

# GLP Pte. Ltd.

**Type of Engagement:** Annual Review

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## Introduction

In May 2021 and June 2021, GLP Pte. Ltd. (“GLP”) issued two green bonds (Green NC5 and Green NC6) under the 2020 GLP Pte. Ltd. Green Finance Framework (“the Framework”).<sup>1</sup> The green bonds aimed at refinancing projects that contribute to climate change mitigation and promotion of green buildings. In April 2022, GLP engaged Sustainalytics to review the projects funded through the issued green bonds and provide an assessment as to whether the projects met the Use of Proceeds criteria and the Reporting commitments outlined in the Framework. In November 2020, Sustainalytics provided a Second-Party Opinion on the Framework.<sup>2</sup>

## Evaluation Criteria

Sustainalytics evaluated the projects and assets funded with proceeds from the 2021 green bonds based on whether the projects and programmes:

1. Met the Use of Proceeds and Eligibility Criteria outlined in the Framework; and
2. Reported on at least one of the Key Performance Indicators (KPIs) for each Use of Proceeds criteria outlined in the Framework.

Table 1 lists the Use of Proceeds, Eligibility Criteria, and associated KPIs.

**Table 1: Use of Proceeds, Eligibility Criteria, and associated KPIs**

Use of Proceeds	Eligibility Criteria	Key performance indicators (KPIs)
<b>Green Buildings</b>	<p>1. New, existing or refurbished buildings which have received at least one of the following classifications:</p> <ul style="list-style-type: none"> <li>• <u>International:</u> <ul style="list-style-type: none"> <li>○ LEED: “Gold” and above</li> <li>○ BREEAM: “Very Good” and above</li> <li>○ EDGE: “EDGE Certified” or “EDGE Compliant”</li> </ul> </li> <li>• <u>Europe:</u> <ul style="list-style-type: none"> <li>○ HQE: “Very Good” and above</li> <li>○ DGNB: “Gold” and above</li> </ul> </li> <li>• <u>Asia:</u> <ul style="list-style-type: none"> <li>○ China Three Star Green Building Evaluation Standard: Two Stars and above</li> <li>○ India Green Building Council Green Logistics Parks and Warehouses Rating System: “Gold” and above</li> <li>○ DBJ Green Building Certification: “4 Stars” and above</li> <li>○ CASBEE: “A” and above</li> </ul> </li> </ul>	<ul style="list-style-type: none"> <li>• Level of certification by property/asset</li> <li>• Annual GHG emissions reduced / avoided (t CO<sub>2</sub> eq pa)</li> <li>• Annual energy savings (MWh pa)</li> </ul>

<sup>1</sup> GLP Pte. Ltd., “GLP Pte. Ltd. Green Finance Framework”, at: [https://d2ux9gt0v5d6m8.cloudfront.net/global/sites/default/files/2021-03/glp-green-finance-framework\\_20201126\\_clean-final\\_0\\_0.pdf](https://d2ux9gt0v5d6m8.cloudfront.net/global/sites/default/files/2021-03/glp-green-finance-framework_20201126_clean-final_0_0.pdf)

<sup>2</sup> Sustainalytics, “Second-Party Opinion GLP Pte. Ltd. Framework”, at: [https://mstar-sustops-cdn-mainwebsite-s3.s3.amazonaws.com/docs/default-source/spos/glp-pte.-ltd.-green-finance-framework-second-party-opinion.pdf?sfvrsn=e9440054c\\_3](https://mstar-sustops-cdn-mainwebsite-s3.s3.amazonaws.com/docs/default-source/spos/glp-pte.-ltd.-green-finance-framework-second-party-opinion.pdf?sfvrsn=e9440054c_3)

	<ul style="list-style-type: none"> <li>○ BELS: “4 Stars” and above</li> </ul> <p>2. Buildings belonging to top 15% low carbon buildings in respective markets</p> <p>3. Refurbished buildings with an improved primary energy demand of at least 30% in comparison to the energy performance before the renovation such as:</p> <ul style="list-style-type: none"> <li>• LED and other energy efficient lighting</li> <li>• Cool roofing systems</li> <li>• Smart metering to track electricity usage per tenant</li> <li>• Sustainability-oriented construction materials (e.g. recycled materials, etc)</li> </ul>	
<b>Renewable Energy</b>	New or existing on-site renewable energy assets such as rooftop solar panels, energy storage capabilities, etc	<ul style="list-style-type: none"> <li>• Capacity and production of renewable energy generated (MW)</li> <li>• Estimated annual CO<sub>2</sub> emissions avoided (in tCO<sub>2</sub> and in TCO<sub>2</sub>eq.), direct and indirect impact</li> </ul>
<b>Clean Transportation</b>	New or existing vehicles in logistics management and transportation to develop green smart supply chain hubs such as: <ul style="list-style-type: none"> <li>• Zero tailpipe emission vehicles (e.g. hydrogen, fuel cell, electric)</li> <li>• Hybrid vehicles that meet emission intensity thresholds set by market standards such as EU Taxonomy or Climate Bonds Initiative</li> <li>• Tools and technology to optimize route management of field services</li> </ul>	<ul style="list-style-type: none"> <li>• Annual GHG emissions reduced / avoided (t CO<sub>2</sub> eq pa)</li> </ul>

