



GLP Capital Partners Responsible Investment Policy

2024

Contents

1. Introduction	3
2. Purpose	3
3. ESG commitment	4
4. ESG considerations	4
5. Governance structure	6
6. ESG integration	7
7. Reporting and disclosure	9
8. Review of policy	9

1. Introduction

GLP Capital Partners (“GCP” or the “Company”) is a leading global alternative asset manager specializing in real assets and private equity investing, with \$128 billion of total assets under management (AUM) as of December 31, 2023. Our global thematic investing approach and focus on creating scaled platforms within our investment themes has led to unparalleled leadership in high-growth Asian markets and a track record of success at scale in the U.S. and Europe.

We’ve built our business around values and are guided by a deep respect for our work and the people we serve. Out of respect for our stakeholders, we invest all capital as if it were our own, empower our people to build relationships locally and operate with autonomy and invest responsibly as well as seek to combat climate change. By staying true to our principles – trust, character, discipline and innovation – we’ve been able to deliver compelling returns.

GCP’s key investment strategies include Real Assets, Energy Transition, Digital Infrastructure, and Private Equity across the risk spectrum.

This Responsible Investment policy makes reference to the [GLP ESG Policy Framework](#), which articulates how GLP as our operating partner manages assets held by applicable GCP funds.

2. Purpose; Scope and Limitations

Recognizing that environmental, social and governance (ESG) factors are integral to long-term value creation for our investors, GCP actively considers material ESG risks and opportunities in our investment activities and operations where such risks and opportunities have the potential to cause a material adverse impact on the value of our investments.

This policy articulates our ESG commitments (Section 3), approach to embed ESG into our operations (Section 4), governance structure (Section 5), investment process (Section 6) and reporting and transparency processes (Section 7).

This policy applies to the global funds managed and/or advised by GCP, including our interactions with our perpetual fund and GLP as our operating partner, and is subject to all applicable laws and regulations. Where applicable, individual country-level and investment strategy specific policies are intended to align with the principles laid out herein.

This policy is intended to reflect the Company’s general framework for managing ESG issues through the lifecycle of an investment process. The Company’s ability to influence and exercise control over the companies and assets in which the funds invest will vary depending on the investment structure and terms. In cases where the Company determines it has limited ability to conduct diligence or to influence and control the consideration of ESG issues in connection with an investment, whether at the investment or at the fund-level, the Company will only apply those elements of this ESG policy that it determines to be practicable. Examples of such cases at the investment-level include where a fund is a minority shareholder, has limited governance rights or where other circumstances affect the fund’s ability to assess, set or monitor ESG-related performance goals.

For the avoidance of doubt, the application of this policy to a particular fund is subject to the detailed information set out in the relevant private placement memorandum, limited partnership agreement(s) and subscription agreement(s) (as applicable and including any amendments, and including any amendments, supplements and/or restatements here to).

3. ESG commitment

We support applicable industry ESG standards and frameworks and continue to evaluate their relevance and applicability to our business. We are a signatory to the UN-supported Principles for Responsible Investment (PRI), joined the UN Global Compact, and have submitted funds to GRESB and sought GRESB Green Star Designation.

We recognize the climate imperative under the Paris Agreement to limit global warming to well below 2°C and aim to pursue efforts to limit it to 1.5°C and are working towards implementing recommendations under the Taskforce on Climate-Related Financial Disclosure (TCFD) framework.

We aim to be a global leader in ESG because we believe that sustainability is an essential part of our long-term success as global corporate citizens. We will seek to update our ESG policy to meet or exceed evolving standards and expectations of our shareholders, investors, employees, partners, and communities.

4. ESG considerations

As a product of our shared history with GLP, GCP continues to work closely alongside GLP as an operating partner. Our sustainability principles are therefore drawn from GLP's ESG Policy Framework and have been selected based on consideration of our organization structure, fund offerings and operations to support the intent of GCP's sustainability commitment.

