board Executive Committee and Corporate Governance and Sustainability Commiittee for final approval and integration into overall business strategy.	ESRS 2.80(j)
IFRS S2-34(c)	The metrics used to monitor progress towards reaching the target.	Please refer to SM Investments 2024 Sustainability Report page 48 for the total electricity and fuel consumption.	ESRS 2.80(j)
IFRS S2-34(d)	Any revisions to the target and an explanation for those revisions	We do not have any revision to the target as of the year ended December 31, 2024.	ESRS 2.80(i)
IFRS S2-35	An entity shall disclose information about its performance against each climate-related target and an analysis of trends or changes in the entity's performance.	Please refer to SM Investments 2024 Sustainability Report pages 48-49.	ESRS 2.80(j)
IFRS S2-36(a)	Which greenhouse gases are covered by the target.	The greenhouse gases covered by our targets are carbon dioxide (CO2), methane (CH4), nitrous oxide (N2O), hydrofluorocarbons (HFC), chlorofluorocarbons (CFC), hydrochlorofluorocarbons (HCFC).	ESRS E1.34(b) ESRS E1.AR24
IFRS S2-36(b)	Whether Scope 1, Scope 2 or Scope 3 greenhouse gas emissions are covered by the target.	We only include Scope 1 and 2 emissions in our targets.	ESRS E1.34(b) ESRS E1.AR24

Reference No.	Disclosure Description	SMIC Disclosure/Direct Answer	ESRS Reference
IFRS S2-36(c)	Whether the target is a gross greenhouse gas emissions target or net greenhouse gas emissions target. If the entity discloses a net greenhouse gas emissions target, the entity is also required to separately disclose its associated gross greenhouse gas emissions target.	Our GHG targets are expressed in gross terms.	
IFRS S2-36(d)	Whether the target was derived using a sectoral decarbornization approach.	Only SM Prime followed the sectoral decarbonization approach for the property sector.	ESRS E1.34(e)
IFRS S2-36(e)	The entity's planned use of carbon credits to offset greenhouse gas emissions to achieve any net greenhouse gas emissions target, including the information about:	Our primary focus is on enhancing operational efficiency. The potential role of carbon credits in achieving our targets has not yet been determined.	
	(i) The extent to which, and how, achieving any net greenhouse gas emissions target relies on the use of carbon credits.		ESRS E1.59(b) ESRS E1.61
	(ii) Which third-party scheme(s) will verify or certify the carbon credits.		ESRS E1.59(a)–(b) ESRS E1.61(c) ESRS E1.AR62(c) ESRS Annex II, Table 2 (Terms defined in the ESRS): carbon credit
	(iii) The type of carbon credit, including whether the underlying offset will be nature-based or based on technological carbon removals, and whether the underlying offset is achieved through carbon reduction or removal.		ESRS E1.AR57(b) ESRS E1.AR62(b)
	(iv) Any other factors necessary for users of general-purpose financial reports to understand the credibility and integrity of the carbon credits the entity plans to use (for example, assumptions regarding the permanence of the carbon offset).		ESRS E1.61(c)

GRI Content Index

SM Investments Corporation has reported in accordance with the GRI Standards for the period January 1 to December 31, 2024.

GRI STANDARD	Disclosure	Page Number(s), Direct Answer, URLs, or Reason for omission
General disclosures		
GRI 2: General Disclosures 2021	**The organization and its reporting practices**	
	2-1 Organizational details	SM Investments Corporation
	2-2 Entities included in the organization's sustainability reporting	Core business and portfolios
	2-3 Reporting period, frequency and contact point	January 1- December 31, 2024 Annual
	2-4 Restatements of information	2024 SMIC Sustainability Report, pp. 47-49 and 2024 SMIC Sustainability Notes & Indices, pp. 57, 60.
	2-5 External assurance	No external assurance
	Activities and workers	
	2-6 Activities, value chain and other business relationships	2024 SMIC Integrated Report, pp. 10, 12-13; 2024 SMIC Sustainability Report, p. 1
	2-7 Employees	2024 SMIC Sustainability Report, p. 47
	2-8 Workers who are not employees	2024 SMIC Sustainability Report, p. 47
	Governance	
	2-9 Governance structure and composition	2024 SMIC Integrated Report, pp. 46-49, 52-54; 2024 SMIC Sustainability Report, p. 9
	2-10 Nomination and selection of the highest governance body	2024 SMIC Integrated Report, p. 4
	2-11 Chair of the highest governance body	2024 SMIC Integrated Report, p. 4; 2024 SMIC Sustainability Report, p. 9
	2-12 Role of the highest governance body in overseeing the management of impacts	2024 SMIC Integrated Report, p. 51; 2024 SMIC Sustainability Report, pp. 9-10
	2-13 Delegation of responsibility for managing impacts	2024 SMIC Integrated Report, p. 53; 2024 SMIC Sustainability Report, pp. 9-10
	2-14 Role of the highest governance body in sustainability reporting	2024 SMIC Integrated Report, p. 53; 2024 SMIC Sustainability Report, pp. 9-10
	2-15 Conflicts of interest	2024 SMIC Integrated Report, p. 55

GRI STANDARD	Disclosure	Page Number(s), Direct Answer, URLs, or Reason for omission
	2-16 Communication of critical concerns	2024 SMIC Integrated Report, p. 57
	2-17 Collective knowledge of the highest governance body	2024 SMIC Integrated Report, p. 46-49
	2-18 Evaluation of the performance of the highest governance body	2024 SMIC Integrated Report, p. 54
	2-19 Remuneration policies	The company only discloses the aggregate compensation of the 5 most highly compensated executive officers.
	2-20 Process to determine remuneration	The Board, through the Compensation Committee, designates the amount of remuneration and provides oversight over remuneration of Management and other key personnel, which shall be in a sufficient level to attract and retain directors and officers who are needed to run the Company successfully and will ensure that compensation is consistent with the Company's culture, strategy and control environment. The Committee decides, determines and approves, by a majority vote of all its members, matters relating to the compensation, remuneration and benefits of the Company's officers and directors.
	2-21 Annual total compensation ratio	We do not disclose this matter due to confidentiality constraints. We only disclose the compensation of the president and the four most highly compensated executive officers, and all other officers and directors.
	Strategy, policies and practices	
	2-22 Statement on sustainable development strategy	2024 SMIC Sustainability Report, pp. 12, 17-19
	2-23 Policy commitments	2024 SMIC Sustainability Report, p. 10; https://www.sminvestments.com/2024smicintegratedreport/sustainability_management_system_2024/
	2-24 Embedding policy commitments	2024 SMIC Sustainability Report, p. 10
	2-25 Processes to remediate negative impacts	2024 SMIC Sustainability Report, pp. 42-43
	2-26 Mechanisms for seeking advice and raising concerns	2024 SMIC Integrated Report, p. 57
	2-27 Compliance with laws and regulations	There were no material instances of non-compliance with laws and regulators in this context during the year.
	2-28 Membership associations	2024 SMIC Integrated Report, p. 75
	Stakeholder Engagement	
	2-29 Approach to stakeholder engagement	2024 SMIC Sustainability Report, pp. 13-16
	2-30 Collective bargaining agreements	2024 SMIC Sustainability Report, p. 47

GRI STANDARD	Disclosure	Page Number(s), Direct Answer, URLs, or Reason for omission
Material topics		
GRI 3: Material Topics 2021	**Disclosure on material topics**	
	3-1 Process to determine material topics	2024 SMIC Sustainability Report, pp. 12-14
	3-2 List of material topics	2024 SMIC Sustainability Report, pp. 12-14
Economic performance		
GRI 3: Material Topics 2021	3-3 Management of material topics	2024 SMIC Integrated Report, p. 43
GRI 201: Economic Performance 2016	201-1 Direct economic value generated and distributed	2024 SMIC Sustainability Report, p. 49
	201-2 Financial implications and other risks and opportunities due to climate change	2024 SMIC Sustainability Report, pp. 43, 44; Notes to IFRS S2
	201-3 Defined benefit plan obligations and other retirement plans	Please refer to the 2024 SMIC Consolidated Financial Statements, Note 25.
	201-4 Financial assistance received from government	No financial assistance received from the government.
Market presence		
GRI 3: Material Topics 2021	3-3 Management of material topics	2024 SMIC Integrated Report, p. 8-9
GRI 202: Market Presence 2016	202-1 Ratios of standard entry level wage by gender compared to local minimum wage	We do not disclose this matter due to confidentiality constraints.
	202-2 Proportion of senior management hired from the local community	Information not available.
Indirect economic impacts		
GRI 3: Material Topics 2021	3-3 Management of material topics	2024 SMIC Integrated Report, pp. 30-33, 36-37
GRI 203: Indirect Economic Impacts 2016	203-1 Infrastructure investments and services supported	2024 SMIC Integrated Report, pp. 32-33
	203-2 Significant indirect economic impacts	2024 SMIC Integrated Report, pp. 32-33
Procurement practices		
GRI 3: Material Topics 2021	3-3 Management of material topics	2024 SMIC Integrated Report, p. 16
GRI 204: Procurement Practices 2016	204-1 Proportion of spending on local suppliers	2024 SMIC Integrated Report, p. 18
Anti-corruption		
GRI 3: Material Topics 2021	3-3 Management of material topics	2024 SMIC Integrated Report, p. 56
GRI 205: Anti-corruption 2016	205-1 Operations assessed for risks related to corruption	All operations
	205-2 Communication and training about anti-corruption policies and procedures	2024 SMIC Integrated Report, p. 58
	205-3 Confirmed incidents of corruption and actions taken	No reported incidents of corruption during the reporting year.

