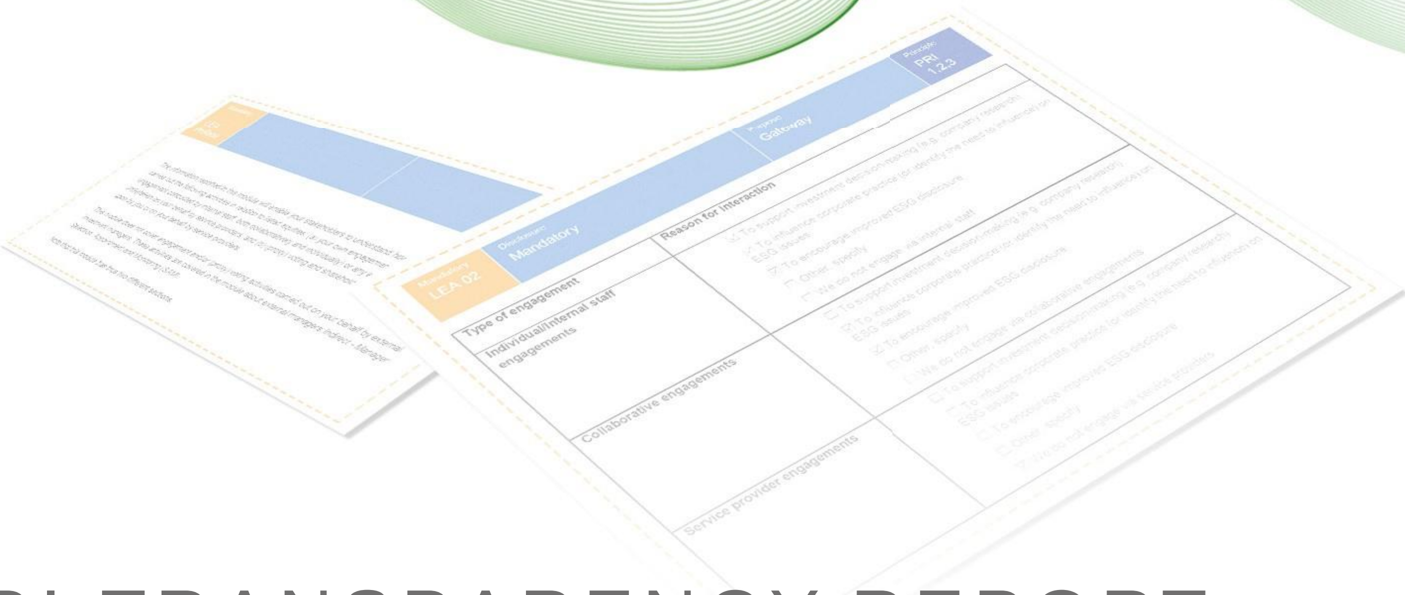
Principles for Responsible Investment



RI TRANSPARENCY REPORT

2018

Conservation Resource Partners LLC

FINANCE UNEP INITIATIVE | 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 2018 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 TG		-	n/a							
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	Active ownership practices for listed assets	🔒	n/a							✓
OO 11	ESG incorporation practices for all assets	✓	Public							✓
OO 12	Modules and sections required to complete	✓	Public							✓
OO LE 01	Breakdown by passive, quantitative, fundamental and other active strategies	🔒	n/a							✓
OO LE 02	Reporting on strategies that are <10% of actively managed listed equities	🔒	n/a							✓
OO FI 01	Breakdown by passive,active strategies	🔒	n/a							✓
OO FI 02	Option to report on <10% assets	🔒	n/a							✓
OO FI 03	Breakdown by market and credit quality	🔒	n/a							✓
OO SAM 01	Breakdown by passive, quantitative, fundamental and other active strategies	🔒	n/a							✓
OO PE 01	Breakdown of investments by strategy	🔒	n/a							✓
OO PE 02	Typical level of ownership	🔒	n/a							✓
OO PR 01	Breakdown of investments	🔒	n/a							✓
OO PR 02	Breakdown of assets by management	🔒	n/a							✓
OO PR 03	Largest property types	🔒	n/a							✓
OO INF 01	Breakdown of investments	🔒	n/a							✓
OO INF 02	Breakdown of assets by management	🔒	n/a							✓
OO INF 03	Largest infrastructure	🔒	n/a							✓
OO End	Module confirmation page	✓	-							

