



TCFD Report

December 2021

A RARE BIRD TODAY,
STRONGER TOMORROW:
OUR JOURNEY TOWARDS
CLIMATE RESILIENCE

Letter from the Chair of the Board and the CEO

Presima is a Montreal-based asset manager focused on generating growth over the medium to long-term for its clients through global real asset securities. Our investment horizon leads us to believe that real asset securities are representative of their underlying assets and should be priced accordingly. While they may be more correlated to stocks in the short term, they perform like their underlying assets over the medium to long-term. The nature of the listed market can lead to divergences between stock prices and intrinsic value and our investment philosophy aims to exploit these opportunities.

Knowing that risk factors such as environmental, social, and governance (ESG) issues can have an impact on long-term financial returns, we became a signatory of the United Nations Principles for Responsible Investment (UN PRI) in 2009. We have also integrated ESG considerations into our underwriting process, namely, into every security valuation so that, in concert with more conventional financial indicators, we capture a holistic view of a potential investment’s risk profile. This ensures we give ESG issues appropriate consideration consistent with our fiduciary duty and are able to exploit the positive link between ESG risk management and the cost of capital. In that regard, we believe that forward-thinking, sustainability-oriented companies that excel along a broad spectrum of ESG considerations should be rewarded with a lower risk premium than peers with a more short-term, less responsible orientation.

In 2020, as part of an exercise to update and improve our ESG incorporation approach, we formalized our commitment to combat climate change. Knowing that climate change is a serious threat to communities, businesses like ours and ecosystems around the world, we understand that climate risk factors are material and can have an impact on long-term financial returns. This

is evidenced by the United Nation Inter-Governmental Panel on Climate Change’s Sixth Assessment Report, Climate Change 2021: The Physical Science Basis. We are committing to participate in the movement to mitigate climate change risks as well as to adapting to them, by building resilience for our business model and stakeholders. We aim to do this in a structured, systematic way on foundations that are set by the latest scientific knowledge.

It naturally follows that we believe climate disclosures are relevant and necessary in our overall investment decision process and to improving market efficiency. To signal our advocacy for the disclosure of material climate risks (and opportunities) by both corporates and investment managers, Presima proudly:

- became a public supporter of the Task Force on Climate-Related Financial Disclosures (TCFD) in December 2020,
- responded to the PRI’s climate module questions in our 2021 PRI disclosures,
- published its first Climate Policy in 2020,
- publicly supported the Paris Agreement in 2021, and
- is now publishing this first TCFD report.

In this first TCFD report, we are sharing our climate story with our stakeholders. We believe this journey will lead us to set ambitious yet realistic targets and position us favourably in a climate-constrained economy. Our disclosures also serve to establish the elements of the baseline against which we will measure our progress on our journey towards climate resilience. To put our words into action, we dedicated human and financial resources to the process of implementing the TCFD recommendation across our portfolios, the details of which you will find throughout this report.

In parallel, we continue to be committed to active ownership and management, and to strive to excel at engagement with companies in our investment universe, a crucial component in our investment process, as we have done since our inception. Our Engagement Story is detailed in page 20 of this report.

On the road ahead of us, we are committed to deepening our important climate work and to keeping our clients regularly and systematically informed of our progress.



A handwritten signature in blue ink, appearing to read 'S. P.' or similar.



A handwritten signature in blue ink, appearing to read 'Daniel H. ...'.

Since their publication in 2017, the Taskforce on Climate-related Financial Disclosures (TCFD)'s 11 recommendations have become the cornerstone of financial reporting on climate change.

As part of its climate journey, Presima developed this first stand-alone TCFD report and established a roadmap that is aligned with key participants in its business environment and incorporates internal ambitions.

CORE ELEMENTS OF RECOMMENDED CLIMATE-RELATED FINANCIAL DISCLOSURES



Governance

The organization's governance around climate-related risks and opportunities.

See what we do



Strategy

The actual and potential impacts of climate-related risks and opportunities on the organization's businesses, strategy and financial planning.

See what we do



Risk Management

The processes used by the organization to identify, assess and manage climate-related risks.

See what we do



Metrics and Targets

The metrics and targets used to assess and manage relevant climate-related risks and opportunities.

See what we do

In the following pages, you will find elements of our disclosures organized according to the TCFD framework and its four pillars, as well as their 11 associated recommendations. With the objective of rendering our disclosures decision-useful for our clients, we developed a format in which we offer a specific, explicit response to each of the 11 recommendations. In each response, we also strived to inform our stakeholders about our position in regard to the recommendation, Presima's advancement to date in regard to the recommendation itself, and our objectives for the future, including a coarse, but committal timeline.

To prepare for the development of our first stand-alone TCFD disclosures, we reviewed and analyzed the disclosures of selected actors in our business environment, namely our clients, investees, and standard setters. We also reached out to a cross-section of clients and investees to assess their needs and interests in the different elements that may be contained in our disclosures.

We also paid particular attention to metrics. In addition to performing a rigorous and more detailed benchmarking exercise, we considered the external business environment conditions that might shape the future in terms of climate-related financial disclosures and integrated insights from standard-setters where useful. Combining our fundamental desire to make our climate disclosures decision-useful, our objective is to reduce friction in our value chain, as well as our desire to apply science-driven principles to guide internal decision-making. In this report we present our baseline, portfolio and investment universe data using the carefully selected metrics that resulted from this exercise.

You will notice that the following responses are given from our investment portfolios' perspective. While the impact of our corporate-level actions must also

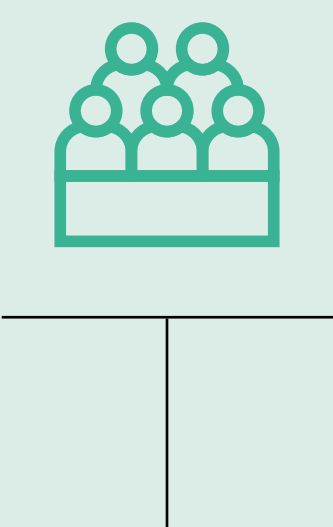
be considered, the choice made for our initial TCFD report reflects the relative importance of the impact of our investment strategies compared to those corporate-level actions. Nonetheless, several corporate-level initiatives are in place, as well as a structure to continue to enhance these. Amongst others, we are proud to report that 30 tonnes of CO₂ emissions were offset for our 2019-2020 business travel and 1 tonne of plastic was offset in 2021. Furthermore, we plan on calculating our complete organisational carbon footprint to support the development of our future carbon reduction target.