GRI STANDARD	Disclosure	Page Number(s), Direct Answer, URLs, or Reason for omission
Anti-competitive behavior		
GRI 206: Anti-competitive Behavior 2016	206-1 Legal actions for anti-competitive behavior, anti-trust, and monopoly practices	There were no material instances of legal actions for anti-competitive behavior, anti-trust and monopoly practices during the reporting year.
Tax		
GRI 207: Tax 2019	207-1 Approach to tax	The SM Group is committed to full compliance to all taxation regulations, including the computation and payment of taxes in a timely and efficient manner. Tax management is handled at the business unit level. Each business unit is adequately resourced to deal with their respective tax matters, including compliance. Tax issues and other matters are escalated to the SMIC Parent Central Tax Team, as necessary. The SMIC Parent Central Tax Team is responsible for governance, control and risk management for the SM Group, including the following: (a) Anticipate future legislations relating to taxes; (b) Study the tax environment/landscape; (c) Prepare the SM Group for compliance to upcoming tax legislations; (d) Study global tax trends; and, (e) Express the SM Group views/opinions through active participation in public consultations by the regulatory authorities. Stakeholder engagement and management of concerns related to tax are handled at the business unit level. The guiding principle in resolving any tax-related concerns is full compliance to all tax regulations.
	207-2 Tax governance, control, and risk management	
	207-3 Stakeholder engagement and management of concerns related to tax	
	207-4 Country-by-country reporting	Not applicable
Materials		
GRI 3: Material Topics 2021	3-3 Management of material topics	2024 SMIC Sustainability Report, p. 45
GRI 301: Materials 2016	301-1 Materials used by weight or volume	2024 SMIC Sustainability Report, p. 45
	301-2 Recycled input materials used	2024 SMIC Sustainability Report, p. 45
	301-3 Reclaimed products and their packaging materials	2024 SMIC Sustainability Report, p. 45
Energy		
GRI 3: Material Topics 2021	3-3 Management of material topics	2024 SMIC Integrated Report, p. 48
GRI 302: Energy 2016	302-1 Energy consumption within the organization	2024 SMIC Sustainability Report, p. 48
	302-2 Energy consumption outside of the organization	2024 SMIC Sustainability Report, p. 48
	302-3 Energy intensity	2024 SMIC Sustainability Notes & Indices, p. 60
	302-4 Reduction of energy consumption	2024 SMIC Sustainability Report, p. 48
	302-5 Reductions in energy requirements of products and services	2024 SMIC Sustainability Report, p. 48

GRI STANDARD	Disclosure	Page Number(s), Direct Answer, URLs, or Reason for omission
Water and effluents		
GRI 3: Material Topics 2021	3-3 Management of material topics	2024 SMIC Integrated Report, p. 41
GRI 303: Water and Effluents 2018	303-1 Interactions with water as a shared resource	Refer to Atlas Mining Sustainability Report 2024
	303-2 Management of water discharge-related impacts	We are actively implementing responsible water management practices across our businesses while a formal evaluation of water discharge-impacts has not yet been conducted.
	303-3 Water withdrawal	2024 SMIC Sustainability Report, p. 48
	303-4 Water discharge	2024 SMIC Sustainability Notes & Indices, p. 59
	303-5 Water consumption	16 million cubic meter
Biodiversity		
GRI 3: Material Topics 2021	3-3 Management of material topics	2024 SMIC Sustainability Report, p. 42
GRI 304: Biodiversity 2016	304-1 Operational sites owned, leased, managed in, or adjacent to, protected areas and areas of high biodiversity value outside protected areas	Hamilo Coast
	304-2 Significant impacts of activities, products and services on biodiversity	Hamilo Coast is home to one of the largest mangrove areas in Nasugbu, Batangas, spanning 240,000 square meters with 50,000 mangroves planted. This extensive ecosystem plays a crucial role in coastal protection, biodiversity conservation, and climate resilience.
	304-3 Habitats protected or restored	Three of our coves, namely Pico de Loro, Etayo and Santelmo, are declared Marine Protected Areas since 2009.
	304-4 IUCN Red List species and national conservation list species with habitats in areas affected by operations	None
Emissions		
GRI 3: Material Topics 2021	3-3 Management of material topics	2024 SMIC Integrated Report, p. 17
GRI 305: Emissions 2016	305-1 Direct (Scope 1) GHG emissions	2024 SMIC Sustainability Report, p. 49
	305-2 Energy indirect (Scope 2) GHG emissions	2024 SMIC Sustainability Report, p. 49
	305-3 Other indirect (Scope 3) GHG emissions	2024 SMIC Sustainability Report, p. 49
	305-4 GHG emissions intensity	2024 SMIC Sustainability Notes & Indices, p. 60
	305-5 Reduction of GHG emissions	2024 SMIC Sustainability Report, p. 49
	305-6 Emissions of ozone-depleting substances (ODS)	2024 SMIC Sustainability Notes & Indices, p. 59
	305-7 Nitrogen oxides (NOx), sulfur oxides (SOx), and other significant air emissions	2024 SMIC Sustainability Notes & Indices, p. 60

GRI STANDARD	Disclosure	Page Number(s), Direct Answer, URLs, or Reason for omission
Waste		
GRI 3: Material Topics 2021	3-3 Management of material topics	2024 SMIC Integrated Report, p. 16
GRI 306: Waste 2020	306-1 Waste generation and significant waste-related impacts	2024 SMIC Sustainability Report, p. 48
	306-2 Management of significant waste-related impacts	2024 SMIC Sustainability Report, p. 48
	306-3 Waste generated	2024 SMIC Sustainability Report, p. 48
	306-4 Waste diverted from disposal	2024 SMIC Sustainability Report, p. 48
	306-5 Waste directed to disposal	2024 SMIC Sustainability Report, p. 48
Supplier environmental assessment		
GRI 3: Material Topics 2021	3-3 Management of material topics	2024 SMIC Integrated Report, p. 42
GRI 308: Supplier Environmental Assessment 2016	308-1 New suppliers that were screened using environmental criteria	Information not available. However, we have identified suppliers that carry products following our Supplier Code of Ethics.
	308-2 Negative environmental impacts in the supply chain and actions taken	None
Employment		
GRI 3: Material Topics 2021	3-3 Management of material topics	2024 SMIC Sustainability Report, pp. 10, 13, 15
GRI 401: Employment 2016	401-1 New employee hires and employee turnover	2024 SMIC Sustainability Report, p. 47
	401-2 Benefits provided to full-time employees that are not provided to temporary or part-time employees	We do not disclose this information due to confidentiality constraints.
	401-3 Parental leave	2024 SMIC Sustainability Report, p. 47
Labor/management relations		
GRI 402: Labor/ Management Relations 2016	402-1 Minimum notice periods regarding operational changes	One month minimum notice, per Department of Labor and Employment (DOLE) regulations.
Occupational health and safety		
GRI 3: Material Topics 2021	3-3 Management of material topics	SMIC is committed to the protection of health, safety and wellbeing of all members of the organization including its subsidiaries. The Company strives to promote a strong and sustainable culture that will facilitate the awareness of risk and the prevention of injury and illness.

