PRI Principles for Responsible Investment

RI TRANSPARENCY REPORT

2016

New Forests Pty Limited

FINANCE UNEPINITIATIVE | United Nations Global Compact

An investor initiative in partnership with UNEP Finance Initiative and UN Global Compact

About this report

The PRI Reporting Framework is a key step in the journey towards building a common language and industry standard for reporting responsible investment (RI) activities. This RI Transparency Report is one of the key outputs of this Framework. Its primary objective is to enable signatory transparency on RI activities and facilitate dialogue between investors and their clients, beneficiaries and other stakeholders. A copy of this report will be publicly disclosed for all reporting signatories on the PRI website, ensuring accountability of the PRI Initiative and its signatories.

This report is an export of the individual Signatory organisation's response to the PRI during the 2016 reporting cycle. It includes their responses to mandatory indicators, as well as responses to voluntary indicators the signatory has agreed to make public. The information is presented exactly as it was reported. Where an indicator offers a response option that is multiple-choice, all options that were available to the signatory to select are presented in this report. Presenting the information exactly as reported is a result of signatory feedback which suggested the PRI not summarise the information. As a result, the reports can be extensive. However, to help easily locate information, there is a **Principles index** which highlights where the information can be found and summarises the indicators that signatories complete and disclose.

Understanding the Principles Index

The Principles Index summarises the response status for the individual indicators and modules and shows how these relate to the six Principles for Responsible Investment. It can be used by stakeholders as an 'at-a-glance' summary of reported information and to identify particular themes or areas of interest.

Indicators can refer to one or more Principles. Some indicators are not specific to any Principle. These are highlighted in the 'General' column. When multiple Principles are covered across numerous indicators, in order to avoid repetition, only the main Principle covered is highlighted.

All indicators within a module are presented below. The status of indicators is shown with the following symbols:

Symbol	Status
✓	The signatory has completed all mandatory parts of this indicator
☑	The signatory has completed some parts of this indicator
🔒	This indicator was not relevant for this signatory
-	The signatory did not complete any part of this indicator
🏳	The signatory has flagged this indicator for internal review

Within the table, indicators marked in blue are mandatory to complete. Indicators marked in grey are voluntary to complete.

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Principles Index

Organisational Overview				Principle						General
Indicator	Short description	Status	Disclosure	1	2	3	4	5	6	
OO 01	Signatory category and services	✓	Public							✓
OO 02	Headquarters and operational countries	✓	Public							✓
OO 03	Subsidiaries that are separate PRI signatories	✓	Public							✓
OO 04	Reporting year and AUM	✓	Public							✓
OO 05	Breakdown of AUM by asset class	✓	Asset mix disclosed in OO 06							✓
OO 06	How would you like to disclose your asset class mix	✓	Public							✓
OO 07	Fixed income AUM breakdown	🔒	n/a							✓
OO 08	Segregated mandates or pooled funds	🔒	n/a							✓
OO 09	Breakdown of AUM by market	✓	Public							✓
OO 10	Additional information about organisation	✓	Public							✓
OO 11	RI activities for listed equities	🔒	n/a							✓
OO 12	RI activities in other asset classes	✓	Public							✓
OO 13	Modules and sections required to complete	✓	n/a							✓

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Strategy and Governance				Principle						General
Indicator	Short description	Status	Disclosure	1	2	3	4	5	6	
SG 01	RI policy and coverage	✓	Public							✓
SG 02	Publicly available RI policy or guidance documents	✓	Public						✓	
SG 03	Conflicts of interest	✓	Public							✓
SG 04	RI goals and objectives	✓	Public							✓
SG 05	Main goals/objectives this year	✓	Public							✓
SG 06	RI roles and responsibilities	✓	Public							✓
SG 07	RI in performance management, reward and/or personal development	✓	Public							✓
SG 08	Collaborative organisations / initiatives	✓	Public				✓	✓		
SG 09	Promoting RI independently	✓	Public				✓			
SG 10	Dialogue with public policy makers or standard setters	✓	Public				✓	✓	✓	
SG 11	ESG issues in strategic asset allocation	✓	Public	✓						
SG 12	Long term investment risks and opportunity	✓	Public	✓						
SG 13	Allocation of assets to environmental and social themed areas	✓	Public	✓						
SG 14	ESG issues for internally managed assets not reported in framework	✓	Public							✓
SG 15	ESG issues for externally managed assets not reported in framework	🔒	n/a							✓
SG 16	RI/ESG in execution and/or advisory services	🔒	n/a	✓	✓					
SG 17	Innovative features of approach to RI	✓	Public							✓
SG 18	Internal and external review and assurance of responses	✓	Public							✓

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New Forests Pty Limited

Reported Information

Public version

Organisational Overview

PRI disclaimer

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Basic Information

OO 01	Mandatory	Gateway/Peering	General

OO 01.1 Select the services you offer.

☑ Fund management

% of assets under management (AUM) in ranges

- ○ <10%
- ○ 10-50%
- ◉ >50%

☐ Fund of funds, manager of managers, sub-advised products

☐ Other, specify

☐ Execution and advisory services

OO 01.2 Additional information. [Optional]

New Forests is a sustainable real assets investment manager offering leading-edge strategies in forestry, land management, and conservation.Founded in 2005, we offer institutional investors targeted opportunities in the Asia-Pacific region and the United States and have more than AUD 2.8 billion in assets under management. Our assets include sustainable timber plantations, rural land, and conservation investments related to ecosystem restoration and protection. New Forests focuses on managing our clients' assets for a future in which landscapes will encompass both production and conservation values.

OO 02	Mandatory	Peering	General

OO 02.1 Select the location of your organisation's headquarters.

Australia

OO 02.2 Indicate the number of countries in which you have offices (including your headquarters).

- ○ 1
- ◉ 2-5
- ○ 6-10
- ○ >10

OO 02.3 Indicate the approximate number of staff in your organisation in full-time equivalents (FTE).

FTE

50

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OO 02.4	Additional information. [Optional]

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OO 03	Mandatory	Descriptive	General

OO 03.1	Indicate whether you have subsidiaries within your organisation that are also PRI signatories in their own right.

○ Yes

◉ No

OO 04	Mandatory	Gateway/Peering	General

OO 04.1	Indicate the year end date for your reporting year.

31/12/2015

OO 04.2	Indicate your total AUM at the end of your reporting year, excluding subsidiaries you have chosen not to report on, and advisory/execution only assets.

	trillions	billions	millions	thousands	hundreds
Total AUM		2	827	730	000
Currency	AUD				
Assets in USD		2	070	462	559

OO 06	Mandatory	Descriptive	General

OO 06.1	To contextualise your responses to the public, indicate how you would like to disclose your asset class mix.