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CCStrategy 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	Identifying incidents occurring within portfolios	✓	Private							✓
SG 05	RI goals and objectives	✓	Public							✓
SG 06	Main goals/objectives this year	✓	Private							✓
SG 07	RI roles and responsibilities	✓	Public							✓
SG 07 CC	Climate-issues roles and responsibilities	🔒	n/a							✓
SG 08	RI in performance management, reward and/or personal development	✓	Public							✓
SG 09	Collaborative organisations / initiatives	✓	Public				✓	✓		
SG 09.2	Assets managed by PRI signatories	🔒	n/a	✓						
SG 10	Promoting RI independently	✓	Public				✓			
SG 11	Dialogue with public policy makers or standard setters	✓	Private				✓	✓	✓	
SG 12	Role of investment consultants/fiduciary managers	✓	Public				✓			
SG 13	ESG issues in strategic asset allocation	✓	Public	✓						
SG 14	Long term investment risks and opportunity	✓	Private	✓						
SG 15	Allocation of assets to environmental and social themed areas	✓	Public	✓						
SG 16	ESG issues for internally managed assets not reported in framework	✓	Public							✓
SG 17	ESG issues for externally managed assets not reported in framework	🔒	n/a							✓
SG 18	Innovative features of approach to RI	✓	Public							✓
SG 19	Communication	🔒	n/a						✓	
SG End	Module confirmation page	✓	-							

Assurance				Principle						General
Indicator	Short description	Status	Disclosure	1	2	3	4	5	6	
CM1 01.1	Assurance, verification, or review	✓	Public							✓
CM1 01.2 & 01.8	Assurance of this year's PRI data	✓	Public							
CM1 01.3 & 01.9	Assurance of last year's PRI data	✓	Public							✓
CM1 01.4, 10-12	Other confidence building measures	✓	Public							✓
CM1 01.5	External assurance	🔒	n/a							✓
CM1 01.6	Assurance or internal audit	🔒	n/a							✓
CM1 01.7	Internal verification	✓	Public							✓
CM1 01 End	Module confirmation page	✓	-							

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Conservation Resource Partners LLC

Reported Information

Public version

Organisational Overview

PRI disclaimer

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Basic information

OO 01	Mandatory	Public	Gateway/Peering	General

OO 01.1	Select the services and funds 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

	Further options for investment managers (may be selected in addition to the above)

☐ Execution and advisory services

☐ Hedge funds

☐ Fund of hedge funds

OO 01.3	Additional information. [Optional]

The strategy of Conservation Resource Partners, LLC (CRP) (formerly Conservation Forestry Partners) seeks to align private equity with conservation capital for the purpose of acquiring and managing a diverse portfolio of real assets. We are focused on offering portfolios of timberland investments and productive farm and pasture land, with significant conservation and natural resource values. Through our Conservation Forestry and Conservation Farming divisions, we do so in a manner that seeks to provide a competitive risk-adjusted rate of return for our investors, while optimizing the conservation values of the forests and farms we manage.

The firm and its various funds focus on making investments in North America, with an emphasis on the United States.

OO 02	Mandatory	Public	Peering	General

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

United States

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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

18

OO 03	Mandatory	Public	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	Public	Gateway/Peering	General

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

31/12/2017

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

	trillions	billions	millions	thousands	hundreds
Total AUM			818	265	457
Currency	USD				
Assets in USD			818	265	457

OO 06	Mandatory	Public	Descriptive	General

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

OO 06.1	Select how you would like to disclose your asset class mix.