### Issuing Entity’s Responsibility

GLP is responsible for providing accurate information and documentation relating to the details of the projects that have been funded, including description of projects, amounts allocated, and project impact.

### Independence and Quality Control

Sustainalytics, a leading provider of ESG and corporate governance research and ratings to investors, conducted the verification of GLP’s Green Bond Use of Proceeds. The work undertaken as part of this engagement included collection of documentation from GLP employees and review of documentation to confirm the conformance with the GLP Pte. Ltd. Green Finance Framework.

Sustainalytics has relied on the information and the facts presented by GLP with respect to the Nominated Projects. Sustainalytics is not responsible nor shall it be held liable if any of the opinions, findings, or conclusions it has set forth herein are not correct due to incorrect or incomplete data provided by GLP.

Sustainalytics made all efforts to ensure the highest quality and rigor during its assessment process and enlisted its Sustainability Bonds Review Committee to provide oversight over the assessment of the review.

## Conclusion

Based on the limited assurance procedures conducted,<sup>3</sup> nothing has come to Sustainalytics' attention that causes us to believe that, in all material respects, the reviewed bond projects, funded through proceeds of GLP's Green Bond, are not in conformance with the Use of Proceeds and Reporting Criteria outlined in the GLP Pte. Ltd. Green Finance Framework. GLP has disclosed to Sustainalytics that the proceeds of the green bonds were fully allocated as of May 2021 for Green NC5 and June 2021 for Green NC6.

## Detailed Findings

**Table 2: Detailed Findings**

<b>Eligibility Criteria</b>	<b>Procedure Performed</b>	<b>Factual Findings</b>	<b>Error or Exceptions Identified</b>
<b>Use of Proceeds Criteria</b>	Verification of the projects funded by the green bonds in 2021 to determine if projects aligned with the Use of Proceeds Criteria outlined in the GLP Pte. Ltd. Green Finance Framework and above in Table 1.	All projects reviewed complied with the Use of Proceeds criteria.	None
<b>Reporting Criteria</b>	Verification of the projects funded by the green bonds in 2021 to determine if impact of projects was reported in line with the KPIs outlined in the GLP Pte. Ltd. Green Finance Framework and above in Table 1. For a list of KPIs reported please refer to Appendix 1.	All projects reviewed reported on at least one KPI per Use of Proceeds criteria.	None

<sup>3</sup> Sustainalytics limited assurance process includes reviewing the documentation relating to the details of the projects that have been funded, including description of projects, estimated and realized costs of projects, and project impact, which were provided by the Issuer. The Issuer is responsible for providing accurate information. Sustainalytics has not conducted on-site visits to projects.

## Appendix

**Table 1: Allocation of Proceeds by Eligibility Criteria**

Use of Proceeds Category	Bond Issuance	Allocation amount (Billion USD)
Green Buildings	Green NC5 Perpetual Securities	0.850
	Green NC6 Perpetual Securities	0.300
<b>Total Allocated</b>		1.150
<b>Total Eligible Green Portfolio</b>		1.512

**Table 2: Impact Reporting by Eligibility Criteria**

Use of Proceeds Category	Impact Metric	Sub-Category	Environmental Impact Reported by Eligibility Criteria
Green Buildings	Level of certification by property/asset	BREEAM	<ul style="list-style-type: none"> <li>25 BREEAM “Excellent” certified assets</li> <li>37 BREEAM “Very Good” certified assets</li> </ul>
		CASBEE	<ul style="list-style-type: none"> <li>1 CASBEE “A” certified asset</li> </ul>
		DGNB	<ul style="list-style-type: none"> <li>23 DGNB “Gold” certified assets</li> </ul>
		LEED	<ul style="list-style-type: none"> <li>13 LEED “Gold” certified assets</li> <li>2 LEED “Platinum” certified assets</li> </ul>
<b>In Total</b>			101 green building certified assets

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