Climate change is a complex, multifaceted issue. On our journey towards climate resiliency, we have opted to adopt an approach that would allow us to advance efficiently, confidently, and with the buy-in of our team. Our approach is rooted on foundations of knowledge, science, and rigour which we deem essential to succeeding in the transition lying ahead. To achieve our goals, we have broken down the complex task of addressing climate change into manageable, measurable projects. We have identified opportunities to test, prototype, integrate, develop products and services, and scale. Importantly, we have ensured our stated ambition reflects our internal ambition and laid the ground for the work ahead to be aligned with our objectives.

With the publication of this first TCFD report, we are proud to present this approach to our stakeholders. We also acknowledge that the climate space is in movement, and that the velocity at which science, research and developments occur in the investment management world is great. As the planet's needs and the world's response evolve, so too will the TCFD and so too will our journey. Knowing this, we have begun integrating future-facing elements in our reflexion and in our actions.

Several corporate-level initiatives are in place, as well as a structure to continue to enhance these. Amongst others, we are proud to report that 30 tonnes of CO₂ emissions were offset for our 2019-2020 business travel and 1 tonne of plastic was offset in 2021. Furthermore, we plan on calculating our complete organisational carbon footprint to support the development of our future carbon reduction target.





THE 11 TCFD RECOMMENDATIONS

PILLAR: Governance

The organization’s governance around climate-related risks and opportunities.

Objective & Scope

Effective climate governance enables efficient and transparent decision-making within the organization and encourages vertical climate alignment throughout the organization.

At Presima, we understand that effective governance begins with the Board of Directors and the mandate given to the Management Team.

We are currently developing a plan to continue building climate resilience and will make public our climate goals and the advances made to our climate governance structure.

The following responses are meant to inform stakeholders on the organizational structure put in place, namely, on our board’s oversight of, and management’s role in, assessing and managing climate-related risks and opportunities.

PRESIMA CLIMATE ORGANIZATIONAL STRUCTURE





PILLAR: GOVERNANCE

Board’s oversight
of climate-related risks
and opportunities.

Knowledge Statement

Presima’s Board is conscious of the serious threat that climate change poses to communities, businesses and ecosystems around the world. Recognizing the importance of this threat, Presima’s Board of Directors approved a Climate Policy in December 2020.

This policy is applicable to all assets under management and all employees. It aims to support and foster the understanding of potential physical effects of climate change, as well as potential opportunities arising from the transition to a low-carbon economy, in the overall investment decision process.

Current Actions

Presima’s Board exercises ultimate and complete oversight of climate-related matters, including risks and opportunities. In its exercise of the oversight of climate-related matters, the Board has delegated the management of risks and opportunities to the Management Team.

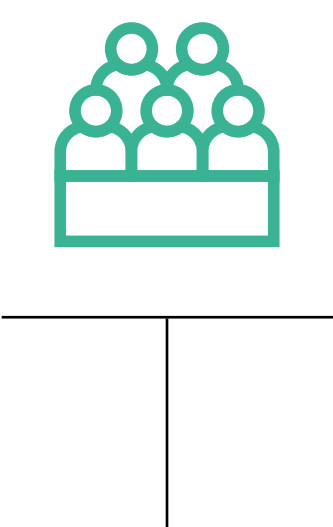
The Board specifically addressed climate change in its Fall 2021 meeting, and confirmed its willingness to obtain further training on the subject. This training is intended to deepen the Board’s knowledge, such that it can actively consider climate risks and opportunities and commit to reducing Presima’s impact on our climate, and the impacts of climate change on Presima and the world.



Planned Actions

In light of this objective, the Board has committed to attending a specific climate working session in Q1 2022 to move towards establishing a process for, and formalizing the implementation of:

- a. Being informed about, and reviewing, climate-related risks and opportunities regularly through a statutory agenda point for board-level discussion;
- b. Setting climate-related targets for the firm and its strategies;
- c. Determining the content of a climate-related risk dashboard.



PILLAR: GOVERNANCE

Management’s role
in assessing and managing
climate-related risks
and opportunities.

Knowledge Statement

The Management Team has been mandated to support the Board in its oversight of climate-related matters.

In this role, it assumes the responsibility for managing climate-related risks and opportunities.

It does so with the goal of ensuring that ESG concerns permeate all aspects of our business: that they are integrated in our operations, that we continue to develop ESG practices and processes, and that we embed these into our investment strategies.

For this reason, climate change has been included in internal policies and procedures, and an organizational structure has been put in place to address climate-related matters in a systematic and efficient way.

Current Actions

The Management Team has established the Responsible Investment Committee (RIC), which oversees all investment activities at Presima, including investment research and integration as well as corporate-level initiatives and reporting.

The RIC includes representatives from the Investment Management team and members from the Client Service and Business Development and Compliance teams, namely: the Global Portfolio managers who are responsible for all invetsment activities, the Head of Client services who is responsible for all reporting initiatives and the Head of Compliance who is responsible for our corporate risk management structure, which includes climate-related issues.

The RIC reports to the Management Team at least quarterly on any material ESG developments and advancements.

It has established a Climate Working Group (CWG) tasked with researching, informing and reporting on climate-related matters.

It is composed of a Global Portfolio Manager, the Head of Client Services, and two Analysts, with a direct line of communication to the Board of Directors. The CWG reports to the RIC at least quarterly on any important developments related to climate risks, and quarterly on all climate-related advancements.

Key members of both the RIC and the CWG have engaged in knowledge acquisition and bespoke training about climate matters.

Planned Actions

The CWG has also engaged the services of an external climate advisor to guide us on our climate journey, including defining our objectives and next steps in assessing and managing climate-related risks and opportunities.