Our five sustainability principles are to:

- Build businesses and invest responsibly
- Govern with high-ethics and transparency
- Responsibly develop, manage and monitor assets
- Improve efficiency and enhance value
- Promote well-being

To support our sustainability principles, we have embedded the following ESG considerations in our five sustainability principles and across our business:

Build businesses and invest responsibly

- **Responsible investment:** GCP invests responsibly by incorporating material ESG factors¹ into the investment decision-making processes where relevant and exercising our influence to monitor and improve the ESG performance of our portfolio during the ownership period where possible. When considering a divestment, we review qualitative and quantitative factors including decarbonization measures and ESG performance to show value creation during our holding period. Our approach to ESG integration and stewardship varies based on asset class, level of influence, and specific values or requirements of our clients.

Govern with high-ethics and transparency

- **Ethics and governance:** GCP seeks to maintain a strong corporate governance framework that covers topics such as bribery, corruption, political contributions, or fraud, ensure cybersecurity, data

¹ For the purposes of this ESG Policy, "material" ESG factors are defined as those issues that the Firm determines have—or have the potential to have—a material impact on an organization's going-forward ability to create, preserve or erode economic value for that organization and its stakeholders.

protection and privacy, and we uphold ourselves to the fiduciary duty we owe to our shareholders and investors.

- **Human rights and labor standards:** GCP committed to conducting business ethically and embedding human rights and labor standards into our company operations. We understand our responsibility to respect human rights and to avoid complicity in human rights abuses in our own operations. We also seek to operate in compliance with applicable labor laws and prohibit the occurrence of modern slavery, forced labor, child labor, and human trafficking.

Supply chain management: GCP recognizes the importance of upholding sustainability principles in the value chain. We incorporate the principles in the procurement processes and policies to ensure GCP at the Company-level, as well as our suppliers, vendors and partners uphold standards of the same calibre, and conduct continuous monitoring to ensure their compliance with our ESG requirements.

Responsibly develop, manage and monitor assets

- **Climate action:** GCP recognizes that climate change is increasingly testing the conventional for-profit business model, challenging business model resilience, threatening supply chains and infrastructure and rendering communities vulnerable. Where feasible and in GCP's sole discretion, GCP will proactively seek to incorporate climate change risk assessments into our business and locations we operate and invest in overtime based on TCFD that cover covers physical and transition risk, and GRESB which extends to include social risk.
- **Real assets:** GCP will work with its operating partner GLP to responsibly develop, manage and monitor assets in accordance with the GLP ESG Policy Framework.

Improve efficiency and enhance value

- **Resource use:**
 - GCP will seek to minimize its resource use and environmental footprint at the company-level.
 - GCP will seek to minimize its impacts linked to water consumption, emissions and waste generation at the company-level.

Promote well-being

- **Health and safety:** The health and safety of our employees, contractors and sub-contractors across our portfolio is critical to the success of GCP. Our portfolio company management and GLP real estate property managers are responsible for ensuring consistent implementation of health and safety principles in our real asset portfolio and are required to employ effective health and safety measures to minimize health and safety risks. Such measures can include procurement requirements during construction, regular on-site safety training and incident management procedures.
- **Culture and talent retention:** At the Company-level, we believe people and culture are crucial to our success, and we seek to maintain a values-driven culture and attract and cultivate talent to continuously raise the standard for both performance and character, creating a dynamic culture of excellence, diversity, respect and trust through our talent management program.

- Diversity, equity, inclusion and belonging:** GCP understands the importance of maintaining a diverse and inclusive workforce and embraces differences which create a holistic representation of the global community we serve and will continue to promote such culture through our ongoing initiatives and programs.

5. Governance structure



Board and management oversight

GCP's management team has overall responsibility and accountability for ESG strategic direction and development of ESG commitments. The management team receives quarterly updates on the firm's ESG

initiatives from the Global ESG Council. GCP's Board of Directors receives information on ESG matters from the management team bi-annually.

Global ESG Council

The Global ESG Council is led by the Global Head of Sustainability and ESG and consists of members from every region and multiple functional disciplines including c-suite, management and global investment committee members. The Global ESG Council is responsible for managing matters relating to ESG, driving ESG initiatives and integration across the firm and developing innovative new ways to address our long term ESG goals. The Global ESG Council will meet at least quarterly to review ESG-related matters.

Regional/country ESG committees

Regional/country level ESG committees are established at the local level and are comprised of senior members from a variety of functional areas. Regional/country ESG committees are responsible for driving local ESG initiatives and implementation, collecting ESG data and collaborating with the Global ESG Council in managing matters related to ESG on a local level. Each Regional/country ESG committee will meet quarterly to review ESG-related matters.