○ as percentage breakdown
◉ as broad ranges

	Internally managed (%)	Externally managed (%)

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PRI Principles for Responsible Investment

Listed equity	0	0
Fixed income	0	0
Private equity	0	0
Property	0	0
Infrastructure	0	0
Commodities	0	0
Hedge funds	0	0
Forestry	>50%	0
Farmland	0	0
Inclusive finance	0	0
Cash	0	0
Other (1), specify	0	0
Other (2), specify	0	0

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

OO 06.3	Provide contextual information on your AUM asset class split. [Optional]

Currently, our AUM reflects the net asset value of current investments and uncalled capital of our Conservation Forestry division.

OO 09	Mandatory to Report Voluntary to Disclose	Public	Peering	General

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

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Developed Markets	○ 0% ○ <10% ○ 10-50% ◉ >50 %
Emerging, Frontier and Other Markets	◉ 0% ○ <10% ○ 10-50% ○ >50 %
Total100%	

OO 09.2	Additional information. [Optional]

Currently CRP invests exclusively in North America with a focus on the United States (U.S.). The U.S. is a preferred investment region for timberland and farmland because of its strong market fundamentals, efficient infrastructure, and availability of skilled forest and farm managers. In addition, its long history of private property rights and legal precedents with regard to conservation easement laws makes the United States well suited to our strategy of partnering with conservation organizations.

Asset class implementation gateway indicators

OO 11	Mandatory	Public	Gateway	General

Forestry

◉ We address ESG incorporation.

○ We do not do ESG incorporation.

OO 12	Mandatory	Public	Gateway	General

OO 12.1	Below are all applicable modules or sections you may report on. Those which are mandatory to report (asset classes representing 10% or more of your AUM) are already ticked and read-only. Those which are voluntary to report on can be opted into by ticking the box.

Core modules

☑ Organisational Overview

☑ Strategy and Governance

RI implementation via external managers

Closing module

☑ Closing module

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Conservation Resource Partners LLC

Reported Information

Public version

Strategy and Governance

PRI disclaimer

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Investment policy

SG 01	Mandatory	Public	Core Assessed	General

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

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 ☑ Formalised guidelines on environmental factors ☑ Formalised guidelines on social factors ☑ Formalised guidelines on corporate governance factors ☑ Asset class-specific RI guidelines ☐ Sector specific RI guidelines ☐ Screening / exclusions policy ☐ Other, specify (1) ☐ Other, specify(2)	◉ Applicable policies cover all AUM ○ Applicable policies cover a majority of AUM ○ Applicable policies cover a minority of AUM

SG 01.3	Indicate if the investment policy covers any of the following

☑ Your organisation’s definition of ESG and/or responsible investment and it’s relation to investments
☑ Your investment objectives that take ESG factors/real economy influence into account
☑ Time horizon of your investment
☑ Governance structure of organisational ESG responsibilities
☑ ESG incorporation approaches
☐ Active ownership approaches
☑ Reporting
☐ Climate change and related issues
☐ Other RI considerations, specify (1)
☐ Other RI considerations, specify (2)

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SG 01.4	Describe your organisation’s investment principles and overall investment strategy, and how they consider ESG factors and real economy impact.

CRP is an investment organization that seeks to align private equity with conservation capital for the purpose of acquiring and managing a diverse portfolio of real asset properties.

Our strategy is focused on acquiring productive timberland and farm and pasture land with significant conservation and natural resource values. We do so in a manner that seeks to provide a competitive risk-adjusted rate of return for our investors while optimizing the conservation values of the land we manage.

Our 10-year track record of conservation impacts demonstrates our consideration of ESG factors and their real economy impact. Measurable achievements include habitat protection, water resource protection, protective easement transactions and reserve protection of natural landscapes. We support rural economies through direct and indirect job creation, as well as recreation opportunities.

SG 01.5	Provide a brief description of the key elements, any variations or exceptions to your investment policy that covers your responsible investment approach. [Optional]

CRP's responsible investment policy "ESG Policy: Principles for Responsible Investment" includes five key elements that reflect our ESG Goals. These include 1) a strategic commitment to incorporate conservation efforts into our investment program and pursue conservation and environmental outcomes from all of our investments; 2) a commitment to manage our timberland and farmland in an environmentally, economically, and socially responsible manner; 3) an approach to governance that is transparent, responsive to investor's requests, and focused on investor's interests; 4) creating a workplace in which employees are motivated to be productive and efficient, and in which all employees are treated fairly and with respect; and, 5) regularly reporting on its activities and progress toward achieving its goals and these principles.