THE 11 TCFD RECOMMENDATIONS

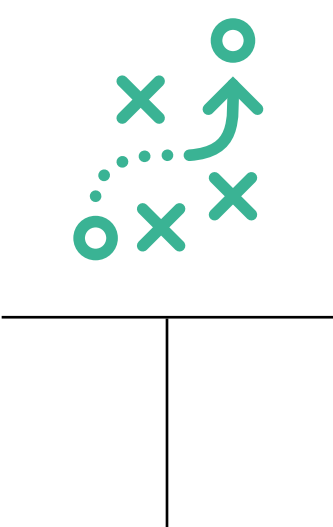
PILLAR: Strategy

The actual and potential impacts of climate-related risks and opportunities on the organization’s businesses, strategy, and financial planning.

Objective & Scope

The following responses are meant to inform our stakeholders on Presima’s existing risks and opportunities over different time horizons, their impact on our business model, and the resiliency of Presima’s strategy in the face of a changing climate.

In developing theses responses, we have aimed to also develop a sound understanding of how this information can be utilized and inform decision-making.



PILLAR: STRATEGY

Climate-related risks and opportunities the organization has identified **over the short, medium, and long term.**

Knowledge Statement	Current Actions	Planned Actions
<p>Real estate is an asset class exposed to important climate risks, including both direct physical risks (chronic and acute) and indirect transition-related risks (e.g., market, technological, legal, reputational), that could have material effects on investee returns, cash flows, earnings, and valuations across all real estate sectors.</p>	<p>As part of our current processes, geo-specific transition risks are identified by individual analysts who have deemed these to be material.</p> <p>In parallel and as detailed in Our Engagement Story on page 20 of this report, we have engaged with companies in our investment universe in order to better identify company-level climate risks.</p>	<p>As we progress on our climate journey, with the support of external advisors, our advances will lead us to identify opportunities and assets that contribute significantly to achieving our climate goals, as well as those that are exposed to greater risk within our portfolios.</p> <p>Our final goal is to better integrate climate-related risks in our investment strategies.</p> <p>With respect to physical risks, we plan to deepen our understanding of geospecific, extreme weather risks (e.g., precipitation, flooding, severe storms). We will begin this exploration by first looking at our North American exposure, followed by Europe, and then Asia. With respect to transition risks, we will focus our efforts on the price of carbon and regulations related to energy sources and building retrofits, following the same geographical logic.</p> <p>At term, the evaluation of both physical and transition risks as well as the associated goals and advances will be analyzed on three timeframes: short-term (0-5 years), medium-term (5-15 years) and long-term (15+ years).</p>

PILLAR: STRATEGY

The impact of
climate-related risks
and opportunities on the
organization’s businesses,
strategy, and financial
planning.

PILLAR: STRATEGY

The resilience of the
organization’s strategy,
taking into consideration
different climate-related
scenarios, including a 2°C
or lower scenario.

Knowledge Statement

As an investor, Presima believes that climate-related risks and opportunities may be material to some of its investment strategies, products, and financial planning.

Current Actions

With the support of expert, external advisors, we have embarked on the process of investigating the potential impacts of these risks on our investments. We consider this a foundational task to further management action.

Planned Actions

Our initial risk assessment and related impacts, which we intend on sharing with the Board during 2022, will serve to begin identifying the most material issues (including informing on when they are likely to materialise and their potential impacts), enabling us to rate and rank both physical and transitional risks on different time horizons and using different climate change scenarios.

Once these impacts are clearly understood, we will actively develop strategies and processes to manage these.

These advances will be disclosed in future TCFD reports, as we progress along our climate journey.

Knowledge Statement

As an investment manager, the risks associated with climate change are highly related to Presima’s investments.

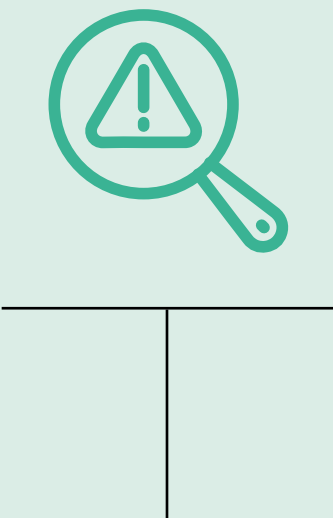
Knowing this, we believe the portfolios we manage for our clients need to be resilient to the impacts that different climate scenarios might bear.

Current Actions

We intend on deepening our knowledge of scenario analysis, identifying potential service providers and tools, and exploring the benefits of the approach before taking discrete actions in that regard.

Planned Actions

We have earmarked the funds needed to continue retaining expert, external advisors to help establish our short- and long-term roadmap to ensuring the climate resilience of our portfolios.



