

# Responsible investment



As a life and health insurer serving over a million people in Singapore, we are committed to strengthening resilience against financial and sustainability risks to safeguard our customers' long-term interests.



Our Responsible Investment approach is designed to protect and grow policyholders' assets while incorporating environmental, social and governance (ESG) considerations into decision-making. In doing so, we aim to deliver sustainable returns and create positive impact for the communities we serve and the planet we share.

## URY GAN

Chief Financial Officer

**03** Financing the transition to a low-carbon economy

**05** Decarbonising our portfolio

### About this brief

Company: Prudential Assurance Company Singapore, Pte Ltd

Reporting period: 1 Jan 2025 - 31 Dec 2025

Contact point: Tan Ping Ping, Head of Sustainability  
tan.ping.ping@prudential.com.sg



## Investing with purpose, guided by strong governance

Our investment approach is anchored in strong governance and a clear sustainability mandate. The Board of Directors provides ultimate oversight, ensuring our financial strategies align with long-term value creation for our customers and shareholders.

At the management level, the Investment Committee (IC) steers capital towards investments that deliver sustainable returns for our customers while the Ethics and Sustainability Committee (ESC) champions responsible investments and tracks progress against ESG targets. This governance framework empowers us to invest with purpose - shaping a future where financial growth and positive impact go hand in hand.

## Committed over US\$600 million to finance the transition to a low-carbon economy

As part of our responsible investment approach, we are committed to a just and inclusive transition — one that supports communities, enables infrastructure development, fosters innovation and equips the workforce with new skills. Financing this transition is critical to bridging the gap between today's carbon-intensive economy and a net-zero future. It ensures progress is orderly and fair, avoiding social disruption while accelerating innovation in sectors that cannot decarbonise overnight.

To guide our efforts, Prudential plc released its whitepaper "[Prudential's Financing the Transition framework](#)" in 2024. The paper outlines a framework for the different categories of investments which can contribute towards financing the transition. Since 2024, we have committed over US\$600 million to qualifying investments across the following funds:

**1 Eastspring Transition Fund**  
Launched in September of 2025, this fund aims to maximise long-term total return by investing in companies in the Asia Pacific ex-Japan region that are proactively decarbonising or enabling the energy transition through their products and services.

**2 Blackstone Energy Transition Partners IV**  
This energy transition-themed strategy targets opportunities in clean power, energy technologies and services, electric transmissions, energy efficiency, low-carbon transport and natural resources. It also targets to invest in projects which repurpose fossil fuel assets for lower-carbon uses - reducing waste while supporting electrification and energy transition.

**3 TPG Rise Climate II**  
This fund focuses on climate solutions in the areas of clean electrons (energy transition and green mobility), clean molecules (sustainable fuels and sustainable molecules) and negative emissions (carbon solutions).

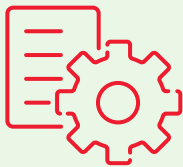
**4 Brookfield Catalytic Transition Fund**  
With a focus on deploying capital into clean energy and transition assets in emerging markets, this fund utilises catalytic capital to attract investors and accepts a capped return for the fund manager, passing on all returns beyond the cap to investors.

**5 EQT Transition Infrastructure Fund**  
This fund invests in companies that provide industrial, technological and operational expertise to help scale businesses and advance a decarbonised, climate-resilient future.

## Case Study: Eastspring Transition Strategy



Launched in **October 2025**, the **Eastspring Transition Strategy** supports Asia-Pacific's shift toward a low-carbon economy.



Guided by the Eastspring–Prudential Framework for Investing in Climate Transition in the Capital Markets, the Strategy targets companies that are aligned with or progressing towards sustainable finance guidelines, including those in high-emission sectors.

Portfolio companies are expected to generate revenue from climate mitigation or adaptation solutions and show early indicators of transition-aligned capital expenditure and innovation, while considering social aspects of a just transition.



One example is a diversified mining company undertaking credible transition efforts, despite the inherently high environmental impact of mining activities.



The company is scaling steel decarbonisation technologies to reduce operational emissions and mitigate exposure to future carbon taxes. It is also expanding its role in the extraction of transition minerals essential for wider grid decarbonisation, reflecting its strategic position in the global transition materials supply chain. These initiatives are supported by patents lodged at the extractives stage.

The company has set a target to achieve net-zero emissions by 2050, supported by the application of an internal carbon price and the proactive electrification of operations where feasible, including transportation and drilling equipment. This is underpinned by a comprehensive climate transition strategy across its business, alongside a continued focus on workplace health and safety. Eastspring's engagement with the company focuses on driving continued emissions reduction, enhancing carbon-pricing transparency, and strengthening the alignment between transition objectives and leadership incentives.



# Becoming a net zero asset owner by 2050

As a Group, our goal is to become a net zero asset owner by 2050. Since 2019, we have reduced the Weighted Average Carbon Intensity (WACI) of our Group investment portfolio by **53 per cent** as of end-2025. We are on track to achieve our interim target of a 55 per cent reduction by 2030, supporting our net zero ambition.

To reach this goal, we focus on three key actions:



## Investing in transition

We actively seek opportunities to invest in companies that are decarbonising their operations or developing innovative solutions to support the transition to a low-carbon economy.



## Proactive engagement

Through our asset management arm, Eastspring Investments, we actively engage with investee companies to promote sustainable practices and accelerate their decarbonisation efforts.



## Divesting strategically

We divest from investments that do not align with our decarbonisation goals, including companies that derive more than 30 per cent of their revenue from thermal coal.



We recognise that the path to decarbonisation is not always straightforward. As we help companies transition from 'brown' to 'green', we may encounter fluctuations in the carbon intensity of our investment portfolio. However, our commitment to responsible investment keeps us focused on long-term results.



**By integrating ESG considerations into our investment decisions and financing the transition, we aim to deliver stable financial returns for our policyholders and help build a resilient, net-zero economy.**