CRP's Conservation Forestry division is governed by a separate Sustainable Forest Management policy that covers the specific policy issues regarding the management, long-term health, and productivity of timberlands. Conservation Forestry believes that success results from a strategy of balancing conservation with sustainable timber management on properties we manage. Our goal is to provide a healthy and effective workplace environment for our employees and open and informative communications to our investors, both on financial and non-financial outcomes.

○ No

SG 02	Mandatory	Public	Core Assessed	PRI 6

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

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

☐ Policy setting out your overall approach

☐ Formalised guidelines on environmental factors

☐ Formalised guidelines on social factors

☐ Formalised guidelines on corporate governance factors

☐ Asset class-specific RI guidelines

☑ We do not publicly disclose our investment policy documents

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SG 02.2	Indicate if any of your investment policy components are publicly available. Provide URL and an attachment of the document.

☐ Your organisation's definition of ESG and/or responsible investment and it's relation to investments

☐ Your investment objectives that take ESG factors/real economy influence into account

☐ Time horizon of your investment

☐ Governance structure of organisational ESG responsibilities

☐ ESG incorporation approaches

☐ Reporting

☐ Climate-related issues

☑ We do not publicly disclose any investment policy components

SG 02.3	Indicate if your organisation's investment principles, and overall investment strategy is publicly available

○ Yes

◉ No

SG 02.4	Additional information [Optional].

While we do not include our policy documents on a public website, our website does include a short description of our strategy of aligning private equity and conservation capital for the purpose of acquiring and managing a diverse portfolio of real asset properties: http://www.conservationresources.net/home.html

In addition, we provide all of the policy and results information to our investors. It is not provided publicly because our approach to ESG is integral to our business strategy.

SG 03	Mandatory	Public	Core Assessed	General

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

◉ Yes

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

CRP is a Registered Investment Advisor (RIA) under the Investment Advisers Act of 1940 in the United States of America. To assure compliance, the firm employs a full-time compliance officer who is overseen and supported by a compliance committee that includes senior management of the firm. Our Compliance Manual includes a Code of Ethics and an Employee Handbook details issues that may cause potential conflicts. On an annual basis, we bring in an outside consultant to provide compliance training, which includes updates on potential conflicts of interest.

In addition to potential personal conflicts, conflicts of interest in the management and allocation of investments to timber and agricultural funds can occur with regard to the queuing process where a manager seeks to fill multiple mandates concurrently. In order to minimize potential conflicts, CRP raises and invests one fund at a time per strategy (timber or agriculture) and is restricted from raising additional funds until any predecessor fund is substantially invested.

Lastly, each of the Funds respectively includes an advisory committee composed of Limited Partners in the fund. The Advisory Committee has the authority to resolve potential conflicts of interest.

○ No

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Objectives and strategies

SG 05	Mandatory	Public	Gateway/Core Assessed	General

SG 05.1 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 set/reviewed

SG 05.2 Additional information. [Optional]

CRP integrates the identification of conservation interest in potential investments as part of our investment processes. There are several criteria we look for in each potential investment, including the possibility for a conservation outcome on the property. All investments are assessed on environmental factors such as habitat for endangered species and rare natural communities, high conservation value forests, water-related issues, and other important environmental attributes supported by the forest or farm. All of the properties owned by Conservation Forestry funds are third-party certified to either the Forest Stewardship Council (FSC) or Sustainable Forestry Initiative (SFI).

Governance and human resources

SG 07	Mandatory	Public	Core Assessed	General

SG 07.1 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

☑ 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

Chief Conservation Officer

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☑ 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

☐ ESG portfolio manager

☑ 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

☐ Other role, specify (1)

☐ Other role, specify (2)

SG 07.2	For the roles for which you have RI oversight/accountability or implementation responsibilities, indicate how you execute these responsibilities.