THE 11 TCFD RECOMMENDATIONS

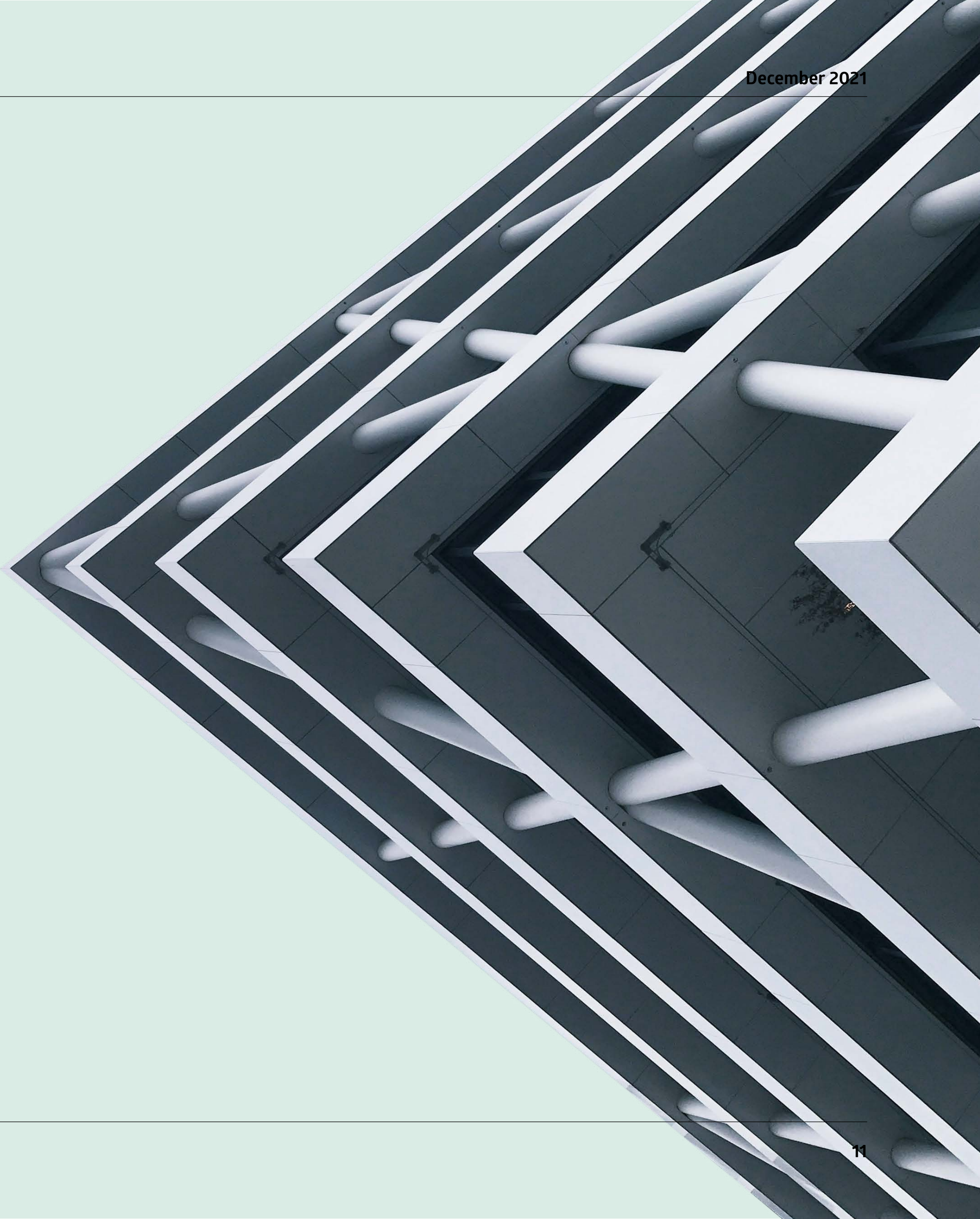
PILLAR:
Risk
Management
How the organization identifies, assesses, and manages climate-related risks.

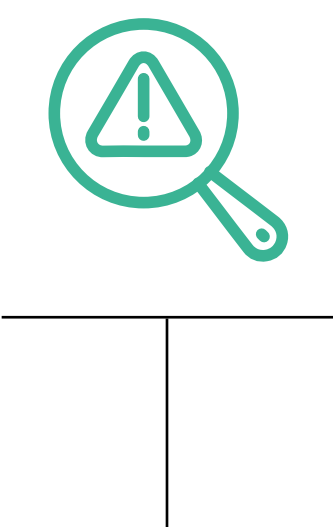
Objective & Scope

Presima is committed to identifying both geographic and sector-level climate-related risks (both physical and transition risks), and to assessing the exposure of its portfolios to these risks.

It is also committed to implementing an organization-wide strategy to manage those risks deemed material across its portfolios, as well as to identify and benefit from climate-related opportunities.

As a first step, in 2021, Presima undertook a comprehensive review of its approach to identifying, assessing, and managing climate-related risks with the objective of significantly improving its processes and overall effectiveness.





PILLAR: RISK MANAGEMENT

The organization’s **processes for identifying and assessing** climate-related risks.

Knowledge Statement

Presima is aware that to adequately inform our organizational and investment strategies, we must have:

- a. A sound understanding (and clear visibility) of the climate-related risks that could affect returns for our investors, as well as the financial performance of our organization, and
- b. A defined process to effectively assess the plausible impacts of these risks on our investments.

Presima is also aware that in the real estate sector, climate risks include acute physical risk (resulting from increased severity and frequency of extreme weather event), chronic physical risk (resulting from extreme variability in weather patterns), policy and legal risk, market risk, technology risk and reputational risk.

We also know that these risks may have a financial impact through physical damage to fixed assets, asset impairment and asset valuation, increased heating and cooling, maintenance and repairs costs, property taxes, new operational expense, impact on vacancy rate and rental rate (revenue), insurance costs and in some cases uninsurable assets, compliance costs, CapEx (for retrofits), and cost and availability of capital.

Current Actions

In addition to the staffing (via the appointment of the CWG) and consulting resources that have been allocated to date, Presima has invested financial resources to obtain data from third-party ESG data providers (e.g., Sustainalytics, Bloomberg) to identify, monitor, and track climate-related risks (e.g., the evolution of GHG emissions for our entire investment universe).

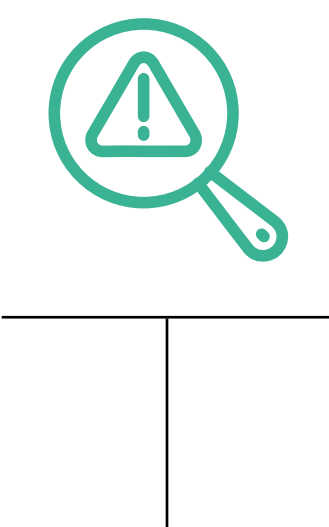
Combined with the outcomes of our interactions with our external advisors, access to these data and resources has enabled the CWG to embark on detailed climate risk identification. As this process evolves, and our segment-level, climate risk register is completed, we will establish key metrics and targets for our portfolios.

We plan on updating this exercise annually and assessing the materiality of these risks on the same basis.

Planned Actions

One of Presima’s next steps will be to continue to refine and improve how climate-related risks are identified and assessed. In doing so, we will push to develop an in-house approach to qualitatively and quantitatively assess climate-related risks, incorporating materiality thresholds and integrating these data into our investment thesis and risk management framework.