◉ Publish our asset class mix as percentage breakdown

	Internally managed (%)	Externally managed (%)
Listed equity	0	0
Fixed income	0	0
Private equity	0	0
Property	0	0
Infrastructure	0	0

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Commodities	0	0
Hedge funds	0	0
Forestry	98	0
Farmland	0	0
Inclusive finance	0	0
Cash	0	0
Other (1), specify	2	0
Other (2), specify	0	0

'Other (1)' specified

Conservation

○ Publish our asset class mix as broad ranges

OO 06.2 Publish our asset class mix as per attached image [Optional].

OO 09 | **Mandatory to Report Voluntary to Disclose** | **Peering** | **General**

OO 09.1 Indicate the breakdown of your organisation's AUM by market.

Market breakdown	% of AUM
Developed Markets	○ 0% ○ <10% ○ 10-50% ◉ >50 %
Emerging, Frontier and Other Markets	○ 0% ◉ <10% ○ 10-50% ○ >50 %

OO 09.2 Additional information. [Optional]

New Forests manages geographically-focused investment strategies across three regional investment programs.

- Sustainable timberland investment in Australia and New Zealand (developed markets)
- Sustainable forestry in Southeast Asia (emerging and frontier markets)
- Conservation forestry and ecosystem restoration in the United States (developed markets)

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OO 10	Voluntary	Descriptive	General

OO 10.1	Provide any additional information about your organisation, its mission, strategies, activities or investments which are important to contextualise your responsible investment activities.

New Forests' investment strategies take into account a long-term view of economic and market trends and emphasise positive environmental, social, and development outcomes. We concentrate on buying well and then steadily adding value through productivity enhancements, market development, and a focus on commercial management.

- **Sustainable timberland investment in Australia and New Zealand**. Timberland investment in Australia and New Zealand offers access to mature timber markets, well-established forestry management systems, and new opportunities from increasing Asian demand for wood products. Investors can be exposed to Asian growth while investing in a stable, low-risk business environment. New Forests is the largest timberland investment manager in Australia and has operated in New Zealand since 2005.
- **Sustainable forestry in emerging markets of Southeast Asia.** Tropical Southeast Asia is an emerging market for sustainable plantation forestry investment by institutional investors. Our Southeast Asian investment strategy focuses on certified plantation forestry with an emphasis on technological and silvicultural improvements and a rigorous approach to environmental and social values and good governance. With an eye toward future growth, New Forests manages the first dedicated institutional timberland fund in Southeast Asia.
- **Conservation forestry and ecosystem restoration in the United States.** Forestry investment in the United States has evolved beyond traditional timber management to also encompass returns driven by conservation management strategies and the valuation of ecosystem services in growing environmental markets. New Forests' US business focuses on strategies related to conservation forestry, mitigation banking, and forest carbon. We established the first institutional fund investing in both forest carbon and mitigation banking and have developed additional investment products that build on our track record.

Gateway asset class implementation indicators

OO 12	Mandatory	Gateway	General

OO 12.1	Select internally managed asset classes where you implemented responsible investment into your investment decisions and/or your active ownership practices (during the reporting year)

☑ Forestry

☑ Other (1)

☐ None of the above

	'Other (1)' [as defined in OO 05]

Conservation

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Reported Information

Public version

Strategy and Governance

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Responsible investment policy

SG 01	Mandatory	Core Assessed	General

SG 01.1 Indicate if you have an investment policy that covers your responsible investment approach.

◉ Yes

SG 01.2 Indicate the components/types and coverage of your policy.

Select all that apply

Policy components/types	Coverage by AUM
☑ Policy setting out your overall approach	◉ Applicable policies cover all AUM
☑ Formalised guidelines on environmental factors	○ Applicable policies cover a majority of AUM
☑ Formalised guidelines on social factors	○ Applicable policies cover a minority of AUM
☑ Formalised guidelines on corporate governance factors	
☑ Asset class-specific guidelines	
☑ Sector specific RI guidelines	
☐ Screening / exclusions policy	
☐ Other, specify (1)	
☐ Other, specify(2)	

SG 01.3 Indicate what norms have you used to develop your RI policy.

☐ UN Global Compact Principles
☐ UN Guiding Principles on Business and Human Rights
☐ Universal Declaration of Human Rights
☐ International Bill of Human Rights
☐ International Labour Organization Conventions
☐ United Nations Convention Against Corruption
☐ OECD Guidelines for Multinational Enterprises
☑ Other, specify (1)

other (1) description

Sector-based best practice w/standards that include ILO Core Conventions; ISO 14001

☑ Other, specify (2)

other (2) description

DFI Toolkit on Corporate Governance

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☑ Other, specify (3)

	other (3) description

Voluntary Guidelines on the Responsible Governance of Tenure of Land, Fisheries, and Forests.

☐ None of the above

SG 01.4	Provide a brief description of the key elements of your investment policy that covers your responsible investment approach [Optional].

New Forests' Responsible Investment Policy sets out how we integrate environmental, social, and governance (ESG) considerations into our investment programs. We do this in order to lower risk and support stable returns from our investments, but also because innovative approaches to forest and land management can add value to our investments. This policy forms a component of New Forests' Social and Environmental Management System (SEMS).

The Responsible Investment Policy provides specific guidance for means of implementation, including:

- Compliance with New Forests' Social and Environmental Management System
- Compliance with Laws, Regulations, and Voluntary Commitments
- Use of Third-party Certification, Industry Standards, and Best Practice Guidelines
- Community Engagement and Stakeholder Relations
- Culture of Workplace Health& Safety
- Transparency via Regular Reporting

○ No

SG 01.5	Additional information [Optional].

New Forests' Responsible Investment Policy was approved by New Forests' Board of Directors in March 2015 and superseded the company's Social and Environmental Policy. The S&E Policy was originally created in 2010 together with the SEMS, and was based around four guiding principles: responsible investment, third-party certification, transparency, and continual improvement. As a result of the SEMS Management Review conducted in 2014, and together with our evolving sustainability programs, the company decided the Responsible Investment Policy would better reflect the purpose and objectives of integrating ESG into our investment programs. The new policy builds upon New Forests' approach to responsible investment by creating a formal commitment to ESG integration, defining the scope and application of the policy, indicating the tools that should be used to implement the policy, and formalising a requirement for monitoring and review.