The Chief Conservation Officer of CRP is a senior member of the firm's management team who maintains oversight of the conservation aspects of the firm. In addition, all third-party forest management firms, which provide the day-to-day forest operations for the firm's Conservation Forestry division, have defined sustainability and certification requirements that are monitored by CRP staff on an ongoing basis.

SG 07.3	Indicate the number of dedicated responsible investment staff your organisation has.

	Number

1

SG 08	Voluntary	Public	Additional Assessed	General

SG 08.1	Indicate if your organisation's performance management, reward and/or personal development processes have a responsible investment element.

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

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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

Other C-level staff or head of department

Chief Conservation Officer

☑ 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

SG 08.3	Provide any additional information on your organisation's performance management, reward and/or personal development processes in relation to responsible investment.

Compensation for all employees of CRP is based on job responsibilities, experience, and is intended to be commensurate with peers in similar positions in the industry. Employees can earn a bonus as a percentage of their base salary based on various individual goals and objectives. Variable pay for all employees is linked to the overall success of the firm in achieving its goals, which includes the identification and implementation of successful investments that incorporate Responsible Investment principles.

In addition to annual bonuses, we seek employees who will prove their ability to assume partner-level responsibilities. Select employees are invited to participate in the equity of one or more of our general partners of

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various funds managed by CRP. This entitles them to the corresponding share of the fund's carried interest, if applicable. Equity interests of all the partners are subject to a vesting period of ten years to encourage retention.

Employees are encouraged to seek continuing education as well to attend conferences, meetings, and participate in other educational endeavours that enhance their knowledge on topics applicable to their role as well as their expertise in all aspects of CRP's mission, goals, and objectives. Given the firm's strategic focus on conservation and sustainability, responsible investment as an objective permeates everything that we do, including performance measurement, training and development.

Management maintains an open door work environment and endeavours to foster an environment where every member of the team feels appreciated and respected. Ultimately, the human resources of the firm are the most important part of successfully implementing our impact strategy, and senior management focuses significant time in fostering an environment where peers in the firm can thrive, enjoy what they do, have a healthy work/life balance, and ultimately find their work to be a fulfilling part of their life.

Promoting responsible investment

SG 09	Mandatory	Public	Core Assessed	PRI 4,5

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

SG 09.1	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

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

Signatory

☐ Asian Corporate Governance Association

☐ Australian Council of Superannuation Investors

☐ AFIC – La Commission ESG

☐ BVCA – Responsible Investment Advisory Board

☐ CDP Climate Change

☐ CDP Forests

☐ CDP Water

☐ CFA Institute Centre for Financial Market Integrity

☐ Code for Responsible Investment in SA (CRISA)

☐ Code for Responsible Finance in the 21st Century

☐ Council of Institutional Investors (CII)

☐ Eumedion

☐ Extractive Industries Transparency Initiative (EITI)

☐ ESG Research Australia

☐ EVCA – Responsible Investment Roundtable

☐ Global Investors Governance Network (GIGN)

☑ Global Impact Investing Network (GIIN)

	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]

Member and supporter. We also participated in at least two GIIN events.

☐ Global Real Estate Sustainability Benchmark (GRESB)

☐ Green Bond Principles

☐ 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

☐ Local Authority Pension Fund Forum

☐ Principles for Sustainable Insurance

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

☐ Responsible Finance Principles in Inclusive Finance

☐ Shareholder Association for Research and Education (Share)

☐ United Nations Environmental Program Finance Initiative (UNEP FI)

☐ United Nations Global Compact

☑ Other collaborative organisation/initiative, specify

Trust for Public Lands (TPL)

	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 and major supporter of TPL's 50th anniversary celebration.

☑ Other collaborative organisation/initiative, specify

Forest Landowners 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]

One of our employees is a board member.

☑ Other collaborative organisation/initiative, specify

Member/supporter of the following sustainable forestry initiatives: Forest Stewardship Council, Sustainable Forestry Initiative, Forest Stewardship Guild, National Alliance of Forest Owners

	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

The Nature Conservancy, The Conservation Fund and numerous other local and national conservation organizations.