IDENTIFIED RISKS				
Acute physical risk (Increased severity and frequency of extreme weather event) Wildfire Floods Storm surge	Policy and legal risks Disclosures of building-level climate risk score or information New mandatory/compliance requirements Enhanced emissions reporting obligations GHG emissions reduction targets City-level climate adaptation planning Exposure to litigation	Market risk Shift in tenants’ sentiment towards physical risk (e.g., move away from high-risk communities if possible) Shifts in tenants’ preferences for green buildings Investors’ sentiment towards climate risks Insurability and affordability of insurance	Increased cost of raw material Technology risk Devaluation of conventional building given the rise of green, climate-resilient buildings New investments required for climate adaptation and mitigation Costs to transition to lower-emissions technology	Reputation risk Inter-linkages with other risks Increased stakeholder concern or negative stakeholder feedback
Chronic physical risk (Extreme variability in weather patterns) Extreme precipitation pattern Rise in sea level Extreme heat				



PILLAR: RISK MANAGEMENT

The organization’s **processes for managing** climate-related risks.



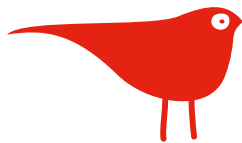
Knowledge Statement

Presima is aware that effective and efficient climate risk management requires a sound risk management approach and processes, and that firm-level adoption is essential for it to function properly.

Current Actions

Presima’s current general approach to risk management for investment-based risks is simple and efficient: companies included in portfolios and their risks are managed at the analyst level and portfolio risk is managed at the portfolio level.

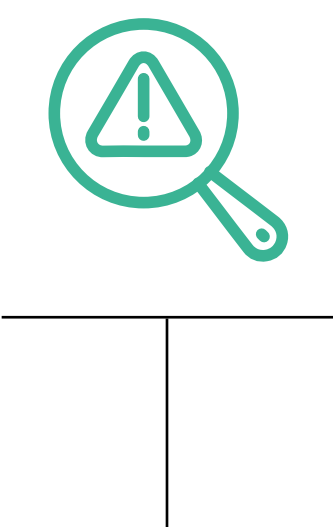
We are currently working at developing a comprehensive climate risk management approach that integrates across all our value creation processes and reflects our ambition to position ourselves among leaders in our space.



Planned Actions

Presima is committed to implementing an organization-wide strategy to manage those climate-related risks deemed material across its portfolios, as well as to identify and benefit from climate-related opportunities.

The CWG is exploring, with the intent of making new propositions, ways to advise on managing climate-related risk.



PILLAR: RISK MANAGEMENT

How processes for identifying, assessing, and managing climate-related risks **are integrated into the organization’s overall risk management.**

Knowledge Statement	Current Actions	Planned Actions
<p>We know that integrating the identification, assessment, and management of climate-related risks into our overall risk management system will enable us to gain a comprehensive perspective of these risks and prioritize adequate adaptation and mitigation measures to ensure the resilience of our portfolios.</p>	<p>In order to address Canadian and US regulatory requirements in regards to organisational risk management, Presima is in the process of updating its risk management framework which will, going forward, include climate risk as one of the firm’s key risks. This framework is being updated to formalize risk management at the company level and ensure employee accountability in the management of certain key risks. The objectives of the risk management framework are the following:</p> <ul style="list-style-type: none">a. Identify organisational risks that could affect Presima;b. Provide detailed documentation for the risks with the highest probability and impact (key risks); andc. Ensure mitigation of these key risks.	<p>The CWG is directly involved and working directly with the Head of Compliance (who sits on the RIC) to propose detailed climate risk metrics for the firm’s risk management framework.</p>



THE 11 TCFD RECOMMENDATIONS

PILLAR: Metrics and Targets

used to assess and manage
relevant climate-related
risks and opportunities.

Objective & Scope

- Presima aims to leverage metrics and targets of two sorts:
- a. Those that directly influence our investment strategies and portfolios (e.g., GHG emissions, water consumption, waste and waste management, etc.),
 - b. Those that support other actions we are taking to contribute to reducing friction in our value chain, as well as demonstrate how we want to meaningfully engage with our investees, which are detailed in Our Engagement Story on page 20 of this report.

The following responses seek to align our climate ambitions, governance structure, and risk management frameworks around tangible metrics and targets to ensure expected results are met. They serve to situate our organizational focus and the efforts deployed.





PILLAR: METRICS AND TARGETS

The metrics used by the organization to assess climate-related risks and opportunities in line with its strategy and risk management process.

Knowledge Statement

Presima has taken a rigorous analytical approach to evaluating and selecting key metrics, seeking to gain an understanding of the landscape and consider a wide array of physical and transition risks that these metrics could measure.

Current Actions

We reviewed over 45 different metrics reported by some of our peers, clients, and standard-setters, and identified the most commonly used metrics. We sought to understand why they were selected by the actors in our value chain. We also considered external (business) environment conditions to identify what might shape the future of climate-related financial disclosures, and we integrated insights from standard-setters where we deemed informative to do so.

Although we recognize that a number of climate-related metrics are pertinent to the real estate sector, for our first baseline report, we chose to begin by disclosing GHG emissions-related metrics only, namely carbon emissions in accordance with the GHG Protocol Corporate Accounting and Reporting Standard (“GHG Protocol”).

Through the engagement process defined in Our Engagement Story on page 20 of this report, we have also identified key management metrics aimed at confirming which of our investee companies disclose to the TCFD framework and have begun formally tracking climate disclosure progress against our internally defined objectives.



Planned Actions

In 2022, we will continue investigating data providers and confirm metrics of choice surrounding other climate-related risks that are material to the real estate sectors (e.g., water availability and use, waste and waste management).

These metrics will be compared over time as we advance our goal of incrementally decarbonizing our investments, continue to build resilience in our investment strategies (de-risk), and position ourselves to capitalize on the climate-related opportunities of a low carbon economy.

With the support of our external expert advisors, Presima will also identify the appropriate metrics to measure progress on physical risks related to our investments, with a specific focus on our holdings.