GRI STANDARD	Disclosure	Page Number(s), Direct Answer, URLs, or Reason for omission
GRI 403: Occupational Health and Safety 2018	403-1 Occupational health and safety management system	Please refer to OHS Policy
	403-2 Hazard identification, risk assessment, and incident investigation	Enterprise Risk Management Process, p. 4 (https://www.sminvestments.com/wp-content/uploads/2024/07/SM-ERM-2024w.pdf)
	403-3 Occupational health services	We prioritize employee well-being by providing healthcare insurance coverage, mobile clinics for annual physical exams, paid time off, and maternity leave. We have qualified occupational health nurses and doctors in our office clinics who are readily available to offer immediate treatment to our employees.
	403-4 Worker participation, consultation, and communication on occupational health and safety	2024 SMIC Integrated Report, p. 58
	403-5 Worker training on occupational health and safety	2024 SMIC Sustainability Report, p. 47
	403-6 Promotion of worker health	The company has a functional clinic where medical specialists are available from Monday to Friday. We also have a 24/7 roving ambulatory services and functional medical staffs to handle any emergency within the vicinity of SM MOA Complex
	403-7 Prevention and mitigation of occupational health and safety impacts directly linked by business relationships	Enterprise Risk Management Process, p. 4 (https://www.sminvestments.com/wp-content/uploads/2024/07/SM-ERM-2024w.pdf)
	403-8 Workers covered by an occupational health and safety management system	All employees
	403-9 Work-related injuries	2024 SMIC Sustainability Report, p. 47
	403-10 Work-related ill health	2024 SMIC Sustainability Report, p. 47
Training and education		
GRI 3: Material Topics 2021	3-3 Management of material topics	2024 SMIC Integrated Report, p. 43
GRI 404: Training and Education 2016	404-1 Average hours of training per year per employee	2024 SMIC Sustainability Report, p. 47
	404-2 Programs for upgrading employee skills and transition assistance programs	We established the SM Sustainability School to ingrain sustainability knowledge to different lines of works and industries within the SM Group. LinkedIn Learning is also provided to all employees of SMIC to make in-demand skills training available for them. This platform helps employees build competencies relevant to their job.
	404-3 Percentage of employees receiving regular performance and career development reviews	2024 SMIC Sustainability Report, p. 47
Diversity and equal opportunity		
GRI 3: Material Topics 2021	3-3 Management of material topics	2024 SMIC Sustainability Report, p. 10
GRI 405: Diversity and Equal Opportunity 2016	405-1 Diversity of governance bodies and employees	2024 SMIC Sustainability Report, p. 47
	405-2 Ratio of basic salary and remuneration of women to men	We do not disclose this matter due to confidentiality constraints.

GRI STANDARD	Disclosure	Page Number(s), Direct Answer, URLs, or Reason for omission
Non-discrimination		
GRI 3: Material Topics 2021	3-3 Management of material topics	SMIC is committed to providing a working environment that is safe and free from harassment (including sexual harassment) for all its employees and will not tolerate any form of behavior that is based upon an individual's sex, sexual orientation, race, ethnicity, national origin, age and religion.
GRI 406: Non-discrimination 2016	406-1 Incidents of discrimination and corrective actions taken	There were no incidents of discrimination reported during the reporting year.
Freedom of association and collective bargaining		
GRI 3: Material Topics 2021	3-3 Management of material topics	2024 SMIC Sustainability Report, pp. 10, 50
GRI 407: Freedom of Association and Collective Bargaining 2016	407-1 Operations and suppliers in which the right to freedom of association and collective bargaining may be at risk	None
Child labor		
GRI 3: Material Topics 2021	3-3 Management of material topics	2024 SMIC Sustainability Report, pp. 10, 50
GRI 408: Child Labor 2016	408-1 Operations and suppliers at significant risk for incidents of child labor	None
Forced or compulsory labor		
GRI 3: Material Topics 2021	3-3 Management of material topics	2024 SMIC Sustainability Report, pp. 10, 50
GRI 409: Forced or Compulsory Labor 2016	409-1 Operations and suppliers at significant risk for incidents of forced or compulsory labor	None
Security practices		
GRI 3: Material Topics 2021	3-3 Management of material topics	All newly hired security personnel are required to attend mandatory SM Security Orientation Seminar, which includes but not limited to topics on human rights, laws on arrest, search, seizures and anti-violence against children and women.
GRI 410: Security Practices 2016	410-1 Security personnel trained in human rights policies or procedures	
Rights of indigenous peoples		
GRI 3: Material Topics 2021	3-3 Management of material topics	2024 SMIC Sustainability Report, pp. 10, 50
GRI 411: Rights of Indigenous Peoples 2016	411-1 Incidents of violations involving rights of indigenous peoples	There were no incidents of violations involving rights of indigenous peoples during the reporting year.
Local communities		
GRI 3: Material Topics 2021	3-3 Management of material topics	2024 SMIC Sustainability Report, p. 10
GRI 413: Local Communities 2016	413-1 Operations with local community engagement, impact assessments, and development programs	2024 SMIC Sustainability Report, pp. 6-7, 40; SM Foundation website
	413-2 Operations with significant actual and potential negative impacts on local communities	None

GRI STANDARD	Disclosure	Page Number(s), Direct Answer, URLs, or Reason for omission
Supplier social assessment		
GRI 3: Material Topics 2021	3-3 Management of material topics	2024 SMIC Sustainability Report, p. 10
GRI 414: Supplier Social Assessment 2016	414-1 New suppliers that were screened using social criteria	Information not available. However, we have identified suppliers that carry products following our Supplier Code of Ethics.
	414-2 Negative social impacts in the supply chain and actions taken	None
Public policy		
GRI 415: Public Policy 2016	415-1 Political contributions	There were no political contributions made by the company during the reporting year.
Customer health and safety		
GRI 416: Customer Health and Safety 2016	416-1 Assessment of the health and safety impacts of product and service categories	SM Retail Inc. is committed to customer health and safety. The Company has the following policies to address these topics: Responsible Labeling, Marketing and Packaging, Sustainable Supply Chain and Resource Management.
	416-2 Incidents of non-compliance concerning the health and safety impacts of products and services	Company/store guarantees compliance and continuous compliance with the requirements for conferment of the Department of Trade and Industry (DTI) Bagwis Award signifying that the company/store has no pending case or complaint filed with the DTI for violation of consumer laws on health and safety.
Marketing and labeling		
GRI 417: Marketing and Labeling 2016	417-1 Requirements for product and service information and labeling	SM Retail Inc's Responsible Labeling, Marketing and Packaging Policy includes our commitment to Truthful and Transparent Labeling: Whenever possible, we will work with our suppliers to use understandable language to communicate sustainability information to our consumers and ensure that all claims made on product labels are truthful and accurate. Whenever possible, we will work with our suppliers to ensure that sustainability information is communicated clearly and accurately on product labels.
	417-2 Incidents of non-compliance concerning product and service information and labeling	There were no incidents of non-compliance product and service information and labeling during the reporting year. For the SM Retail group, suppliers and manufacturers are primarily responsible for the products' truthful information and labeling.
	417-3 Incidents of non-compliance concerning marketing communications	There were no incidents of non-compliance concerning marketing communications during the reporting year.
Customer privacy		
GRI 418: Customer Privacy 2016	418-1 Substantiated complaints concerning breaches of customer privacy and losses of customer data	There were no incidents of substantiated complaints concerning breaches of customer privacy and losses of customer data during the reporting year.

Relevant SASB Content Index

SASB Code	Disclosure	Category & Unit Measure	Sections and/or Explanations
TR-AF-310A.2 CG-MR-330a.2 FB-FR-310a.4	Total monetary losses from legal proceedings associated with employment discrimination & labor laws	Currency	Nil
FB-FR-260a.1	Revenue from products labelled or marketed to promote health and nutrition attributes	Currency	Php53 billion (SM Retail)
FB-FR-270a.2	Total amount of monetary losses as a result of legal proceedings associated with marketing or labelling practices	Currency	Nil
	Revenue from products labelled as (1) containing genetically modified organisms GMOs and (2) non-GMO	Currency	We are in the process of setting up a methodology to collect the data.
FN-CB-240a.1	Number & Amount of loans outstanding that qualify for programs designed to promote MSME & Community Development	Currency	Please refer to BDO/Chinabank SASB Index
FN-CB-240a.2	Number and Amount of past due and nonaccrual loans or loans subject to forbearance that qualify for programs designed to promote MSME & Community Development	Currency	Please refer to BDO/Chinabank SASB Index
IF-EN-510a.2 TR-MT-510a.2	Total amount of monetary losses as a result of legal proceedings associated with charges of (1) bribery or corruption of (2) anti-competitive practices	Currency	Nil
FN-CB-510a.1	Total amount of monetary losses as a result of legal proceedings associated with fraud, insider trading, antitrust, anti-competitive behavior, market manipulation, malpractices, or other related financial industry laws or regulations	Currency	Nil
FN-CF-220a.2	Total amount of monetary losses as a result of legal proceedings associated with customer privacy	Currency	Nil
FN-CF-270a.5	Total amount of monetary losses as a result of legal proceedings associated with selling and servicing products	Currency	Nil
FN-CF-230a.2	Card-related fraud losses from card no present fraud and card present and other fraud	Currency	Not disclosed
FN-CB-240a.3	Number of no-cost retail checking accounts provided to previously unbanked or underbanked customers	QT	Please refer to BDO/Chinabank SASB Index
FN-CB-240a.4	Number of participants in financial literacy initiatives for unbanked, underbanked or underserved customers	QT	Please refer to BDO/Chinabank SASB Index