	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]

We actively partner with these organizations to protect land, watersheds, and habitats.

In addition, we partner with the U.S. Dept. of Defence to support base buffering efforts, and last year we provided support for a bond referendum in Georgia to raise funds for conservation efforts.

SG 10	Mandatory	Public	Core Assessed	PRI 4

SG 10.1	Indicate if your organisation promotes responsible investment, independently of collaborative initiatives.

⦿ Yes

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PRI Principles for Responsible Investment

SG 10.2	Indicate the actions your organisation has taken to promote responsible investment independently of collaborative initiatives. Provide a description of your role in contributing to the objectives of the selected action and the typical frequency of your participation/contribution.

☑ Provided or supported education or training programmes (this includes peer to peer RI support) Your education or training may be for clients, investment managers, actuaries, broker/dealers, investment consultants, legal advisers etc.)

	Description

Given our strategic approach to conservation and sustainability, education regarding our approach to responsible investment is ongoing with investors, as well as with staff and service providers. It may take the form of written communications or in-person meetings.
CRP also provides educational opportunities regarding sustainable resource management through its property managers to local communities and regional entities. These may include schools, community groups, or government agencies.

	Frequency of contribution

◉ Quarterly or more frequently

○ Biannually

○ Annually

○ Less frequently than annually

○ Ad hoc

○ Other

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

	Description

CRP has provided financial support to the following organizations engaging in research on responsible forestry:
Maine Forest Products Council

Univ. of Washington - Stand Management Cooperative
Univ. of Maine - Cooperative Forest Research Unit
Maine Tree Foundation
National Council of Real Estate Investment Fiduciaries
National Association of Forest Landowners
Forest Landowners Association
Society of American Foresters
Washington Forest Protection Association

Sustainable Forestry Initiative
Forest Stewardship Council

numerous state forestry associations

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	Frequency of contribution

○ Quarterly or more frequently

○ Biannually

○ Annually

○ Less frequently than annually

◉ Ad hoc

○ Other

☐ Provided input and/or collaborated with academia on RI related work

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

☑ Spoke publicly at events and conferences to promote responsible investment

	Description

• Spoke at the Arena Timber Investment conference in London on ESG and real assets (Oct 2017)
• Spoke at the Land Trust Alliance conference on private equity and impact investing (Sept 2017)
• Spoke at Cornell University Business School (March 2017)

	Frequency of contribution

○ Quarterly or more frequently

○ Biannually

○ Annually

○ Less frequently than annually

◉ Ad hoc

○ Other

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

☑ Encouraged the adoption of the PRI

	Description

Ongoing in our discussions within the timber/agricultural industries. All of our presentations to investors and partners highlight our involvement with PRI and focus in part on the non-financial impact of our investments. We have also been meeting with GIIN to explore opportunities for an event or presentation around impact in real assets.

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	Frequency of contribution

◉ Quarterly or more frequently

○ Biannually

○ Annually

○ Less frequently than annually

○ Ad hoc

○ Other

☐ Responded to RI related consultations by non-governmental organisations (OECD, FSB etc.)

☐ Wrote and published articles on responsible investment in the media

☐ A member of PRI advisory committees/ working groups, specify

☐ On the Board of, or officially advising, other RI organisations (e.g. local SIFs)

☐ Other, specify

○ No

Outsourcing to fiduciary managers and investment consultants

SG 12	Mandatory	Public	Core Assessed	PRI 4

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

SG 12.1	Indicate whether your organisation uses investment consultants.

☐ Yes, we use investment consultants

☑ No, we do not use investment consultants.

ESG issues in asset allocation

SG 13	Mandatory	Public	Descriptive	PRI 1

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

SG 13.1	Indicate if your organisation executes scenario analysis and/or modelling in which the risk profile of future ESG trends at portfolio level is calculated.

☐ We execute scenario analysis which includes factors representing the investment impacts of future environmental trends

☐ We execute scenario analysis which includes factors representing the investment impacts of future social trends

☐ We execute scenario analysis which includes factors representing the investment impacts of future governance trends

☐ We consider scenario analysis that includes factors representing the investment impacts of future climate-related risks and opportunities

☑ We execute other scenario analysis, specify

We incorporate potential aspects of partnering with conservation entities in our acquisition analysis.