PILLAR: METRICS AND TARGETS

**Scope 1, Scope 2,
and, if appropriate,
Scope 3** greenhouse gas
(GHG) emissions, and the
related risks

Knowledge Statement

We recognize the important challenge of gaining access to quality data. In date of this report, our emissions data was sourced from several providers including: Bloomberg, Sustainalytics, Capital IQ, and company reports.

Given not all companies in our investment universe report GHG emissions, the data collected is a combination of: (i) company reported data and (ii) company estimated data. Reported data was pulled from Bloomberg and Sustainalytics, with both platforms drawing from companies’ sustainability reports. Estimated data is purely derived from Sustainalytics’ proprietary estimation models. Sustainalytics uses company-reported GHG emissions to generate estimates for non-reporting companies through statistical estimation which incorporates different factors per modelled group, using three input variables: average emissions per million US dollar total revenue, average emissions per million US dollar PP&E, and average emissions per employee.

To ensure data quality, we double checked any outlying data points and contacted the data service providers or companies directly to eliminate as many outliers as possible.

Both reported and estimated inputs represent companies’ Scope 1 and location-based Scope 2 carbon emissions. Given environmental figures have an average of 1.5 years update cycle at the company level, we are applying 2019 datasets as of the date of publication of this report.

Current Actions

We have investigated the carbon footprint of our portfolios. This involved collecting annual GHG emissions information on the companies we invest in, to help form a baseline to be integrated in future processes used in climate-related metrics monitoring and target setting.

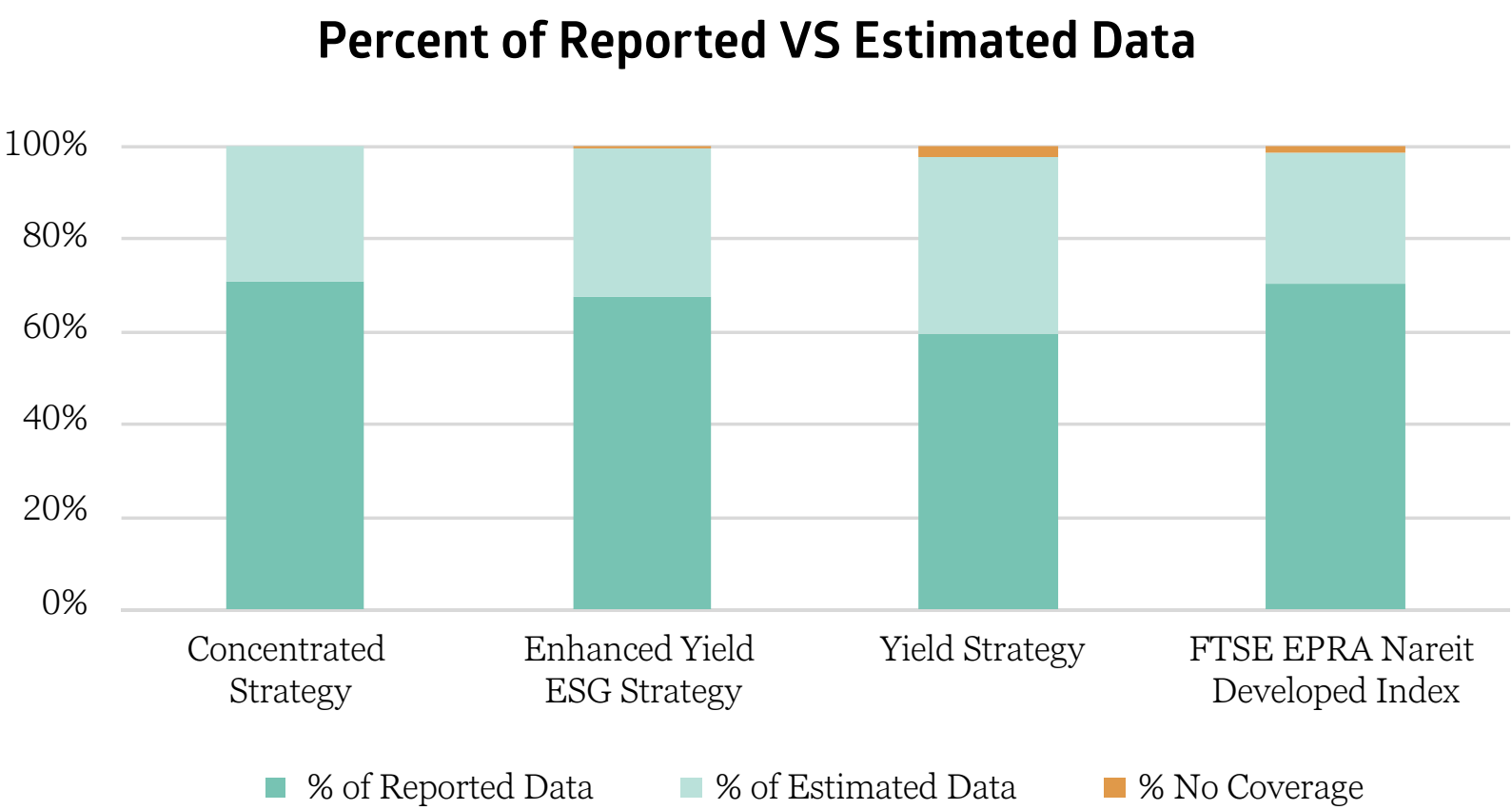
In the present report, you will find an explanation of the methodology as well as the results for the four sets of metrics shown, which are: total carbon emissions, carbon emissions intensity by area, carbon emissions intensity by revenue, and carbon emissions to value invested.

In all cases, we have used aggregated apportioned carbon emissions based on ownership. This sheds light on the absolute or intensity measure of the carbon emissions Presima is invested in.

Planned Actions

In 2022 we plan to engage with the companies in our investment universe on specific engagement points related to GHG emissions data and metrics in order to improve the robustness of the GHG data we use.

We also plan on calculating our organisational carbon footprint, to support the development of our carbon reduction target.