SASB Code	Disclosure	Category & Unit Measure	Sections and/or Explanations
FN-CN-410a.2	Description of approach to incorporation of ESG in credit analysis	Discussion	Please refer to BDO/Chinabank SASB Index
FN-CF-230a.2	Card-related fraud losses from card no present fraud and card present and other fraud	QT	Not disclosed
FN-CB-410a.1	Absolute gross financed emissions, disaggregated by Scope 1,2,3	QT	Our bank business has started to compute for their financed emissions as they engaged a third-party consultant to help assess these. More information will be disclosed in succeeding reports.
FN-CB-510a.2	Description of whistleblower policies & procedures	Discussion	2024 SMIC Integrated Report, p. 56
CG-MR-230a.1 FB-FR-230a.2 FN-CB-230a.2 FN-CF-230a.3	Description of approach to identifying and addressing data security risks	Discussion	The company conducts vulnerability assessment and penetration testing and incident reporting. Further details can be found in Enterprise Risk Management Process - https://www.sminvestments.com/wp-content/uploads/2024/07/SM-ERM-2024w.pdf
CG-MR-230a.2 FB-FR-230a.1 FN-CB-230a.1 FN-CF-320a.1	Number of data breaches, percentage that are personal data breaches, number of customers affected	QT	There were no reported data breaches during the reporting year.
FN-CB-410a.2	Description of approach to incorporation of environmental, social and governance (ESG) factors in credit analysis	Discussion	Please refer to BDO/Chinabank SASB Index
SV-HL-130a.1 TR-MT-110a.3 CG-MR-130a.1 EM-MM-130a.1 FB-FR-130a.1	Energy Management (Total enery consumed, percentage of grid electricity and % of renewables)	QT	2024 SMIC Sustainability Report, p. 48, 2024 SMIC Sustainability Notes & Indices, p. 59
SV-HL-140a.1 EM-MM-140a.1	Water Management (Total water withdrawn, water consumed, % of each in regions with High Water Stress)	QT	2024 SMIC Sustainability Report, p. 48

SASB Code	Disclosure	Category & Unit Measure	Sections and/or Explanations
EM-MM-150a.6	Total weight of hazardous waste generated	QT	2024 SMIC Sustainability Report, p. 48
TR-RO-110a.1 TR-MT-110a.1 TR-AF-110a.1 EM-MM-110a,1 FB-FR-110b.1	GHG Scope 1	QT	2024 SMIC Sustainability Report, p. 49
TR-RO-110a.2 TR-MT-110a.2 TR-AF-110a.2 EM-MM-110a.2	Discussion of short/long-term strategy to manage scope 1	Narrative	2024 SMIC Sustainability Notes & Indices, p. 54
TR-RO-110a.3 TR-MT-110a.3 TR-AF-110a.3 FB-FR-110a.1	Total Fuel Consumed (% of Natural gas, RE, alternative, sustainable)	QT	2024 SMIC Sustainability Report, p. 49
TR-RO-120a.1 TR-MT-120a.1 EM-MM-120a.1	Emissions on pollutants NOx (excluding N2O), Sox and PM10	QT	2024 SMIC Sustainability Notes & Indices, p. 60
IF-EN-320a.1 TR-RO-320a.1 TR-AF-320a.1 CG-MR-310a.2 EM-MM-320a.1	Total recordable incident rate, fatality rate of direct employees & contract employees	QT	2024 SMIC Sustainability Notes & Indices, p. 58
SV-HL-310a.1	Voluntary and Involuntary Turnover Rate for Employees	QT	2024 SMIC Sustainability Notes & Indices, p. 58
TR-MT-320a.1	Loss Time Incident Rate (LTR)	QT	2024 SMIC Sustainability Notes & Indices, p. 58
CG-MR-330a.1	Workforce Diversity % of gender, diversity group representation for executive management, non-executive management and other employees	QT	2024 SMIC Sustainability Report, p. 47
EM-MM-310a.1 FB-FR-310a.2	Percentage of active workforce employed under collective agreements	QT	2024 SMIC Sustainability Report, p. 47
TR-RO-540a.1 TR-MT-540a.1 TR-AF-540a.2 - 3	Number of Accidents & Incidents	QT	2024 SMIC Sustainability Notes & Indices, p. 58

SASB Code	Disclosure	Category & Unit Measure	Sections and/or Explanations
FB-FR-430a.4 CG-MR-410a.3	Discussion of strategies to reduce the environmental impact of packaging	Discussion	2024 SMIC Sustainability Report, p. 45
IF-EN-410a.1	Number of commissioned projects certified to a third-party multi-attribute sustainability standard and active projects seeking such certification	QT	7 Gold-certified LEED buildings 1 Silver-certified LEED buildings 7 EDGE certified buildings
FB-FR-250a.2	Number of recalls, number of units recalled, percentage of units recalled that are private label products	QT	No recalls occurred on SM Bonus products during the reporting year.
FB-FR-430a.2	Percentage of revenue from (1) eggs originated from cage-free environment and (2) pork produced without the use of gestation crates	QT	We do not offer cage-free eggs under the SM Bonus (SMB) brand. However, approximately 7% of our total egg sales came from cage-free sources from non-SMB brands during 2024.

Sustainability and Climate Risk Management Framework

Governance Structure and Approach:

SM Sustainability and Climate Risk Management Guiding Principles

	Environmental Principles	Social Principles	Sustainability Governance
SEEK	• Seek just transition to low carbon economy within manageable scopes of our businesses • Seek to support circular economy within our business operations • Seek healthy levels of planetary boundaries for climate change, biodiversity loss and land conversion	• Seek and upskill employees for retention & transition to a low-carbon future of work • Seek to uphold human rights, dignity, diversity and equal opportunity for inclusive societies • Seek a robust ecosystem for sustainable supply chain practices & provide growth opportunities for our MSME partners	• Seek to comply to regulation & adopt frameworks • Seek non-partisan politics that support activities for the greater good of the communities we serve • Seek to adopt to frameworks that meet investor expectation or other capital provider
REDUCE OR AVOID	• Reduce and avoid investments or use of materials that have significant irreversible impact to planetary boundaries • Reduce and avoid suppliers with activities that have direct significant irreversible impact to planetary boundaries	• Terminate suppliers with violations on human rights, child, compulsory and forced labor, or other violations that may have irreversible damage to our brand or deliver inacceptable level of safety to our customers	• Avoid activities & associations that may pose significant or irreversible ESG related liabilities resulting to suspension of our operations due to legal or social activism

SM Sustainability and Climate Risk Management Levels

	Environmental Risk	Social Risk	Sustainability Governance
Group-wide	• Significant impact on sustainability compliance with group-wide penalties, reputational damage or national scale social activism cross-referencing SM Group of Companies • Significant impact on the health of planetary boundaries of national scale social activism cross referencing SM Group of Companies • Significant or irreversible impact to nationally-controlled natural habitats, heritage lands and high risk biodiversity conservation areas	• Death & major threat to customer security, safety & life • Major issue or violation to customer, community or indigenous peoples' human rights of national scale social activism and media interest referencing the SM Group of Companies • Major supplier violation on human rights causing national scale social activism cross-referencing SM Group of Companies	• National scale interest on any social activism, social hearing, violation or inquiry of any ESG related matter • National scale legal violations on ESG related laws that are cross-referencing other SM business units • Significant impact in financial position, revenue, insurance
BU Level	• BU focused Operational level risks • BU focused Environmental Laws, IRR Compliance Risk (LGU & National Laws) • Localized impact (not irreversible)	• Operational labor related risks, including routine occupational health & safety standards • Host community level human rights, community development and social activism issues	• Local interest in social activism, hearing, inquiry on any ESG related matter • LGU level ESG related laws or IRR/ ordinances