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☐ We do not execute such scenario analysis and/or modelling

SG 13.2	Indicate if your organisation considers ESG issues in strategic asset allocation and/or allocation of assets between sectors or geographic markets.

	We do the following

☐ Allocation between asset classes

☐ Determining fixed income duration

☑ Allocation of assets between geographic markets

☑ Sector weightings

☐ Other, specify

☐ We do not consider ESG issues in strategic asset allocation

SG 13.3	Additional information. [OPTIONAL]

We allocate between geographic markets and product sectors based upon potential conservation opportunities.

SG 15	Mandatory to Report Voluntary to Disclose	Public	Descriptive	PRI 1

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

SG 15.1	Indicate if your organisation allocates assets to, or manages, funds based on specific environmental and social themed areas.

◉ Yes

SG 15.2	Indicate the percentage of your total AUM invested in environmental and social themed areas.

	%

100

SG 15.3	Specify which thematic area(s) you invest in, indicate the percentage of your AUM in the particular asset class and provide a brief description.

	Area

☐ Clean technology (including renewable energy)

☐ Green buildings

☑ Sustainable forestry

	Asset class invested

☑ Forestry

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	% of AUM

100

	Brief description and measures of investment

CRP invests in sustainably managed, working timberland assets through its Conservation Forestry unit.

☐ Sustainable agriculture

☐ Microfinance

☐ SME financing

☐ Social enterprise / community investing

☐ Affordable housing

☐ Education

☐ Global health

☑ Water

	Asset class invested

☑ Forestry

	% of AUM

100

	Brief description and measures of investment

Potential to manage forests for water quality and quantity.

☐ Other area, specify

○ No

Asset class implementation not reported in other modules

SG 16	Mandatory	Public	Descriptive	General

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Asset Class	Describe what processes are in place and the outputs or outcomes achieved
Forestry	As of December 31, 2017, these are the conservation outcomes achieved by CRP: • 7 Federally listed species (including candidate listings) identified as endangered or threatened and that exist on CRP timberlands. • 265,022 Acres protected by conservation easements in perpetuity • 80,971 Acres in new conservation reserves • 100% Percentage of acres with third-party certification under Forest Stewardship Council or Sustainable Forestry Initiative • 448 Lakes and ponds on CRP ownerships within sustainably managed timberlands that are not permanently protected • 242 Lakes and ponds partially or completely protected from development (Footnote 1) • 856 Miles of streams and rivers under permanent conservation protection • 1349 Miles of streams and rivers in sustainably managed forest with no permanent conservation restrictions • 600 Miles of common boundaries with existing protected areas (as defined by the Protected Area Database of the U.S.) (Footnote 2) • 46% Percentage of boundary with protected area that is itself protected Footnotes: 1 Lakes and ponds as defined by the USGS National Hydrography Dataset 2 Protected areas are defined based on the Protected Area Database for the U.S., which is maintained by the Conservation Biology Institute. Conservation Resource Partners reports on a set of conservation metrics annually, using internally compiled information.

SG 16.2	Additional information [Optional].

As part of our general investment strategy, 100% of CRP's timberland assets are certified under the Forest Stewardship Council and/or Sustainable Forestry Initiative certification programs. These are third-party certification programs where our management practices are audited and compliance is assured.

CRP also partners with various NGOs (land trusts and preservation groups) and State and Federal Governmental Agencies (State Fish and Game Departments, the United States Fish and Wildlife Service and the like). Our partnerships with these groups are in many cases legally binding contractual agreements that define and dictate how our timberland assets can be managed.These legally binding contractual agreements generally take the form of working forest conservation easements and/or Habitat Conservation Plans (HCPs) that contain audit, reporting and oversight requirements.

Working forest conservation easements are legal contracts that typically permit the ongoing use of the property for sustainable timber management while restricting certain development rights such as subdivision or mining. HCPs are management programs that dictate how a property is to be managed because of the existence of flora or fauna that are Federally listed as threated or endangered under the Endangered Species Act.