METRIC	ABSOLUTE EMISSIONS (tCO ₂ e)	CARBON INTENSITY (tCO ₂ e/Sqm)	EMISSIONS INVESTED (tCO ₂ e/MM Invested)	CARBON INTENSITY (tCO ₂ e/MM Revenue)
METHODOLOGY	Aggregate of apportioned carbon emissions of all portfolio constituents	Aggregate of apportioned carbon emissions of portfolio constituents per apportioned square meters	Aggregate of apportioned carbon emissions of portfolio constituents per \$1 million invested	Aggregate of apportioned carbon emissions of portfolio constituents per \$1 million generated in apportioned revenues
COMMENT	Used to gauge absolute emissions and changes over time. Also referred to as “Carbon Footprint”	Carbon emissions normalised by area. Enables the comparison of the carbon emissions efficiency of the assets in each portfolio. Also enables a comparison specific to real estate portfolios	Allows for the understanding of the emissions supported by our investments	Carbon emissions normalised by revenue. Allows for the comparison of emissions generated by revenue created for a given investment strategy
CONCENTRATED STRATEGY	11 397	0,026	12,59	82,78
ENHANCED YIELD ESG STRATEGY	1 583	0,025	9,36	100,82
YIELD STRATEGY	869	0,021	9,71	99,44
FTSE EPRA NAREIT DEVELOPED INDEX	25 890 983	0,032	13,92	101,81

Data as of June 30, 2021.



PILLAR: METRICS AND TARGETS

The targets used
by the organization to
manage climate-related
risks and opportunities
and performance against
targets.

Knowledge Statement

Setting appropriate targets will serve to embed decarbonization in our approach, and ensure that future shareholder value creation is de-risked and optimized, and that our investments continue to align with the economic transition to a low carbon economy in-progress.

Current Actions

No targets have been set as of the date of publication of this report.

We are deepening our understanding of the Science-based Targets Initiative (SBTi), which we plan to use to inform how we will decarbonize our investment strategies.



Planned Actions

We anticipate setting a GHG emissions target for at least one of our investment strategies in 2022 and later expanding our approach to our other strategies. However, we fully acknowledge and recognize that further analysis is required to achieve this goal.



Our Engagement Story

Our approach requires portfolio managers and analysts to build collaborative relationships with key management personnel through dialogue and asset visits around the globe, alongside formalized engagement objectives with pre-determined success factors. This approach is demonstrated through our Voting Principles Policy and Proxy Voting Procedure. To further structure our stewardship activities, we also published an inaugural Engagement Policy focused on defining success as well as setting and annually monitoring formal engagement objectives. We are happy to report that we have seen the benefits of this refined approach in our interactions with both investees and clients.

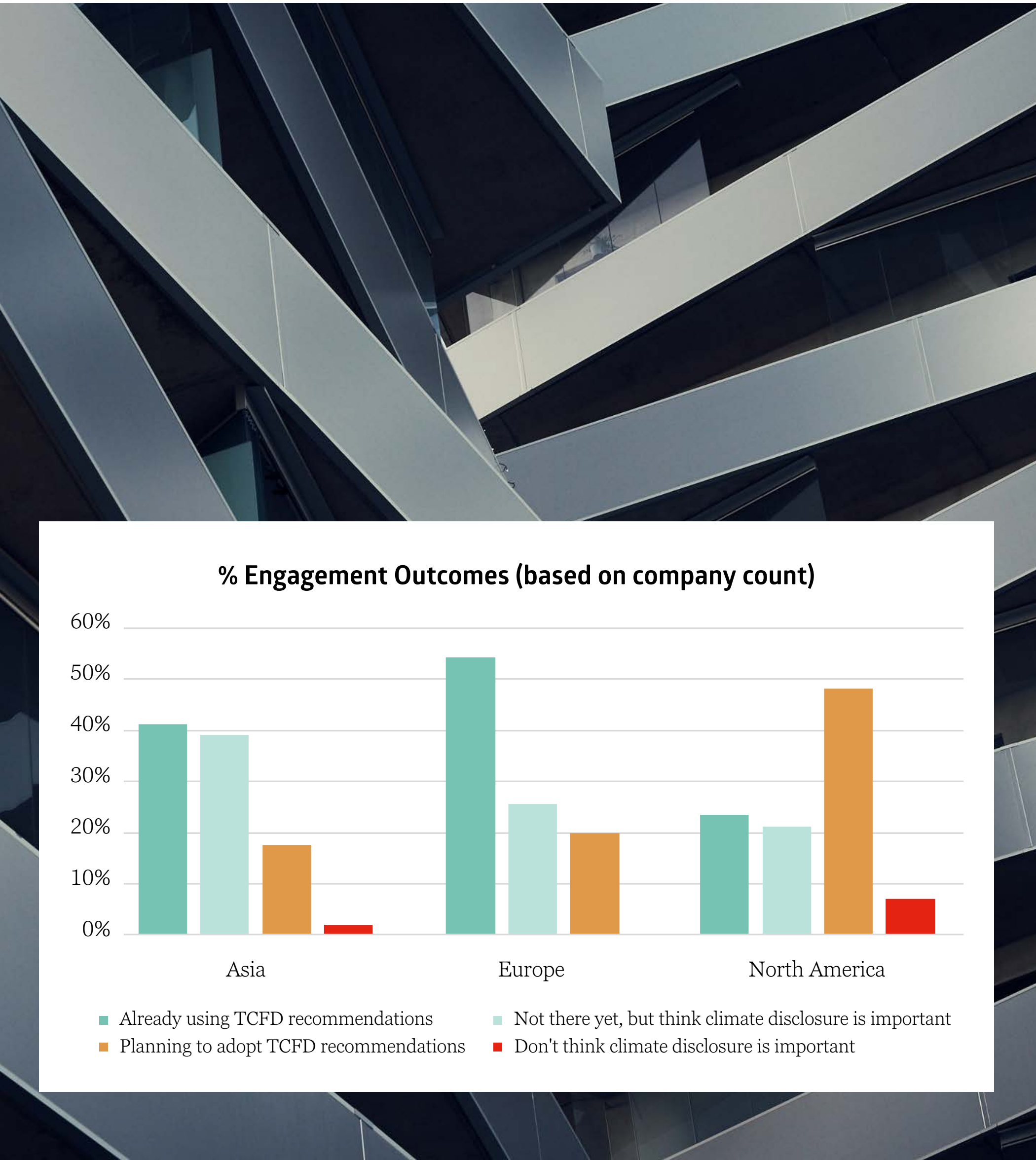
Our desire to excel at engagement also permeates to climate-related matters.