SG 02	Mandatory	Core Assessed	PRI 6

SG 02.1	Indicate which of your investment policy documents (if any) are publicly available. Provide URL and an attachment of the document.

☑ Policy setting out your overall approach

	URL

http://www.newforests.com.au/wp-content/uploads/2015/03/RIPolicy.pdf

☑ Formalised guidelines on environmental factors

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	URL

http://www.newforests.com.au/wp-content/uploads/2015/03/RIPolicy.pdf

☑ Formalised guidelines on social factors

	URL

http://www.newforests.com.au/wp-content/uploads/2015/03/RIPolicy.pdf

☑ Formalised guidelines on corporate governance factors

	URL

http://www.newforests.com.au/wp-content/uploads/2015/03/RIPolicy.pdf

☑ Asset class-specific guidelines

	URL

http://www.newforests.com.au/wp-content/uploads/2015/03/RIPolicy.pdf

☑ Sector specific RI guidelines

	URL

http://www.newforests.com.au/wp-content/uploads/2015/03/RIPolicy.pdf

☐ We do not publicly disclose our investment policy documents

SG 02.2	Additional information [Optional].

More detailed asset class and sector-based guidelines are included within New Forest's Social and Environmental Management System (SEMS). Screening and exclusions are included within fund policies, where relevant, to support compliance with the investment exclusions of LPAs and Management Agreements.

Our SEMS is a proprietary system that enables our proactive management of social and environmental issues associated with our investment activities. As such, we believe it is an important competitive advantage. Therefore, we do not make this information public. Clients and other interested stakeholders can request a copy of the SEMS, and clients are welcome to review associated internal documentation and audit reports.

SG 03	Mandatory	Core Assessed	General

SG 03.1	Indicate if your organisation has a policy on managing potential conflicts of interest in the investment process.

◉ Yes

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SG 03.2	Describe your policy on managing potential conflicts of interest in the investment process.

New Forests' Managing Conflicts of Interest (COI) policy supports identification and management of COIs that may arise. Identifying actual, potential, and perceived COIs is the responsibility of all New Forests' board members, committee members, and employees, and in particular, each individual is responsible for:

- Being aware of and complying with the obligations of the policy.
- Formally disclosing all personal interests, regardless of materiality, in accordance with the policy.
- Assessing whether personal and business interests conflict or have the potential to conflict with their duties.
- Avoiding a COI, where possible.
- Complying with any New Forests directives in relation to the management of COIs.

The components of our COI policy include guidance and instruction on:

- identifying COIs
- managing COIs
- implementation of the policy and responsible parties
- recordkeeping
- report of breaches
- oversight mechanisms

To ensure COIs are managed, New Forests shall implement an appropriate response by controlling, disclosing, or avoiding actual, perceived, or potential COIs, where appropriate. In addition, New Forests shall maintain a COI Register to include COIs and the steps taken to manage each COI such that the quality of New Forests' financial services is not compromised as a result of managing the conflict.

○ No

Objectives and strategies

SG 04	Mandatory	Gateway/Core Assessed	General

SG 04.1	Indicate if and how frequently your organisation sets and reviews objectives for its responsible investment activities.

○ Quarterly or more frequently

○ Biannually

◉ Annually

○ Less frequently than annually

○ Ad-hoc basis

○ It is not reviewed

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SG 04.2	Additional information. [Optional]

New Forests sets responsible investment goals as part of corporate business planning and reviews and reports on performance on an annual basis in our Annual Sustainability Report. At the level of each investment fund, asset management targets are set in order to comply with the company's Social and Environmental Management System. Key social and environmental performance and issues are reported each quarter for all funds, and annual internal audits of SEMS compliance (including with objectives for asset management and certification) are conducted for each fund. Finally, each staff member has a key performance indicator related to responsible investment that is reviewed biannually as part of performance reviews and evaluation.

SG 05	Voluntary	Descriptive	General

SG 05.1	List the main responsible investment objectives that your organisation set for the reporting year.

	Responsible investment processes

☑ Provide training on ESG incorporation

	Key performance indicator

All new staff are trained on the SEMS and RI Policy

	Progress achieved

Achieved. SEMS and RI Policy training was included in October 2015 all staff retreat, and new hires undertake a SEMS and RI training session.

☑ Provide training on ESG engagement

	Key performance indicator

All new staff and property managers are trained on the SEMS and ESG requirements, including for engagement with operating companies and property managers.

	Progress achieved

Achieved. A SEMS and ESG training session was included for new portfolio company Forico in February 2015. All new property managers undergo a SEMS induction process as new contracts are awarded. Internally, information sharing on ongoing engagements reinforces company-wide understanding of our RI engagement activities.

☑ Improved communication of ESG activities within the organisation

	Key performance indicator

Implement corporate purpose and shared value concepts via a company wide consultation and consensus building process

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	Progress achieved

Achieved. The CEO and Associate Director, Sustainability& Communications conducted workshops with each business unit to develop and agree consensus on a new shared value concept and corporate purpose. This has produced the Sustainable Landscape Investment model. Internally, this has been an important means of developing interest and support for ESG integration and how we create positive impact through our investment activities. As a next step, we will seek to communicate this externally and continue to draw on input from across the organisation.

☑ Improved engagement to encourage change with regards to management of ESG issues

	Key performance indicator

Increase ESG engagement activities with our clients and demonstrate compliance with ESG-related investor requirements

	Progress achieved

Ongoing. During the year we undertook discourse with clients on specific ESG issues management issues, including carbon accounting, the use of IFC Performance Standards, wildlife management, the use of third-party standards, and the inclusion of corporate governance in our reporting. These activities help ensure our management of ESG issues not only meets client expectations and also provide an opportunity for two-way sharing and continual improvement in ESG management. All ESG client requirements were met for the year.

☐ Improved ESG incorporation into investment decision making processes

☐ Other, specify (1)

☐ Other, specify (2)

☐ Other, specify (3)

	Financial performance of investments

☑ Increase portfolio performance by consideration of ESG factors

	Key performance indicator

Sustainability indicators linked to investment performance

	Progress achieved

Ongoing. We have developed a Sustainable Landscape Investment model that incorporate six thematic areas of investment management that link ESG to performance. While conceptually the model is developed, we have not integrated financial values into each of the six thematic areas and instead are focusing on overall investment performance, including accounting for risk-adjusted returns. We expect to continue developing this model and may seek to explicitly include financial performance in the future, but for now it is one facet of the overall investment performance.