SM Group Sustainability and Climate Risk Management Framework

Risk Response

Tolerate	Accept the risk in order to pursue the goal
Treat	Reduce the extent of exposure & likelihood of occurence of the risk
Terminate	Decide not to start or continue activity due to risk
Transfer	Sharing risk with another party (insurance, financing, agreements)

Risk Likelihood		Description	Certainty	Rationale
1	Low	Very low chance of occurence	0-10%	Has rarely occured over the past years
2	Medium	Likely/expected to occur	11%-50%	Has occured few times within the year
3	High	High likely to occure	51%-100%	Has occured many times either daily weekly or monthly

Metrics Targets

Follower	Reacts to requirements/mandates
Adopter	Proactively embraces new standards
Champion	Advocates for Industry
Leader	Places ESG as core to Strategy

Risk Impact (Financial)	Assets	Liabilities	Revenues	Net Income after Tax
LOW	< 5%	< 5%	< 5%	< 5%
MEDIUM	5% - 10%	5% - 10%	5% - 10%	5% - 10%
HIGH	>10%	>10%	>10%	>10%

Sustainability and Climate Risk Category	Environmental Sustainability
Risk Theme	Physical Climate Risks

Corporate Objective	To achieve business continuity and resilience for all SM facilities facilities creating stakeholder value & undisrupted stream of revenue despite increasing climate change hazards				
Risk identified	**Risk Assessment Score (Likelihood x Impact)**	**Risk Response (Tolerate, Treat, Terminate or Transfer)**	**Control Activities**	**Metrics and Targets (Follower, Adopter, Champion or Leader)**	**Monitoring & Reporting**
Climate Physical Risk on our assets and operations due ot acute weather patterns, increased flooding & chronic rising temperatures due to climate change (Resiliency Level of our assets on 1/100 years stress capacity may be reduced to 1/50 years)	RAS: Likelihood – High Impact – High	• Treat – we are incorporate sustainability/resiliency in infrastructure & BCP • Transfer – incorporate into insurance	• 10% CAPEX to incorporate sustainability/resiliency in building design features • TCFD assessment – each BU create a climate adaptation play as part of business continuity	• Adopter: Green Building Standards • Champion: advocating for resiliency UN ARISE • Leader: 10% of CAPEX to resiliency	• TCFD Reporting • Green Building Standards Reporting • IFRS S1 & S2 Reporting • Reporting Assurance • Sustainability Steering Committee

Sustainability and Climate Risk Category	Environmental Sustainability
Risk Theme	Transitional Climate Risks (Limited Renewable Energy)

Corporate Objective	To achieve carbon management in business operations group-wide as a strong foundation to a transition to a low-carbon economy				
Risk identified	**Risk Assessment Score (Likelihood x Impact)**	**Risk Response (Tolerate, Treat, Terminate or Transfer)**	**Control Activities**	**Metrics and Targets (Follower, Adopter, Champion or Leader)**	**Monitoring & Reporting**
Potential Liability and Investment Loss due to transition to low carbon economies due to limited renewable sources of energy	RAS: Likelihood – High Impact – High	• Treat – we are sourcing and looking for opportunity in renewable energy • Treat – Setting a Group-wide Carbon Management Target	• 99% of Group Carbon Emissions come from SMPH, SM Retail, 2GO, BDO and Atlas Mining: Carbon Management Roadmap • Energy Management Committee established to identify group-wide RE requirements & opportunities	• Adopter: TCFD Climate Mitigation • Champion: participation in national carbon policies • Adopter: Establishing 40-50% group wide GHG Target Reduction by 2040 • Leader: Renewable Energy in Business Investment	• TCFD Reporting • Green Building Standards Reporting • IFRS S1 & S2 Reporting • Reporting Assurance • Sustainability Steering Committee

Sustainability and Climate Risk Category	Environmental Sustainability
Risk Theme	Transitional Climate Risks (Carbon Tax)

Corporate Objective	To achieve carbon management in business operations group-wide as a strong foundation to a transition to a low-carbon economy				
Risk identified	**Risk Assessment Score (Likelihood x Impact)**	**Risk Response (Tolerate, Treat, Terminate or Transfer)**	**Control Activities**	**Metrics and Targets (Follower, Adopter, Champion or Leader)**	**Monitoring & Reporting**
Potential Carbon Tax in the Philippines	RAS: Likelihood – High Impact – High	• Treat – we are reducing our carbon footprint to minimize exposure to carbon tax beyond cap requirement per industry • Treat – Setting a Group-wide Carbon Management Target	• 99% of Group-Carbon Emissions come from SMPH, SM Retail, 2GO, BDO and Atlas Mining: Carbon Management Roadmap • Climate Steering Committee Management • Active participation in industry wide advocacy on national policies on carbon	• Adopter: TCFD Climate Mitigation • Champion: participation in national carbon policies • Leader: Renewable Energy in Business Investment	• TCFD Reporting • Green Building Standards Reporting • IFRS S1 & S2 Reporting • Reporting Assurance • Sustainability Steering Committee

Sustainability and Climate Risk Category	Social Sustainability
Sustainability & Climate Risk Theme	Customer and Community Safety & Rights

Corporate Objective	Deliver consistent customer and community safety in all our products and services as part of excellent customer service and advancing customer and human rights				
Risk identified	**Risk Assessment Score (Likelihood x Impact)**	**Risk Response (Tolerate, Treat, Terminate or Transfer)**	**Control Activities**	**Metrics and Targets (Follower, Adopter, Champion or Leader)**	**Monitoring & Reporting**
Potential risk to customer and community safety within our infrastructure and during the delivery of our products and services (ex. Vessel safety, food & product safety, infrastructure safety) which have reputational impact to SM as a trusted brand	RAS: Likelihood – Low Impact - High (rationale: if life is at risk, then it has group-wide impact to SM brand)	• Treat – Each BU supplier accreditation standards – now including sustainability • Treat – SM BUs implement health and safety standards as part of the sustainability management system	• Building Code Standards – all properties • Vessel Safety Standards & Protocols • Supplier Review Standards + SMIC working on accreditation standards to include sustainability + spot checks	• Follower: Meeting all government mandates (Food, Building and Vessel) • Champion: for property development, incorporating disaster risk reduction in plans	• TCFD Reporting • Green Building Standards Reporting • IFRS S1 & S2 Reporting • Reporting Assurance • Sustainability Steering Committee

Sustainability and Climate Risk Category	Environmental Sustainability
Risk Theme	Sustainability Regulation & Compliance

Corporate Objective	Develop a robust sustainability compliance strategy and management system at the group-wide level incorporated at the BU processes aligned to anticipated regulations/mandates				
Risk identified	**Risk Assessment Score (Likelihood x Impact)**	**Risk Response (Tolerate, Treat, Terminate or Transfer)**	**Control Activities**	**Metrics and Targets (Follower, Adopter, Champion or Leader)**	**Monitoring & Reporting**
A challenge for business units ability to quickly pivot process to meet increasing environmental regulations + cost of compliance thereby increasing penalties, right to operate & reputational risk due to increasing sustainability regulations and global standards (Including EPR, ECC, CREVI, RE)	RAS: Likelihood – High Impact – High	• Treat – Each BU has a Sustainability Roadmap for Compliance • Treat SM Sustainability Office provides Sustainability Compliance Road map + Guidance	• EPR Compliance 40% in 2024, 50% in 2025, 60% in 2026; 70% in 2027 and 80% in 2028 • Sustainability Compliance Team within the Sustainability Office • SM Prime x GUUN Partnership for Waste to Energy • Study on Limestone as alternative to plastic • Active Engagement with Public Sector – DENR + DOST • BU – Inventory Cost of Compliance	• Follower: EPR Compliance + ECC • Champion: participation in national carbon policies (focusing on plastic alternative) • Leader: Waste to Energy	• TCFD Reporting • Green Building Standards Reporting • IFRS S1 & S2 Reporting • Reporting Assurance • Sustainability Steering Committee

Sustainability and Climate Risk Category	Emerging Risk
Risk Theme	Artificial Intelligence Sustainability

Corporate Objective	Develop a robust sustainability compliance strategy and management system at the group-wide level incorporated at the BU processes aligned to anticipated regulations/mandates				
Risk identified	**Risk Assessment Score (Likelihood x Impact)**	**Risk Response (Tolerate, Treat, Terminate or Transfer)**	**Control Activities**	**Metrics and Targets (Follower, Adopter, Champion or Leader)**	**Monitoring & Reporting**
Uncharted landscape with the integration of AI in material sustainability issues including ESG Investment Analysis including discriminating algorithms, data labeling & lack of industry understanding; environmental impact on cooling equipment (Including ESG Scorecards & Analytics)	Likelihood – pending analysis Pending impact due to technological advancement Limited Exposure to 3rd party ESG Analytics	• Tolerate – impending innovation which we simply need to adapt to	• To be determined as part of the Enterprise Risk Management Plan	• To be Determined	• IFRS S1 & S2 Reporting Reporting Assurance Sustainability Steering Committee

SM Group GHG Management Plan

The Philippines has set an aspirational goal to reduce its carbon emissions by 75%, of which 2.71% is unconditional while 72.29% is conditional, with majority of the country's emissions coming from energy sources. In conjunction, The National Renewable Energy Program aims for 35% of the power generation mix to come from renewable energy sources by 2030 and 50% by 2040.