CRP has, as part of our internal staff, foresters who are focused on our sustainable forestry management approaches, and we have conservation staff that are focused on additional conservation opportunities. CRP also works with external accountants and legal advisors on issues of governance, as well as customary due diligence efforts associated with land acquisition or management.

Innovation

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SG 18	Voluntary	Public	Descriptive	General

SG 18.1	Indicate whether any specific features of your approach to responsible investment are particularly innovative.

◉ Yes

SG 18.2	Describe any specific features of your approach to responsible investment that you believe are particularly innovative.

CRP seeks to work with conservation organizations on a transparent basis. In this way, both groups should be able to allocate their resources to the assets most important to them in a manner which is collaborative rather than confrontational. Our philosophy is that each transaction should be a good deal for all parties involved. We do not pursue short-term wins or view partnerships as a zero-sum game where our gain is someone else's loss. Rather, we try to find solutions in which each partnership with a conservation organization helps leverage the goals and objectives of both our investors and those of our conservation partners.

CRP has developed a database system linked to GIS for tracking and reporting on our conservation and other non-financial investment outcomes. This allows us to track on an ongoing basis a set of metrics, which can be reported to investors alongside typical financially-oriented annual reports. We believe we are one of the first timber investment managers to do this and to report annually on non-financial metrics associated with our investments.

○ No

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Conservation Resource Partners LLC

Reported Information

Public version

Assurance

PRI disclaimer

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Assurance

CM1 01.1	Mandatory	Public	Core Assessed	General

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

CM1 01.1	Indicate whether the reported information you have provided for your PRI Transparency Report this year has undergone:

☐ Third party assurance over selected responses from this year's PRI Transparency Report

☐ Third party assurance over data points from other sources that have subsequently been used in your PRI responses this year

☐ Third party assurance or audit of the implementation of RI processes (that have been reported to the PRI this year)

☐ Internal audit conducted by internal auditors of the implementation of RI processes and/or RI data that have been reported to the PRI this year)

☑ Internal verification of responses before submission to the PRI (e.g. by the CEO or the board)

- ◉ Whole PRI Transparency Report has been internally verified
- ○ Selected data has been internally verified

☐ Other, specify

☐ None of the above

CM1 01.2 & 01.8	Mandatory	Public	Descriptive	

CM1 01.2	Do you plan to conduct third party assurance of this year's PRI Transparency report?

○ Whole PRI Transparency Report will be assured

○ Selected data will be assured

◉ We do not plan to assure this year's PRI Transparency report

CM1 01.3 & 01.9	Mandatory	Public	Descriptive	General

CM1 01.3	We undertook third party assurance on last year's PRI Transparency Report

○ Whole PRI Transparency Report was assured last year

○ Selected data was assured in last year's PRI Transparency Report

◉ We did not assure last year's PRI Transparency report, or we did not have such a report last year.

CM1 01.4, 10-12	Mandatory	Public	Descriptive	General

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CM1 01.4	We undertake confidence building measures that are unspecific to the data contained in our PRI Transparency Report:

☐ We adhere to an RI certification or labelling scheme

☐ We carry out independent/third party assurance over a whole public report (such as a sustainability report) extracts of which are included in this year's PRI Transparency Report

☐ ESG audit of holdings

☑ Other, specify

100% of our timber properties are certified to FSC or SFI standards, which are audited to confirm compliance.

☐ None of the above

CM1 01.7	Mandatory	Public	Descriptive	General

CM1 01.7	Indicate who has reviewed/verified internally the whole - or selected data of the - PRI Transparency Report . and if this applies to selected data please specify what data was reviewed

Who has conducted the verification

☑ CEO or other Chief-Level staff

	Sign-off or review of responses

☐ Sign-off

☑ Review of responses

☐ The Board

☐ Investment Committee

☑ Compliance Function

☑ RI/ESG Team

☐ Investment Teams

☐ Legal Department

☐ Other (specify)

CM1 01.13	Additional information for all confidence building measures [OPTIONAL]

Complete report is reviewed by Compliance.

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