☐ Other, specify (1)

☐ Other, specify (2)

☐ Other, specify (3)

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ESG characteristics of investments

☐ Over or underweight companies based on ESG characteristics

☐ Improve ESG ratings of portfolio

☐ Setting carbon targets for portfolio

☑ Other, specify (1)

Other description (1)

Measure ESG outcomes or impacts

Key performance indicator

Review use of ESG metrics for reporting

Progress achieved

Ongoing. New Forests uses ESG metrics to support our ESG monitoring and reporting. These metrics can be found in our annual sustainability report. During 2015, we reviewed available sets of ESG metrics related to real assets investments, forestry, and impact investment. We opted to continue using a set of the GIIN's IRIS metrics, particularly those related to land use and conservation. We began a process to integrate ESG metrics into regular monthly reporting for some of our funds, and will assess and review this during 2016.

☐ Other, specify (2)

☐ Other, specify (3)

Other activities

☑ Joining and/or participation in RI initiatives

Key performance indicator

Increase interaction with the PRI and the GIIN

Progress achieved

Achieved and ongoing. During 2015 we were active in a working group of the PRI's private equity working group, and we also attended PRI in Person as well as PRI Network regional network events. Throughout 2015, we also took up opportunities to engage in surveys and discussions where possible with PRI and the GIIN. For example, we spoke with the GIIN team about environmental impact investment in order to help inform their strategy paper on the same topic. Our aims for engagement include learning from these groups and their diverse membership as well as encouraging the inclusion of work streams and topics related to real assets investment, including social and environmental thematic investment and high sustainability impact investments.

☐ Encouraging others to join a RI initiative

☐ Documentation of best practice case studies

☑ Using case studies to demonstrate engagement and ESG incorporation to clients

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	Key performance indicator

Case studies included in annual sustainability report

	Progress achieved

Completed.

☑ Other, specify (1)

	other description (1)

Expansion of corporate sustainability program beyond SEMS compliance

	Key performance indicator

Sustainability included throughout business strategy review

	Progress achieved

The New Forests Board of Directors requested a town hall process for consultation with all staff members on the development of a new corporate purpose based on the concept of shared value. The shared value concept was included at all stages of the business strategy process in 2015, and the Sustainable Landscape Investment model was developed. The work to continue to refine and implement the model will be ongoing in 2016.

☑ Other, specify (2)

	other description (2)

Communicate ESG improvements, stewardship, and success stories

	Key performance indicator

- Case studies developed and published
- Thought leadership on sustainability in forest and land management published
- Quarterly reports include ESG success stories, as applicable

	Progress achieved

- New Forests' 2014 Sustainability Report was published in April 2015 and included case studies on key ESG initiatives and results

- In July 2015 we published our third Timberland Investment Outlook, which featured issues of sustainability in timberland investment and ESG management

- All of our fund quarterly reports included E&S sections to report on material E&S issues and progress toward certification policies

☐ Other, specify (3)

Governance and human resources

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SG 06	Mandatory	Core Assessed	General

SG 06.1	Indicate the roles present in your organisation and for each, indicate whether they have oversight and/or implementation responsibilities for responsible investment.

	Roles present in your organisation

☑ Board members or trustees

- ☑ Oversight/accountability for responsible investment
- ☐ Implementation of responsible investment
- ☐ No oversight/accountability or implementation responsibility for responsible investment

☑ Chief Executive Officer (CEO), Chief Investment Officer (CIO), Investment Committee

- ☑ Oversight/accountability for responsible investment
- ☐ Implementation of responsible investment
- ☐ No oversight/accountability or implementation responsibility for responsible investment

☑ Other Chief-level staff or head of department, specify

Executive Director, Investor Services

- ☑ Oversight/accountability for responsible investment
- ☐ Implementation of responsible investment
- ☐ No oversight/accountability or implementation responsibility for responsible investment

☑ Portfolio managers

- ☐ Oversight/accountability for responsible investment
- ☑ Implementation of responsible investment
- ☐ No oversight/accountability or implementation responsibility for responsible investment

☑ Investment analysts

- ☐ Oversight/accountability for responsible investment
- ☑ Implementation of responsible investment
- ☐ No oversight/accountability or implementation responsibility for responsible investment

☑ Dedicated responsible investment staff

- ☑ Oversight/accountability for responsible investment
- ☑ Implementation of responsible investment
- ☐ No oversight/accountability or implementation responsibility for responsible investment

☑ External managers or service providers

- ☐ Oversight/accountability for responsible investment
- ☑ Implementation of responsible investment
- ☐ No oversight/accountability or implementation responsibility for responsible investment

☑ Investor relations

- ☑ Oversight/accountability for responsible investment
- ☐ Implementation of responsible investment
- ☐ No oversight/accountability or implementation responsibility for responsible investment

☐ Other role, specify

☐ Other role, specify

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SG 06.2	For the roles for which you have RI oversight/accountability or implementation responsibilities, indicate how you execute these responsibilities.

Board of Directors --> Oversight of sustainability programs

- Approve RI Policy
- Approve SEMS Management Review
- Approve annual sustainability report

Executive Committee --> Oversight of sustainability programs and set sustainability goals and strategy

- Approve SEMS guidance documents and key procedures

Risk& Compliance Committee --> Oversight of ESG risks and compliance

- Review SEMS audit reports and Management Review
- Approve variances to SEMS compliance or processes if related to an ESG risk

Management Committee(s) --> Oversight of ESG management

- Approve variances to SEMS compliance or processes for assets under management

Investor Relations team (via Associate Director, Sustainability& Communications) --> Oversight and implementation of ESG management

- Administer the SEMS and RI Policy and associated activities
- Provide guidance to Board, committees, and staff on ESG issues
- Monitor ESG performance and report on ESG performance to senior management and stakeholders at least annually
- Internal sign-off on investments from ESG risk and management perspective
- Recommend variances to SEMS compliance to committees as needed
- Issue SEMS documents for approval to committees

Portfolio managers and investment analysts --> Implement ESG management

- Comply with SEMS and Declaration Documents
- ESG assessments in due diligence and asset management
- ESG implementation support to third parties
- Delegate to third parties with control over ESG related activities
- Manage investment team staff responsible for ESG impacts and management

SG 06.3	Indicate the number of dedicated responsible investment staff your organisation has.

	Number
	3

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SG 06.4	Additional information. [Optional]

New Forests is committed to conducting business in a responsible and ethical manner. We have in place a governance and compliance framework driven by regulatory compliance (including for the company's Australian Financial Services Licence); funds management governance, administration, and operational control systems; and a Social and Environmental Management System (SEMS). Key aspects of New Forests' approach include a body of company policies and procedures and regular compliance training.