At SM, 95% of the group's GHG emissions come from SM Prime, SM Retail, Atlas Mining and 2GO. With the establishment of the SM Group GHG Management Plan, each of the businesses developed their respective roadmaps focused on operational efficiency, energy efficiency, use of renewable energy, and other targeted efforts. This practical approach aims for a collective outcome of up to 40% reduction in the SM group's GHG emissions by 2040 on a 2019 baseline. Initiatives towards this aim have been identified and are being pursued. This reduction aim contributes to the Philippine renewable energy transition goals and the country's nationally determined contribution for carbon reduction.

Equal Opportunity Framework

Under the leadership of Group Diversity Officer, Ms. Lizanne Uychaco, SMIC presents a simple framework on how each business unit can introduce equal opportunity. This framework is the basis for consolidated group-wide performance reporting. The business units build upon this framework and develop their respective unique frameworks.

Our Broad Equal Opportunity Principles

Our Equal Opportunity Framework

POLICIES

1. We have a designated officer responsible for driving diversity, equity and inclusion in our organization.
2. We have an EQUAL OPPORTUNITY policy which articulates our commitment to provide equal employment opportunities for all applicants and employees, regardless of race, religion, gender, national origin, age or marital status
3. We have a MERITOCRACY policy which articulates our commitment to reward and promote employees based on performance, merit and contribution to the company's goals and objectives.

FACILITIES

In SM Offices, we ensure that we have adequate facilities for ease in mobility.

1. Gender Neutral Washroom
2. Non-Denominational, Ecumenical Meditation Room
3. PWD-Friendly pathways
4. Breastfeeding Room for Nursing Mothers

PERFORMANCE METRICS & DISCLOSURES

We safeguard our equal opportunity work culture by measuring our performance.

- Percentage of Gender Share
- Percentage of Various Religious Affiliation
- Percentage of internal promotions, by rank, by gender
- Percentage of Women occupying senior leadership roles
- Percentage of Women in Board
- Percentage of Employees Trained by gender by rank

SMIC Sustainability Policy and Management System

Sustainability Policy – this serves as the overarching policy on which the Management System is developed consisting of Topic Specific Policies with Implementing Guidelines

Management System

Anti-Bribery and Anti-Corruption Policy
Anti-Discrimination and Anti-Harassment Policy
Climate Action Policy
Environmental Protection Policy
Equal Opportunity Policy
Human Rights Policy
Operational Health and Safety Policy
Resource Management Policy
Stakeholder Engagement Policy
Sustainability & Climate Risk Management Policy
Sustainable Supply Chain Policy
Sustainability Governance and Implementing Rules and Regulations

To view the SM Sustainability Policy and Management System, please scan here.
link: https://www.sminvestments.com/2024smicintegratedreport/sustainability_management_system_2024/

SM Retail Sustainability Policy and Management System

Sustainability Policy – aligned to the SMIC Sustainability Policy, this serves as the overarching policy on which the Management System is developed consisting of Topic Specific Policies with Implement Guidelines for SM Retail

Anti-Bribery and Anti-Corruption Policy
Anti-Sexual Harassment Policy
Climate Policy Statement
Data Privacy
Employee Welfare Policy
Environmental Protection Policy
Equal Opportunity Policy
Human Rights Policy
Occupational Health and Safety Policy
Resource Management Policy
Responsible Marketing Labeling and Packaging Policy
Stakeholder Engagement Policy
Sustainability & Climate Risk Management Policy
Sustainable Supply Chain Policy

SM Retail Sustainability Management System, please scan here.
link: https://www.sminvestments.com/2024smicintegratedreport/sm_retail_sustainability_management_system_2024/

Social Sustainability Data

We are an equal opportunity provider, upholding the culture of meritocracy and women empowerment.

Employee Demographics	2024	2023
Total Headcount	**142,191**	**130,997**
By Business Unit		
SMIC Parent	407	395
SM Retail Parent	1,539	1,499
SM Specialty Stores	21,836	21,337
The SM Store	9,435	10,361
SM Markets	29,131	21,331
SM Prime	13,747	12,927
BDO	44,097	41,647
Chinabank	11,448	10,725
2GO	1,778	1,795
Belle	64	417
Atlas Mining	2,954	2,817
SM Foundation	31	27
Airspeed	973	944
PGPC	352	342
Goldilocks	4,310	4,345
PULS	89	88
By Contract		
Permanent Employees	140,540	128,899
Fixed-Term Employees	1,651	2,098
By Gender		
Male	51,298	48,043
Female	90,893	82,954
By Age Group		
Below 30 years old	67,067	60,342
Between 30-50 years old	67,252	63,484
Above 50 years old	7,872	7,171
By Level		
Rank and File	90,637	81,802
Junior Management	30,494	30,181
Middle Management	17,432	15,803
Senior Management	3,628	3,211
By Region		
NCR	33,417	35,965
Luzon	80,796	66,035
Visayas	16,250	14,727
Mindanao	10,791	9,521
Outside the Philippines	937	882
Total PWD Headcount	**90**	**37**
Total Non-Filipino Headcount	**866**	**813**

Gender Diversity	2024		2023	
By Job Function and Gender	Male	Female	Male	Female
Revenue-generating Functions	**24,811**	**56,631**	**23,495**	**53,073**
Sales	24,811	56,631	23,495	53,073
STEM-related Functions	**3,307**	**1,118**	**4,427**	**1,324**
Information Technology	2,332	938	2,467	911
Engineering	975	180	1,960	413
By Level and Gender	Male	Female	Male	Female
Rank and File	29,624	53,842	28,832	51,895
Junior Management	8,720	16,626	10,752	18,434
Middle Management	5,506	9,082	6,136	9,665
Senior Management	1,419	1,974	1,345	1,840

Inclusive Facilities	2024	2023
No. of Gender-Neutral Washrooms	171	nil
No. of Non-Denominational Meditation Rooms	19	nil
No. of PWD Pathways	787	nil
No. of Nursing Stations	814	nil

New Hires	2024	2023
Hiring Rate	**30%**	**31%**
Total New Hires	**42,766**	**39,316**
By Gender		
Male	16,775	18,304
Female	25,991	21,012
By Age Group		
Below 30 years old	34,334	31,412
Between 30-50 years old	8,158	7,645
Above 50 years old	274	259
By Level		
Rank and File	35,723	nil
Junior Management	4,663	nil
Middle Management	2,025	nil
Senior Management	355	nil
By Region		
NCR	12,146	10,889
Luzon	24,362	20,399
Visayas	3,743	4,177
Mindanao	2,472	2,475
Outside the Philippines	43	183

Employee Appraisals	2024	2023
Appraisal Rate	**94%**	**99%**
Total Employees Eligible for Appraisal	**107,039**	**80,028**
Total Employees Appraised	**100,282**	**79,769**
By Gender		
Male	35,006	32,636
Female	65,276	47,126
By Level		
Rank and File	64,272	45,117
Junior Management	21,213	20,013
Middle Management	11,747	12,183
Senior Management	3,050	2,456

Employee Promotions	2024	2023
Total Employees Promoted	**13,313**	**14,128**
By Gender		
Male	3,314	3,393
Female	9,999	10,735
By Level		
Rank and File	5,536	6,269
Junior Management	4,660	4,441
Middle Management	2,613	2,680
Senior Management	504	465