Global and country investment committees

Investment committees are responsible for investment and fund formation review and approval as well as strategic oversight. Country investment committees oversee the initial review of investments in the specific region, while the Global Investment Committee will approve proposed investments based on a comprehensive investment review including ESG and climate-risk due diligence.

Investment teams

Investment teams are responsible for incorporating relevant ESG factors into the investment process, including conducting pre-acquisition ESG due diligence on proposed investments, capturing costs and relevant mitigants for ESG factors, as well as coordinating with external portfolio operations teams to monitor and report on the ESG performance of assets within the portfolio.

Asset management and operations

Asset management and operations teams serve a critical role to promote ESG considerations during the ownership period of real estate properties to encourage-compliance with applicable laws and regulations and promote ESG principles. Responsibilities can include measuring and monitoring key ESG data points such as biodiversity, community and customer engagement, health and safety as well as consumption data to evaluate operational carbon impact. All these metrics are used to formulate a tangible plan to address climate risks challenges and avoid stranded assets.

6. ESG integration

GCP's Responsible Investment policy covers our real assets, digital infrastructure, and private equity investments. Energy transition funds may adopt entity level policies and requirements to meet obligations and/or local regulations.

Real assets

GCP integrates ESG across the investment lifecycle, including screening and due diligence, ownership, monitoring, and exit.



Pre-acquisition ESG screening: GCP will undertake an initial screening to review the investment opportunity's inherent risks and to inform the scope of ESG due diligence. Opportunities that trigger our own or our investment partners' exclusion criteria will not be considered for investment.

ESG due diligence: ESG due diligence is conducted for investment opportunities, considering material ESG issues to identify the potential risks and opportunities associated as well as internal controls in place to mitigate such risks. Upon completion of ESG due diligence, an approval with recommendations and guidance will be provided for further transaction execution.

Management: GCP values our relationship with our stakeholders and will ensure that as part of our operations, the interactions with key stakeholders is protocol driven and can identify and address evolving needs and challenges. GCP aims to integrate stakeholder engagement into business operations as an inclusive and continuous process.

The management of material ESG factors during ownership is conducted in accordance with the GLP ESG Policy Framework by GCP's portfolio company management and real asset property manager, GLP.

Material ESG issues are incorporated into the selection, appointment, and monitoring process of external property managers, including GLP as an affiliated company. GCP and/or GLP may engage with external property managers on certain ESG matters which may include: ESG best practices, ESG KPI reporting and disclosures (including GRESB submission), green building certifications, and tenant engagement.

Monitoring: GCP supports better disclosure of ESG data, with an aim to help stakeholders optimize the use of data within the bounds of policies and regulations so they can make informed decisions, through data monitoring and reporting. Assets are required to report on certain ESG metrics and sign up to specific standards/ frameworks where appropriate. A list of metrics collected may include:

- Energy consumption
- Renewable energy consumption
- Greenhouse gas emissions
- Water consumption
- Waste generation, treatment, and recycling
- Green building and energy certifications
- Labor and working conditions
- Health and safety performance
- Tenant engagement and satisfaction

Exit: In the instance of an exit, GCP will consider environmental and social considerations when preparing an exit memo for potential investors and/or buyers, highlighting the ESG performance of the asset and/or fund over the years of GCP's ownership and management.

Private equity

Aligned with PRI's guidance, GCP aims to integrate material ESG factors into our investment lifecycle and is working to drive continuous improvement throughout our holding period via our engagement activities. We use specific toolkits to screen, monitor, and manage our investments and improvement plans are reviewed at investment committee meetings.

7. Reporting and disclosure

GCP has invested in a comprehensive ESG data management system "OneESG," comprising corporate and asset-level indicators. OneESG is an integral part of GCP's strategy to report consistently with global frameworks and standards.

Relevant sustainability information is reported to our limited partners and other stakeholders through fund reports. We also develop an annual ESG report aligned to international disclosure standards to provide transparency to the public and our stakeholders.

8. Review of policy

This policy will be reviewed every two years or as required to ensure its relevance and effectiveness.