New Forests' governance bodies work across the business to promote ethical and responsible decision making; recognise and manage risks; maintain fiscal responsibility; lay a solid foundation for management and oversight; and make timely and balanced disclosures. This governance approach is also closely linked to the involvement of senior management and the New Forests Board of Directors in ensuring our business' success, including our commitment to responsible investment.

Our responsible investment activities are directly integrated into this governance framework via our SEMS and its related Responsible Investment Policy. New Forests' SEMS operates across our business with integration at the Board, corporate, and investment product levels. New Forests' Board of Directors is responsible for setting the company's Responsible Investment Policy. The SEMS is administered at the corporate level by the SEMS Manager with responsibility for overseeing the implementation of the SEMS, including oversight of its implementation within all New Forests' investment products and annual evaluation and reporting as part of internal SEMS audits. At the investment product level, Portfolio Manager(s) are responsible for applying the guidance in the SEMS to each investment product and integrating the SEMS policies throughout the investment management process as defined in the SEMS Declaration Documents. The SEMS Manager reports on SEMS performance, at least once per year, to the Risk and Compliance Committee and the New Forests Board of Directors for review and recommendations for continual improvement. The Board provides input and feedback, which are used to generate improvement within the SEMS and New Forests' business in terms of managing material ESG issues.

SG 07	Voluntary	Additional Assessed	General

SG 07.1	Indicate if your organisation's performance management, reward and/or personal development processes have a responsible investment element.

Board members/Board of trustees

- ☐ Responsible investment included in personal development and/or training plan
- ☑ None of the above

Chief Executive Officer (CEO), Chief Investment Officer (CIO), Investment Committee

- ☑ Responsible investment KPIs and/or goals included in objectives
- ☐ Responsible investment included in appraisal process
- ☐ Variable pay linked to responsible investment performance
- ☐ Responsible investment included in personal development and/or training plan
- ☐ None of the above

Other C-level staff or head of department

Executive Director, Investor Services

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☑ Responsible investment KPIs and/or goals included in objectives

☑ Responsible investment included in appraisal process

☐ Variable pay linked to responsible investment performance

☐ Responsible investment included in personal development and/or training plan

☐ None of the above

Portfolio managers

☑ Responsible investment KPIs and/or goals included in objectives

☑ Responsible investment included in appraisal process

☐ Variable pay linked to responsible investment performance

☐ Responsible investment included in personal development and/or training plan

☐ None of the above

Investment analysts

☑ Responsible investment KPIs and/or goals included in objectives

☑ Responsible investment included in appraisal process

☐ Variable pay linked to responsible investment performance

☐ Responsible investment included in personal development and/or training plan

☐ None of the above

Dedicated responsible investment staff

☑ Responsible investment KPIs and/or goals included in objectives

☑ Responsible investment included in appraisal process

☐ Variable pay linked to responsible investment performance

☑ Responsible investment included in personal development and/or training plan

☐ None of the above

Investor relations

☑ Responsible investment KPIs and/or goals included in objectives

☑ Responsible investment included in appraisal process

☐ Variable pay linked to responsible investment performance

☑ Responsible investment included in personal development and/or training plan

☐ None of the above

SG 07.3	Provide any additional information on your organisation's performance management, reward and/or personal development processes in relation to responsible investment.

New Forests uses an annual objective setting process to foster staff development. Within the objectives and appraisal documentation, each staff member has an item related to responsible investment and sustainability, which involves an objective set by the staff member together with their supervisor. In addition, each staff member has a training and personal development plan, which may include targeted responsible investment training or related activities, such as courses, conference attendance, and independent learning.

New Forests' Board of Directors is a unique set of leaders in sustainable asset management, next generation renewable energy and natural resources technologies, forestry and conservation investment, private equity, and global asset management. This diverse and experienced leadership helps ensure that the business is strategically positioned to align with opportunities in sustainability as well as to manage economic, environmental, and social risks.

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Our board is active in encouraging the business to be innovative and progressive in our investment solutions to environmental and social challenges. Our Chairman David Blood suggested that we use a town hall process in 2015 that involved all staff members in a consultative process to develop consensus around our corporate purpose, which is linked to shared value. New Forests' executive team and the Associate Director, Sustainability& Communications were in regular contact with the Board to keep them informed of the process throughout 2015, which supported a two-way information sharing about shared value and how ESG opportunities and risks relate to our business strategy, mission, and purpose. We also report to the board on the corporate sustainability and responsible investment program regularly throughout the year.

In October 2015, the board joined all of New Forests' staff at a conference hosted by New Forests called The Future of Forestry Investment. Board members participated with keynote speeches, moderating, and speaking on panels throughout the event, including on topics of sustainable investment, creating shared value through landscape investment, and institutional investment in forestry. We believe this conference reflects our approach to encouraging dialogue around responsible investment in our asset class and exploring new models and opportunities together with our Board, staff, and clients.

Promoting responsible investment

SG 08	Mandatory	Core Assessed	PRI 4,5

New selection options have been added to this indicator. Please review your prefilled responses carefully.

SG 08.1	Select the collaborative organisation and/or initiatives of which your organisation is a member or in which it participated during the reporting year, and the role you played.

Select all that apply

☑ Principles for Responsible Investment

	Your organisation's role in the initiative during the reporting period (see definitions)

☐ Basic

☑ Moderate

☐ Advanced

	Provide a brief commentary on the level of your organisation's involvement in the initiative. [Optional]

- PRI Signatory.
- Attendance at PRI and PRI regional network events, including PRI in Person.
- Participation in the private equity work stream's working group on Limited Partner Due Diligence Questionnaire (LP DDQ). The working group developed and disseminated new guidance for LP DDQs to support enhanced engagement on ESG management in the manager selection process.
- Taking part in voluntary PRI surveys and opportunities for feedback. An ongoing objective of our engagement with the PRI is to increase dialogue within the investment community around the opportunities for integrating responsible investment in real assets.