Employee Trainings	2024	2023
Total Employee Training Hours	**7,306,879.76**	**3,206,893.84**
By Gender		
Male	3,181,523.90	954,096.68
Female	3,659,162.48	2,252,773.16
By Level		
Rank and File	4,416,021.63	1,491,753.18
Junior Management	1,688,599.85	735,342.20
Middle Management	644,001.36	759,165.65
Senior Management	92,063.54	220,632.82
By Training Type		
Leadership/Management	269,115.38	307,528.15
Skills/Technical	1,026,760.88	868,110.22
Occupational Health & Safety	3,066,434.63	261,999.75
Team Building	10,772.82	12,359.00
Others	2,467,603.16	1,629,810.02
Average Training Hours Per Employee	**51.39**	**24.48**
Per Male Employee	62.03	19.86
Per Female Employee	40.26	27.16
Per Rank and File Employee	48.72	18.24
Per Junior Management Employee	55.37	24.36
Per Middle Management Employee	36.94	48.04
Per Senior Management Employee	25.38	68.71
Total Amount Spent on Employee Trainings	**Php 213,178,523.10**	**Php 158,167,224.28**
Ave. Amount Spent on Training Per Employee	**Php 1,499.24**	**Php 1,207.41**

Employee Separations	2024	2023
Turnover Rate	**23%**	**26%**
Male Turnover Rate	25%	28%
Female Turnover Rate	23%	24%
Total Employee Separations	**32,937**	**32,935**
By Separation Type		
Voluntary	21,049	23,630
Involuntary	9,676	9,305
By Gender		
Male	12,796	13,196
Female	20,141	19,739
By Age Group		
Below 30 years old	21,389	22,371
Between 30-50 years old	8,604	9,646
Above 50 years old	732	918
By Level		
Rank and File	26,452	nil
Junior Management	4,291	nil
Middle Management	1,852	nil
Senior Management	342	nil
By Region		
NCR	9,142	9,078
Luzon	18,945	17,058
Visayas	2,732	3,669
Mindanao	2,017	2,332
Outside the Philippines	20	143

Parental Leaves	2024	2023
Paid Parental Leaves Offered		
Primary Parental Leave (No. of Weeks)	15	15
Secondary Parental Leave (No. of Weeks)	1	1
Total Employees who availed parental leave	**7,229**	**5,172**
Male	1,177	952
Female	6,052	4,220
Total Employees who returned to work after parental Leave	**6,595**	**4,175**
Male	1,133	946
Female	5,462	3,229
Total Employees who are due to return to work after parental leave	**2,199**	**2,041**
Male	300	516
Female	1,899	1,525
Total Employees who remain employed by the company 12 months after returning from parental leave	**5,871**	**3,923**
Male	1,000	807
Female	4,871	3,116
Return-to-Work Rate	**91%**	**81%**
Male Return-to-Work Rate	96%	99%
Female Return-to-Work Rate	90%	77%

Collective Bargaining Agreement (CBA)	2024	2023
Percentage of Employees covered by CBA	**20%**	**21%**
Total Employees covered by CBA	29,127	27,932

Occupational Health and Safety	2024	2023
Employees		
Total Safe Manhour	185,219,425.29	208,350,573.65
Total No. of Fatalities	2	2
Total No. of Lost-Time Incident	3,145	3,289
Contractors		
Total Safe Manhour	13,792,304.48	176,097,937.86
Total No. of Fatalities	2	2
Total No. of Lost-Time Incident	66	346

Restatement of Social Sustainability Data

As part of our ongoing commitment to improve the accuracy and transparency of our sustainability reporting, we have restated certain social data previously disclosed in our 2023 Integrated Report and 2023 Sustainability Notes. In 2023, we presented key social metrics in percentage terms for the breakdown. However, for 2024, we have shifted to reporting these metrics in absolute numbers to provide a clearer and more comprehensive view of our social sustainability data and to better understand the actual scale of our impact.

	2023 Restated	2023 Reported
Employees		
Total No. of Lost-Time Incident	3,289	685,797
Contractors		
Total No. of Lost-Time Incident	346	340,145

Environmental Sustainability Data

As part of our commitment to sustainability and environmental stewardship, we have identified and tracked key environmental performance indicators (KPIs) to monitor our impact. These KPIs help guide our operations toward reducing our ecological footprint and achieving our long-term environmental objectives.

Energy		
Electricity Consumption in kWh	**2024**	**2023**
Within the Organization	**2,154,740,336.09**	**2,082,023,248.89**
Non-Renewable Energy Sources	1,653,002,366.21	1,602,091,727.46
Purchased from the Grid	1,653,002,366.21	1,602,091,727.46
Renewable Energy Sources	501,737,969.88	479,931,521.43
Self-generated from Solar Panels	40,248,949.74	16,207,156.02
Self-generated from Geothermal Steam fields	23,351,327.04	24,659,053.21
Purchased through PPAs, RECs, etc.	438,137,693.10	439,065,312.20
Outside the Organization	**851,049,673.92**	**789,846,042.65**
Non-Renewable Energy Sources	556,828,155.41	514,497,623.35
Purchased from the grid	556,828,155.41	514,497,623.35
Renewable Energy Sources	294,221,518.51	275,348,419.30
Self-generated from Solar Panels	199,334.56	nil
Purchased through PPAs, RECs, etc.	294,022,183.95	275,348,419.30
Fuel Consumption in liters	**2024**	**2023**
Within the Organization	**153,204,416.89**	**171,377,107.41**
Generator Set (Diesel)	5,548,177.18	2,292,474.01
Transport Vehicle (Diesel)	3,735,767.55	2,579,600.52
Transport Vehicle (Gasoline)	231,862.13	123,219.48
Other Diesel Consumption	57,372,815.52	49,914,974.13
Other Gasoline Consumption	34,703.33	140,424.18
Shipping/Bunker Fuel	84,474,571.00	57,212,490.00
Heating and Cooking (LPG)	1,806,520.18	59,113,925.07
Compressed Natural Gas	nil	nil
Outside the Organization	1,441,080,884.35	**2,518,589.24**
Generator Set (Diesel)	65,652.17	5,812.00
Transport Vehicle (Diesel)	1,391,132.91	1,440,804.61
Transport Vehicle (Gasoline)	9,418.61	32,928.79
Other Diesel Consumption	501,525.49	1,031,337.53
Other Gasoline Consumption	348.47	97.00
Shipping/Bunker Fuel	nil	nil
Heating and Cooking (LPG)	1,439,112,806.70	7,609.31
Compressed Natural Gas	nil	nil
Refrigerant Consumption in kilograms	**2024**	**2023**
Within the Organization	**224,167.59**	**7,930.50**
Hydrofluorocarbons (HFCs)	191,165.95	4,479.38
Hydrochlorofluorocarbons (HCFCs)	32,995.64	3,445.12
Chlorofluorocarbons (CFCs)	6.00	6.00
Outside the Organization	**37.20**	**213.60**
Hydrofluorocarbons (HFCs)	37.20	213.60
Hydrochlorofluorocarbons (HCFCs)	nil	nil
Chlorofluorocarbons (CFCs)	nil	nil

Water		
Water Withdrawal in cubic meters	**2024**	**2023**
Water Withdrawal	**40,579,777.56**	**42,335,093.47**
Third-party utility provider	23,317,049.10	23,458,792.37
Surface water	16,528,149.31	16,954,225.00
Rainwater harvesting	150,330.80	95,983.90
Groundwater	nil	nil
Deep well	361,233.53	450,165.71
Seawater	175,665.45	95,128.00
Water hauling	47,349.37	1,280,798.48
Water Discharge in cubic meters	**2024**	**2023**
Water Discharge	**24,532,656.40**	**25,107,580.72**
Third-party utility provider	10,317,826.29	12,125,991.70
Surface water	722,012.74	1,160,373.03
Groundwater	893.00	nil
Seawater	113,237.47	nil
Tailings	13,378,686.90	11,821,215.99
Water Recycled in cubic meters	**2024**	**2023**
Water Recycled	**15,694,279.99**	**14,255,529.58**
Water Recycling Rate	**39%**	**34%**
Waste		
Waste Generated in kilograms	**2024**	**2023**
Waste Generated	**318,560,815.82**	**180,901,103.91**
Biodegradable/Compostable Waste	189,305,588.17	95,945,417.54
Recyclable Waste	12,080,338.43	17,388,718.45
Residual/Disposable Waste	104,161,103.26	53,594,432.81
Hazardous Waste	6,261,281.32	4,985,846.08
Other Waste	6,752,504.64	8,986,689.03
Waste Disposal in kilograms	**2024**	**2023**
Waste Disposal	**305,665,935.47**	**109,985,302.07**
Collected by Accredited Hauler	295,368,887.65	84,810,980.05
Composted	179,231.00	5,300,497.03
Recycled/Reused	3,723,541.57	12,203,436.63
Sold	5,492,233.65	6,743,665.56
Disposed/Sent to Landfill	825,300.78	921,748.81
Others	76,740.82	4,974.00
GHG Emissions		
Total GHG Emissions in $MTCO_2e$	**2024**	**2023**
Total GHG Emissions	**5,188,404.55**	**2,595,378.76**
Scope 1	821,867.22	441,689.81
Scope 2 Location-based	1,450,493.83	1,417,978.24
Scope 3	2,916,043.51	735,710.71