In 2021, Presima began to engage with companies in its investment universe on questions generally related to the TCFD namely, the adoption of the TCFD framework and the publication of related disclosures. Through this engagement process, we have identified key management metrics aimed at confirming which

of our investee companies disclose to the TCFD framework and have begun formally tracking climate disclosure progress against our internally defined objectives. Indeed, one of our objectives in leveraging metrics and targets is to support actions we are taking to contribute to reducing friction in our value chain, as well as demonstrate how we want to meaningfully engage with our investees. Our initial target was to obtain responses from at least 50% of our benchmark companies, and our goal is to have at least 15% (by market cap) of our benchmark companies disclosing at least one TCFD element in 2021. As of November 30, 2021, we had engaged with 50.1% of the constituents in our benchmark with over 30% of companies having committed to implementing one TCFD recommendation. Currently underway, outcomes from this leadership engagement initiative will serve to establish the principles that will be embedded in our strategy to ensure its resiliency.

In 2022, we plan to engage with the companies in our investment universe on specific engagement points related to GHG emissions data and metrics in order to improve the robustness of the GHG data we use.

The results of any eventual scenario analysis will also be leveraged in our climate-related investee engagement initiatives, to continue encouraging them to reduce their risks and increase their resilience, directly benefiting Presima.



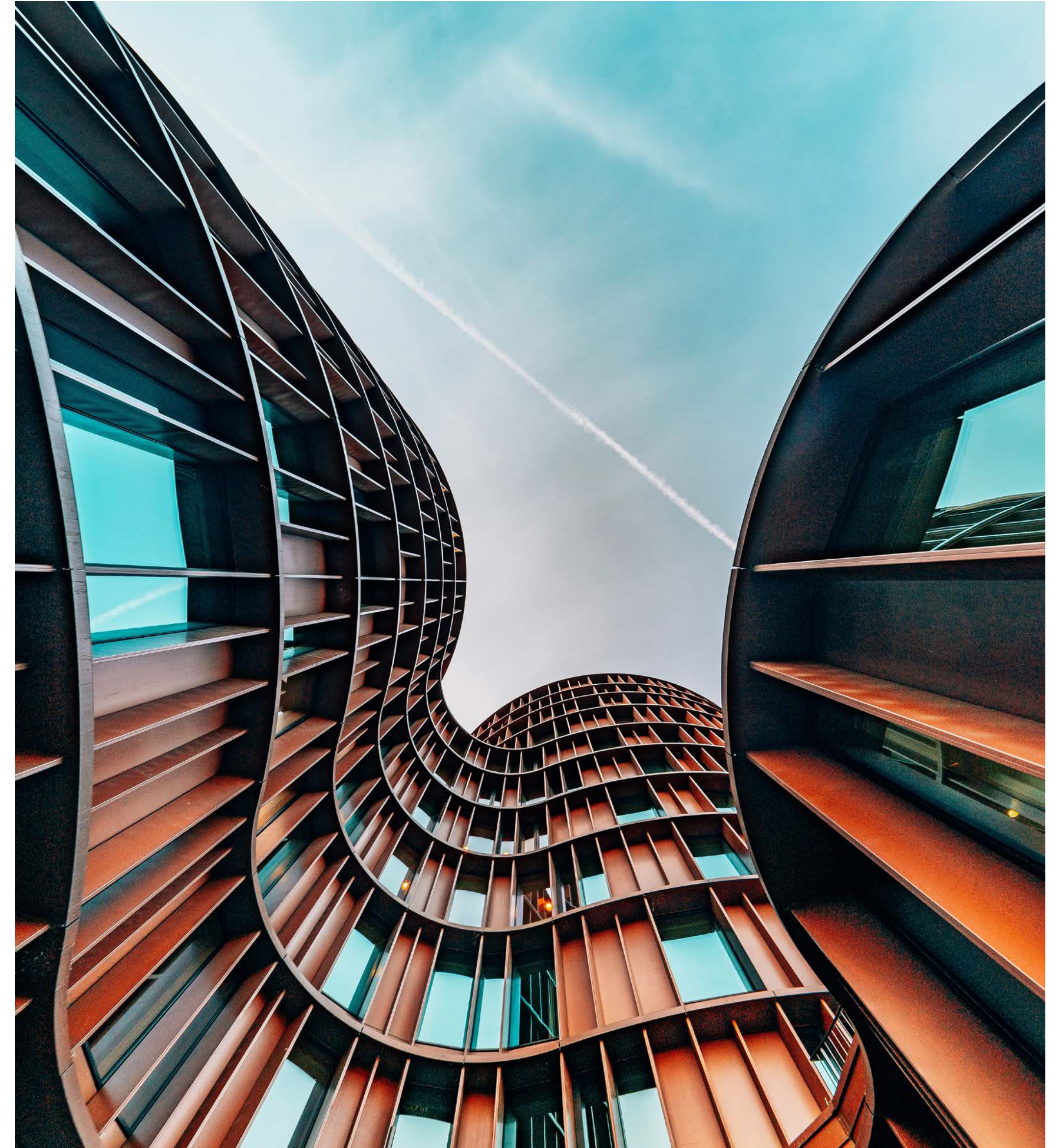
Conclusion

Presima views climate change as a serious threat to communities, businesses, and ecosystems around the world. Thus, we seek to support climate change action by aiming to understand the potential physical effects of climate change, as well as potential opportunities arising from the transition to a low-carbon economy, in the overall investment decision process.

In pursuing its investment activities and a responsible investment approach, Presima believes that climate risk factors are material and can have an impact on long-term financial returns. As such, we believe that climate disclosures are relevant and necessary in the overall investment decision process.

This report serves as a summary of Presima's commitments and also serves to establish the elements of the baseline against which we will measure our progress on our journey towards climate resilience.

For more information on our broader sustainability efforts, please visit our website at www.presima.com.



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