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☐ AFIC – La Commission ESG

☐ Asian Corporate Governance Association

☐ Australian Council of Superannuation Investors

☐ BVCA – Responsible Investment Advisory Board

☑ CDP Climate Change

	Your organisation's role in the initiative during the reporting period (see definitions)

☑ Basic

☐ Moderate

☐ Advanced

	Provide a brief commentary on the level of your organisation's involvement in the initiative. [Optional]

Investor Signatory

☑ CDP Forests

	Your organisation's role in the initiative during the reporting period (see definitions)

☑ Basic

☐ Moderate

☐ Advanced

	Provide a brief commentary on the level of your organisation's involvement in the initiative. [Optional]

Investor Signatory

☐ CDP Water

☐ CFA Institute Centre for Financial Market Integrity

☐ Code for Responsible Investment in SA (CRISA)

☐ Council of Institutional Investors (CII)

☐ ESG Research Australia

☐ Eumedion

☐ EVCA – Responsible Investment Roundtable

☐ Extractive Industries Transparency Initiative (EITI)

☐ Global Investors Governance Network (GIGN)

☑ Global Impact Investing Network (GIIN)

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	Your organisation's role in the initiative during the reporting period (see definitions)

☐ Basic

☑ Moderate

☐ Advanced

	Provide a brief commentary on the level of your organisation's involvement in the initiative. [Optional]

- GIIN Member.
- Participation in voluntary surveys.
- Several phone interviews and discussions to support the development of programs and services related to real assets, including benchmark for real assets impact investment tool.
- Applying the GIIN's IRIS impact metric system to monitor and report on ESG impacts.

☐ Global Real Estate Sustainability Benchmark (GRESB)

☐ Institutional Investors Group on Climate Change (IIGCC)

☐ Interfaith Center on Corporate Responsibility (ICCR)

☐ International Corporate Governance Network (ICGN)

☐ Investor Group on Climate Change, Australia/New Zealand (IGCC)

☐ International Integrated Reporting Council (IIRC)

☑ Investor Network on Climate Risk (INCR)/CERES

	Your organisation's role in the initiative during the reporting period (see definitions)

☑ Basic

☐ Moderate

☐ Advanced

	Provide a brief commentary on the level of your organisation's involvement in the initiative. [Optional]

Individual membership for US staff member, including participation in US events of CERES.

☐ Local Authority Pension Fund Forum

☐ Principles for Financial Action for the 21st Century

☑ Regional or National Social Investment Forums (e.g. UKSIF, Eurosif, ASRIA, RIAA), specify

RIAA and ASrIA

	Your organisation's role in the initiative during the reporting period (see definitions)

☑ Basic

☐ Moderate

☐ Advanced

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Provide a brief commentary on the level of your organisation's involvement in the initiative. [Optional]

Attendance at RIAA and ASrIA events

☐ Shareholder Association for Research and Education (Share)

☐ United Nations Environmental Program Finance Initiative (UNEP FI)

☐ United Nations Global Compact

☑ Other collaborative organisation/initiative, specify

Forest Stewardship Council Australia and Forest Stewardship Council, A.C.

Your organisation's role in the initiative during the reporting year (see definitions)

☐ Basic

☐ Moderate

☑ Advanced

Provide a brief commentary on the level of your organisation's involvement in the initiative. [Optional]

New Forests has a representative participating in the FSC Australia Standards Development Group to develop an Australian FSC standard and has contributed financial resources to the standards development process.

New Forests is also a member of FSC International and has participated in informal working groups on key topics such as forest conversion.

☐ Other collaborative organisation/initiative, specify

☑ Other collaborative organisation/initiative, specify

National Mitigation Banking Association

Your organisation's role in the initiative during the reporting year (see definitions)

☑ Basic

☐ Moderate

☐ Advanced

Provide a brief commentary on the level of your organisation's involvement in the initiative. [Optional]

Member

☑ Other collaborative organisation/initiative, specify

Australian Forest Products Association

Your organisation's role in the initiative during the reporting year (see definitions)

☐ Basic

☑ Moderate

☐ Advanced

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	Provide a brief commentary on the level of your organisation's involvement in the initiative. [Optional]

New Forests has contributed to AFPA's policy development processes, particularly to support proactive lobbying around climate change policy, and has sponsored policy forum events.

SG 09	Mandatory	Core Assessed	PRI 4

SG 09.1	Indicate if your organisation promotes responsible investment, independently of collaborative initiatives.

◉ Yes

SG 09.2	Indicate which of the following actions your organisation has taken to promote responsible investment, independently of collaborative initiatives.

☑ Provided or supported education or training programmes for clients, investment managers, broker/dealers, investment consultants, legal advisers or other investment organisations

☑ Provided financial support for academic or industry research on responsible investment

☑ Encouraged better transparency and disclosure of responsible investment practices across the investment industry

☑ Spoke publicly at events and conferences to promote responsible investment

☐ Wrote and published in-house research papers on responsible investment

☑ Encouraged the adoption of the PRI

☑ Wrote articles on responsible investment in the media.

☐ Other, specify

○ No

SG 09.3	Additional information. [Optional]

Some examples of activities for promotion of responsible investment include:

- Including responsible investment as a central theme of our conference event "The Future of Forestry Investment" and ensuring ESG themes were included throughout all panels and presentations. The conference was attended by clients, investment consultants, government representatives, business partners, and NGO representatives. See https://www.newforests.com.au/insight_report/the-future-of-forestry-investment/ for more information.
- Leading training for portfolio companies and property managers on ESG and responsible investment.
- We have worked with DFI clients to streamline the ESG reporting we provide to them, and included client reporting expectations in portfolio company and property manager trainings and meetings.
- We include information about our PRI signatory status and how we pursue responsible investment and sustainable forest management during informational meetings with prospective clients, timber customers, investee companies, and government representatives (e.g. including one or more slides in a presentation pack).
- We have included information about our approach to responsible investment in investment, forestry, and other types of conferences, including responsible investment conference presentations in addition to those highlighted in the collaborations noted above.
- We published our PRI Public Responsible Investment Report on our website, and we include reference to the PRI in our standard marketing materials and slide deck templates.
- We participated in the working group on ESG in DDQs as part of the PRI's Private Equity work stream.

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- We contribute to online publications from time to time on responsible investment in forestry, such as our blog for Environmental Finance prior to Paris COP 21. See https://www.environmental-finance.com/content/analysis/cop-blog-parlez-vous-californien-lessons-from-californias-forest-carbon-programme.html for more information.

SG 10	Voluntary	Additional Assessed	PRI 4,5,6

SG 10.1	Indicate if your organisation - individually or in collaboration with others - conducted dialogue with public policy makers or regulators in support of responsible investment in the reporting year.

◉ Yes

☑ Yes, individually

☑ Yes, in collaboration with others

SG 10.2	Select the methods you have used.

☑ Endorsed written submissions to governments, regulators or public policy developed by others

☑ Drafted your own written submissions to governments, regulators or public policy markers

☑ Participated in face-to-face meetings with government members or officials to discuss policy

☑ Other, specify

	specify description

Participated in industry advisory council to government

SG 10.3	Where you have made written submissions (individually or collaboratively) to governments and regulatory authorities, indicate if these are publicly available.