GHG Emissions		
Scope 1 Emissions in $MTCO_2e$	**2024**	**2023**
Total Scope 1 Emissions	**821,867.22**	**441,689.81**
By Business		
Retail	5,031.81	3,753.46
Property	343,209.30	105,651.57
Banking	5,042.51	3,598.38
Portfolio Investments	468,583.60	328,686.40
By Greenhouse Gas		
Carbon dioxide	819,297.51	439,543.98
Methane	1,604.36	1,386.89
Nitrous oxide	970.79	758.94
Scope 2 Emissions in $MTCO_2e$	**2024**	**2023**
Total Scope 2 Emissions Location-based	**1,450,493.83**	**1,417,978.24**
By Business		
Retail	305,749.60	318,789.24
Property	748,799.76	692,856.37
Banking	61,179.65	83,310.57
Portfolio Investments	334,764.82	323,021.69
By Region		
Philippines	1,385,105.07	1,363,496.91
China	65,388.76	54,397.24
Hong Kong	nil	47.22
Singapore	nil	36.51
Total Scope 2 Emissions Market-based	**1,143,449.00**	**1,114,232.45**
By Business		
Retail	250,236.59	269,701.12
Property	514,164.27	456,084.49
Banking	53,010.84	76,055.00
Portfolio Investments	326,037.30	312,391.83
Total Scope 3 Emissions by Category in $MTCO_2e$	**2024**	**2023**
Total Scope 3 Emissions	**2,916,043.51**	**735,710.71**
By Category		
Category 1 (Purchased Goods and Services)	3,265.35	4,528.88
Category 2 (Capital Goods)	nil	182,410.71
Category 5 (Waste Generated in Operations)	481.77	457.62
Category 8 (Upstream Leased Assets)	31,397.84	7,783.96
Category 13 (Downstream Leased Assets)	2,880,898.55	540,529.53
GHG Emissions Intensity		
GHG Emissions Intensity in $MTCO_2e$ per million PHP Revenue	**2024**	**2023**
Total Revenues in million PHP	654,777	616,252
By Scope per Revenue in million PHP		
Scope 1 GHG Intensity	1.3	0.7
Scope 2 Location-based GHG Intensity	2.2	2.3
Scope 2 Market-based GHG Intensity	1.7	1.8
Scope 3 GHG Intensity	4.5	1.2
NOx and SOx Emissions		
NOx Emissions	**2024**	**2023**
Diesel (in grams per kilogram)	1,674,122,491.65	1,304,911,649.59
Gasoline (in grams per kilogram)	2,607,756.58	2,579,173.22
Industrial Fuel Oil (in grams per GJ)	151,496,654.09	102,605,043.34
Automotive Diesel Oil (in grams per GJ)	9,133,648.02	10,505,499.31
SOx Emissions	**2024**	**2023**
Diesel (in grams per kilogram)	250.84	195.52
Gasoline (in grams per kilogram)	0.59	0.59
Industrial Fuel Oil (in grams per GJ)	6,167,120.43	4,176,842.47
Automotive Diesel Oil (in grams per GJ)	2,480.74	2,853.35

Restatement of Environmental Sustainability Data

As part of our commitment to transparency and continuous improvement in our sustainability reporting, we have restated certain environmental sustainability metrics previously reported in our 2023 Integrated Report and 2023 Sustainability Notes. The changes reflect refinements in data collection methodologies, updates in measurement standards, and the inclusion of new data sources. This restatement provides a more accurate picture of our environmental impact.

Energy		
Electricity Consumption in kWh	**2023 Restated**	**2023 Reported**
Within the Organization	**2,082,023,248.89**	**1,640,998,202.40**
Non-Renewable Energy Sources	1,602,091,727.46	1,231,900,132.63
Renewable Energy Sources	479,931,521.43	409,098,069.77
Outside the Organization	**789,846,042.65**	**1,067,819,959.80**
Non-Renewable Energy Sources	514,497,623.35	728,884,466.35
Renewable Energy Sources	275,348,419.30	338,935,493.45
Fuel Consumption in liters	**2023 Restated**	**2023 Reported**
Within the Organization	**171,377,107.41**	**171,390,514.81**
Heating and Cooking (LPG)	59,113,925.07	59,127,332.48
Outside the Organization	**2,518,589.24**	**2,638,952.61**
Generator Set (Diesel)	5,812.00	120,769.81
Other Gasoline Consumption	97.00	3,547.00
Heating and Cooking (LPG)	7,609.31	9,564.87
Water		
Water Withdrawal in cubic meters	**2023 Restated**	**2023 Reported**
Water Withdrawal	**42,335,093.47**	**36,313,095.02**
Third-party utility provider	23,458,792.37	17,436,793.93
Water Discharge in cubic meters	**2023 Restated**	**2023 Reported**
Water Discharge	**25,107,580.72**	**25,252,265.63**
Third-party utility provider	12,125,991.70	12,238,837.33
Surface water	1,160,373.03	1,175,379.31
Groundwater	nil	16,351.00
Seawater	nil	482.00
Water Recycled in cubic meters	**2023 Restated**	**2023 Reported**
Water Recycled	**14,255,529.58**	**14,231,829.03**
Waste		
Waste Generated in kilograms	**2023 Restated**	**2023 Reported** in tonnes
Waste Generated	**180,901,103.91**	**181,012.76**
Biodegradable/Compostable Waste	95,945,417.54	95,945.42
Recyclable Waste	17,388,718.45	17,388.72
Residual/Disposable Waste	53,594,432.81	53,706.09
Hazardous Waste	4,985,846.08	4,985.85
Other Waste	8,986,689.03	8,986.69
Waste Disposal in kilograms	**2023 Restated**	**2023 Reported** in tonnes
Waste Disposal	**109,985,302.07**	**108,708.04**
Collected by Accredited Hauler	84,810,980.05	83,424.94
Composted	5,300,497.03	nil
Recycled/Reused	12,203,436.63	12,241.86
Sold	6,743,665.56	6,769.09
Disposed/Sent to Landfill	921,748.81	1,036.83
Others	4,974.00	5,235.31
GHG Emissions		
GHG Emissions in $MTCO_2e$	**2023 Restated**	**2023 Reported**
Total GHG Emissions	**2,595,378.76**	**2,791,932.82**
Scope 1	441,689.81	423,416.42
Scope 2 Location-based	1,417,978.24	1,430,981.16
Scope 3	735,710.71	937,535.25
Total Scope 3 GHG Emissions by Category in $MTCO_2e$	**2023 Restated**	**2023 Reported**
Category 1 (Purchased Goods and Services)	4,528.88	4,540.64
Category 8 (Upstream Leased Assets)	7,783.96	7,482.25
Category 13 (Downstream Leased Assets)	540,529.53	742,644.02

Our Scope 1, 2 and 3 emissions are consolidated following the operational control approach of the GHG Protocol. Moreover, GHG emissions were computed using the GHG Protocol's Emission Factors from Cross Sector Tool (March 2024) and Global Warming Potential Values (AR6), the 2019-2021 National Grid Emission Factors provided by DOE, the 2022 Grid Electricity Emission Factors provided by Carbon Footprint, the IGES List of Grid Emission Factors (October 2024) and the EPA's GHG Emission Factors Hub.

Company Information

SM Investments Corporation
10th Floor, One E-Com Center
Harbor Drive, Mall of Asia Complex
Pasay City, 1300 Philippines

Stockholder Inquiries

SM Investments Corporation's common stock is listed And traded in the Philippine Stock Exchange under the Symbol 'SM.' Inquiries regarding dividend payments, account status, address change, stock certificate and other pertinent matters may be addressed to the company's transfer agent:

BDO Unibank, Inc.
Trust and Investments Group –
Securities Services (Stock Transfer)
46th Floor, BDO Corporate Center Ortigas, East Tower
12 ADB Avenue, Ortigas Center, Mandaluyong City
Trunk Line: 8840-7000 local 57050
Direct Line: 8878-4961
E-mail: bdo-stocktransferteam2@bdo.com.ph

Sustainability Inquiries

Inquiries regarding SM Investments Corporation's sustainability programs, the Sustainability Report or this Sustainability Notes & Indices may be addressed to: ir@sminvestments.com or sustainability@sminvestments.com

SM INVESTMENTS

10th Floor, OneE-Com Center
Harbor Drive, Mall of Asia Complex
Pasay City, 1300 Philippines