○ Yes, publicly available

◉ No

○ No

SG 10.4	Additional information

New Forests contributes to public policy dialogue regarding climate change, forest stewardship, water rights and policy, mitigation banking, forest carbon, and other issues that relate to key ESG impacts of our investments. These activities include direct dialogue and engagement, written submissions, working group participation, and activities via industry groups.**Although these submissions are made openly and directly by New Forests or via collaborations, they are not always publicly available online.**

Implementation not in other modules

SG 11	Voluntary	Descriptive	PRI 1

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SG 11.1	Indicate if your organisation executes scenario analysis and/or modelling in which the risk profile of future ESG trends at portfolio level is calculated.

○ Yes

◉ No

SG 11.2	Indicate if your organisation considers ESG issues in strategic asset allocation and/or allocation of assets between sectors or geographic markets.

◉ Yes

- ☑ Allocation between asset classes
- ☐ Determining fixed income duration
- ☑ Allocation of assets between geographic markets
- ☐ Sector weightings
- ☐ Other, specify

○ No

SG 11.3	Additional information.

New Forests addresses key sustainability risks and opportunities and takes into account macro drivers, i.e. climate change, population growth, and resource depletion. We focus on the forestry asset class in large part due to its ESG profile. In our Australia and New Zealand funds, we have investment exclusions for native forests (motivated by ESG factors), but as a whole the investment funds are dedicated to sustainable plantation forestry. We also set asset allocation targets based on the ESG considerations by country. Our Tropical Asia Forest Fund has country-based allocations selected for a combination of ESG factors that support investment (e.g. rule of law, investment readiness, scale, clear land tenure) while still enabling ESG improvements (e.g. environmental management improvements, enhanced stakeholder engagement, improved corporate governance). Some of the target countries offer more challenging investment conditions, generally speaking, due to ESG factors and the scale and quality of assets. For some of our clients with a particularly strong RI orientation, investing in these frontier markets is a primary motivation for investing in TAFF, whereas others prefer to limit exposure to frontier markets. Therefore, we seek to balance the exposure to frontier/emerging countries within the TAFF portfolio through geographically based portfolio allocation strategies.

SG 12	Mandatory to Report Voluntary to Disclose	Descriptive	PRI 1

SG 12.1	Some investment risks and opportunities arise as a result of long term trends. Indicate which of the following you consider.

- ☑ Changing demographics
- ☑ Climate change

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SG 12.2	Indicate which of the following activities you have undertaken to respond to climate change risk and opportunity

☐ Established a climate change sensitive or climate change integrated asset allocation strategy

☑ Targeted low carbon or climate resilient investments

☐ Reduced portfolio exposure to emissions intensive or fossil fuel holdings

☐ Used emissions data or analysis to inform investment decision making

☐ Sought climate change integration by companies

☑ Sought climate supportive policy from governments

☑ Other, specify

	other description

Investing in GHG offset projects for regulated carbon markets

☐ None of the above

SG 12.3	Indicate which of the following tools you use to manage emissions risks and opportunities

☑ Carbon footprinting

☐ Scenario testing

☐ Disclosure on emissions risk to clients/trustees/management/beneficiaries

☐ Target setting for emissions risk reduction

☐ Encourage internal and/or external portfolio managers to monitor emissions risk

☐ Emissions risk monitoring and reporting are formalised into contracts when appointing managers

☑ Other, specify

	other description

Investment strategy dedicated to investing in GHG offset projects for regulated carbon markets

☐ None of the above

☑ Resource scarcity

☑ Technology developments

☑ Other, specify(1)

	other description (1)

Environmental change, including forest fires, windstorms, pests, and disease

☐ Other, specify(2)

☐ None of the above

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SG 12.5	Additional information [Optional]

As the global population and economic output rises, our ability to produce the food, fibre, and fuel that are necessary for future generations is increasingly difficult. Compounding this is the challenge that much of intensified production of these goods has often come at the cost of environmental services that are vital for life. This combination of factors creates a specific opportunity for forward-looking investors to allocate capital to investments that target the sustainable production of goods like timber, natural rubber, and other commodities, while also ensuring their investments do not adversely affect environmental services, which are likely to be increasingly valuable in a nature-constrained world. More forward-looking investors are now increasingly seeking conservation investments, which promote the maintenance and enhancement of ecosystem services.

Ultimately, given the challenges outlined above, New Forests believes capital should flow toward land management systems that value both production and conservation functions. Through our investment strategies we address key sustainability opportunities and risks across both sustainable forestry and conservation investments. These investment strategies are supported by our own responsible investment approach that includes ESG at every step of investment management and that benefit from a growing global movement of responsible investment that enables collaboration with other investors and practitioners.

SG 13	Mandatory to Report Voluntary to Disclose	Descriptive	PRI 1

SG 13.1	Indicate if your organisation allocates assets to, or manages, funds based on specific environmental and social themed areas.

◉ Yes

SG 13.2	Indicate the percentage of your total AUM invested in environmental and social themed areas.

	% of total AUM

100

SG 13.3	Please specify which thematic area(s) you invest in and provide a brief description.

	Area

☐ Clean technology (including renewable energy)

☐ Green buildings

☑ Sustainable forestry

	Asset class invested

☑ Forestry

☑ Other (1)

	other description (1)

Conservation

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	Brief description of investment

Sustainable timberland investment in Australia and New Zealand. Timberland investment in Australia and New Zealand offers access to mature timber markets, well-established forestry management systems, and new opportunities from increasing Asian demand for wood products. Investors can be exposed to Asian growth while investing in a stable, low-risk business environment.

Sustainable forestry in emerging markets of Southeast Asia. Tropical Southeast Asia is an emerging market for sustainable plantation forestry investment by institutional investors. Our Southeast Asian investment strategy focuses on certified plantation forestry with an emphasis on technological and silvicultural improvements and a rigorous approach to environmental and social values and good governance.

Conservation forestry and ecosystem restoration in the United States. Forestry investment in the United States has evolved beyond traditional timber management to also encompass returns driven by conservation management strategies and the valuation of ecosystem services in growing environmental markets.

☐ Sustainable agriculture

☐ Microfinance

☐ SME financing

☐ Social enterprise / community investing

☐ Affordable housing

☐ Education

☐ Global health

☐ Water

☐ Other area, specify

○ No

SG 13.4	Additional information [Optional].

New Forests' ability to develop and execute forward-looking investment strategies is supported by our view of the long-term sustainability of the assets and sectors in which we invest. Alongside the evolution of forestry plantations into an institutional asset class, there is also growing consensus on the need for holistic solutions that integrate production and conservation efforts at a landscape scale and mechanisms like third-party certification that provide transparency through supply chains to consumers on the underlying source of wood products. A key part of the evolution to a stabilisation of natural forests will be successful implementation of new markets for ecosystem services like carbon, biodiversity, and water catchment protection. While these eco-markets are still in their early stages, we expect that they will be supported by investors and will in turn reward investors who take a wider view of their responsibilities and the social and environmental outcomes from their investments.

SG 14	Mandatory	Descriptive	General

SG 14.1	Describe how you address ESG issues for internally managed assets for which a specific PRI asset class module has yet to be developed or for which you are not required to report because your assets are below the minimum threshold.

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Asset Class	Describe what processes are in place and the outputs or outcomes achieved
Forestry	New Forests' Social and Environmental Management System (SEMS) is designed to systematically identify, manage, and monitor social and environmental issues associated with our investment activities. The SEMS establishes a framework for each New Forests investment product to determine how it will comply with our RI Policy via a SEMS Declaration Document, which includes requirements for risk categorisation, due diligence, asset management, recordkeeping, and reporting. An annual internal audit is conducted for each fund, which supports management review, client reporting, and annual sustainability reporting. The Certification and Standards Guidance of the SEMS sets a minimum standard for the use of third-party certification and standards across all of our funds. We seek to achieve forest management certification with the Forest Stewardship Council (FSC) for all eligible assets. In cases where an asset is not eligible for full FSC certification, an alternate standard will be selected. The SEMS also includes standards guidance for the use of Environmental Management Systems, the IFC Performance Standards, and forest products chain of custody certifications. Thus, a main objective of the SEMS is achieving and maintaining the appropriate third-party certifications, which results in certified assets that can sell certified timber products.
Other (1) [as defined in Organisational Overview module]	As with forestry, ESG issues of our Conservation investments are managed through our SEMS. In addition, our investments in this asset class are fundamentally dedicated to delivering positive environmental outcomes, such as greenhouse gas emissions reductions through forest carbon sequestration and storage or increasing area of streams and wetlands through restoration of degraded ecosystems. Owing to this importance, ESG issues are prominent in the day-to-day portfolio management, such that the environmental services goods will be created, verified, and brought to market. The SEMS also has explicit guidance for third-party certification and standards to be pursued for our environmental markets investments. As with forestry, our environmental markets investment funds are subject to annual internal audits.

SG 14.2 Additional information [Optional].

In addition to the processes described above, New Forests employs operational management staff who have oversee third-party property managers and operating companies, working closely across a variety of ESG issues above and beyond certification requirements.

Innovation

SG 17 | **Voluntary** | **Descriptive** | **General**

SG 17.1 Indicate whether any specific features of your approach to responsible investment are particularly innovative.

◉ Yes

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SG 17.2	Describe any specific features of your approach to responsible investment that you believe are particularly innovative.

Over the past year, New Forests has undertaken a review of our business, and we have determined that our philosophy will be based on the increasingly accepted concept of shared value. In our case we see shared value as reflecting our view that generating appropriate risk-adjusted returns over the long term to our clients is equally important to, and mutually reinforcing of, generating long-term benefits to the communities where we operate. We have developed a conceptual model called Sustainable Landscape Investment that encapsulates six themes that we believe drive performance in real assets investment management. We would be pleased to discuss this model with the PRI or others who are interested.

A major focus of our 2015 responsible investment and sustainability activities has been information sharing and collaboration, with a focus on creating shared value through forestry investment. Some example activities include:

- Hosting a landscape-planning workshop with stakeholders to explore how private land investments can contribute to regional conservation priorities. The workshop included government agencies, forestry companies, and the managers of New Forests' investments in the region. This was the first of its kind for an information sharing forum allowing multiple land managers to discuss and prioritise conservation actions on private land in the region.
- Hosting a forestry investment forum in Tasmania, which brought together the board of international non-profit Forest Trends and representatives government, non-profit organisations, and private business to discuss the opportunities for advancing Tasmania's forest sector through plantation management. The event included a field tour to explore the state of the forest sector, examining past conflict issues and current best practice management, and culminated with a reception attended by the Minister of Resources for Tasmania.
- New Forests convened a one-day conference on The Future of Forestry Investment in Sydney, Australia on 22 October 2015 as part of our 10-year anniversary celebrations. With more than 200 participants from around the world, the conference convened investors, conservation leaders, and representatives from across the forest sector to explore the opportunities and key themes emerging in the forestry investment and conservation finance. The conference included a strong focus on ESG themes, with speakers including New Forests' staff and board, including Chairman David Blood, and institutional investors. To promote further information sharing, we have made the video of the conference available on our website at https://www.newforests.com.au/insight_report/the-future-of-forestry-investment/.

Some of our additional innovations and achievements include:

- being a fund manager wholly-dedicated to forestry and conservation investments that seek to deliver both commercial return and impact
- the only large timberland investment management organisation that publishes an annual sustainability report or uses metrics for social and environmental performance (to the best of our knowledge)
- implementing a company-wide social and environmental management system that applies consistent standards across all investment products and includes an audit system, management review, and continual improvement
- collaborating with Native American tribes to include tribal lands in California's cap-and-trade scheme, which provides revenue to support sustainable forest management on ancestral lands - for example see: http://blogs.edf.org/californiadream/2014/10/30/how-californias-climate-policy-is-saving-the-forest-and-preserving-a-way-of-life/#sthash.wPI6wVOA.dpuf
- developing first-of-their-kind funds for regulated environmental markets opportunities, targeting a sophisticated institutional client base
- developing and launching the first institutional investment fund dedicated to plantation forestry in Southeast Asia

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○ No

Assurance of responses

SG 18	Voluntary	Additional Assessed	General

SG 18.1	Indicate whether your reported information has been reviewed, validated and/or assured by internal and/or external parties.

◉ Yes

SG 18.2	Indicate who has reviewed, validated and/or assured your reported information.

☑ Reviewed by Board, CEO, CIO or Investment Committee

☑ Validated by internal audit or compliance function

☐ Assured by an external independent provider, specify name

☐ Other, specify

SG 18.3	Describe the steps you have taken to review, validate and/or assure the content of your reported information.

This report was prepared by the corporate sustainability manager, who is the main PRI contact for the organisation. It was reviewed for accuracy and completeness by the company's Executive Committee (CEO, COO, CFO, two Managing Directors, and the Executive Director, Investor Services). Final review was completed by the Director of Legal, Risk, and Compliance.

○ No

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