DISCLOSURES FOR THE SUSTAINABLE FINANCE DISCLOSURE REGULATION

1 COMPANY PURPOSE

1.1 Our purpose is to invest responsibly in social and public infrastructure that delivers long-term benefits for all stakeholders.

1.2 We aim to provide our investors with stable, long-term, inflation-linked returns, based on growing dividends and the potential for capital appreciation.

1.3 We expect to achieve this by investing in a diversified portfolio of infrastructure assets and businesses which, through our active management, meets societal and environmental needs both now and into the future.

1.4 In support of its purpose, International Public Partnerships (“INPP” or “the Company”) is committed to responsible investment that is beneficial to its shareholders, communities, society, and wider stakeholders. The Company believes that the financial performance of its investments is linked to environmental and social success and, as such, the Company considers issues that have the potential to impact the performance of its investments, both now and in the future.

2 OBJECTIVE OF THIS DOCUMENT

2.1 The Sustainable Financial Disclosure Regulation (”SFDR”) requires financial market participants ("FMPs") that market a financial product ("FP") into an EU state to comply with the disclosure of Environmental, Social, Governance (“ESG”) related information. As INPP qualifies as an AIFM pursuant to the Alternative Investment Fund Managers Directive[1], it is an FMP for the purposes of SFDR[2]. By marketing itself to EU countries, INPP is deemed to be marketing an FP, given that it is itself an AIF[3]. Therefore, INPP meets the two-pronged test to be caught by the SFDR.

2.2 This document specifically addresses Articles 4, 8 and 10 of EU Regulation 2019/2088.

2.3 For completeness, the Directors of the Company note that the Company's 2021 Sustainability Report contains full details regarding the Company's approach to sustainability.

2.4 More information on the Company’s approach to Responsible Investment can be found on the Company’s website (https://www.internationalpublicpartnerships.com), including:

- Sustainability Report (https://www.internationalpublicpartnerships.com/media/2471/inpp-2021-sustainability-report.pdf)
- Environmental Social and Governance Policy (https://www.internationalpublicpartnerships.com/media/2231/esg-policy_final.pdf)

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[1] *Recital 20, Directive 2011/61/EU (AIFMD).*
[2] *Article 2(1)(e), Regulation 2019/2088 (SFDR).*
[3] *See Article 1(12)(b), Regulation 2019/2088 (SFDR) which categorises an AIF as an FP.*

- ESG Committee Terms of Reference (https://www.internationalpublicpartnerships.com/media/2626/220323-inpp-esg-terms-of-reference.pdf)
- Investment Adviser Principles for Responsible Investment ("PRI") Transparency Report (https://www.internationalpublicpartnerships.com/media/2342/amber-pri-transparency-report-2020.pdf)
- Anti-Slavery and Human Trafficking Policy (https://www.internationalpublicpartnerships.com/policies/)
- Statement regarding Bribery and Corruption (https://www.internationalpublicpartnerships.com/policies/)

3 CONSIDERING ENVIRONMENTAL AND/OR SOCIAL CHARACTERISTICS

3.1 Article 8(1) of the SFDR requires that certain disclosures be made where an FP promotes environmental and/or social characteristics. It is also necessary for the companies in which investments are made to follow good governance practices. The Company takes the view that it falls within the scope of Article 8.

ESG Characteristics of the Company

Environmental and social

3.2 Through its investments in infrastructure that support a sustainable society, the Company promotes environmental and social characteristics but does not have sustainable investment as its objective and does not invest in sustainable investments, as defined under the SFDR.

3.3 The Company has strengthened the alignment of its investment activity with the objectives of the Paris Agreement, the recommendations of the Taskforce on Climate-related Financial Disclosures ("TCFD") and investments that positively contribute towards the UN Sustainable Development Goals. The Company will seek to meet these environmental and social characteristics through its binding commitment to restrict investment activities based on certain exclusions as summarised below.

3.4 Further details regarding how the Company's meets these environmental and social characteristics can be found on pages 10-21 of its 2021 Sustainability Report.

Exclusions

3.5 The Company has identified certain businesses or sectors that it will not invest in, known as exclusions, to promote the environmental and social characteristics that the Company supports. The Company will not investment in infrastructure projects or associated businesses that:

(a) do not demonstrate the ability or willingness to manage current and future ESG risks effectively, unless as a result of its involvement, the Company will be able to significantly improve its ESG credentials; or

(b) have a track record of corrupt practices, poor governance and ethics practices, poor safety or environmental management, or have an unacceptable impact on the environment.

3.6 In addition, the Company will not invest in infrastructure assets or associated businesses relating to: arms, tobacco, pornography, alcohol or any other sectors that have the potential to lead to human rights abuses. Equally, the Company will not invest in any infrastructure assets or associated businesses that have an unacceptable impact on the environment. The Company has aligned its investment activities with the objectives of the Paris Agreement and will not invest in any infrastructure projects or associated businesses that do not have the potential to support/align with a low carbon future.

Investment Process

3.7 The consideration of ESG risks and opportunities is a formal element of the investment origination process undertaken by the Company's Investment Adviser. Following a review against the Company's exclusion criteria, every investment opportunity undergoes a detailed screening and due diligence process, which considers both potential negative and positive impacts.

3.8 In line with international industry practice, potential investments are categorised as follows:

(a) Category A: investments with potential to cause adverse environmental and social risks and/or impacts that are diverse, irreversible or unprecedented in the absence of mitigation;

(b) Category B: investments with potential limited adverse environmental and social risks and/or impacts that are few in number, generally site-specific, largely reversible and readily addressed through mitigation measures; and

(c) Category C: investments with minimal or no adverse environmental and social risks and/or impacts.

3.9 The categorisation described above drives the level of due diligence undertaken, including assessment against emerging and future trends that could impact the long-term viability of the investment.

3.10 Further details regarding the Company's investment process can be found on page 16 of its 2021 Sustainability Report.

Governance

3.11 The Company will not invest in infrastructure or associated businesses that have a track record of corrupt practices, poor governance and ethics practices, or poor safety or environmental management.

3.12 In addition, minimum requirements must be applied across all investments to ensure a solid foundation of governance is applied and that there is no significant harm to environmental and social receptors. Compliance with these requirements is assessed at the due diligence stage of the investment process. Where minimum requirements are not met, the Company, through its Investment Adviser, will work directly with its investments to ensure they meet the requirements.

3.13 Further details regarding the Company's minimum governance requirements can be found on page 18 of its 2021 Sustainability Report.

Sustainability Risks

3.14 Under the SFDR, a "Sustainability Risk" means an ESG event or condition that, if it occurs, could have an actual or potential material negative impact on the value of the investment.

The manner in which Sustainability Risks are integrated into investment decisions

3.15 In making investments, the Company, in consultation with the Investment Adviser, integrates the consideration of Sustainability Risks into its investment due diligence and decision-making process.

The likely impact of Sustainability Risks on the returns of the Company

3.16 The Company considers that Sustainability Risks can have a material impact on value creation in infrastructure assets. In particular, the Company considers that investments in infrastructure assets may be exposed to sustainability Risks relating to the impacts of climate change, which presents both transitional and physical risks to the Company's investments.

3.17 In addition, specific risks relating to climate change are outlined on page [14] in the "Risk Factors" section of this Prospectus.

3.18 The Company's approach to Sustainability Risks sits alongside other requirements to which it is subject under applicable law and the Company's internal policies and procedures, such as the requirement to have robust risk management policies and procedures. These will be developed on either a portfolio, sector or investment level depending on the risk, which can vary considerably depending on the investment.

3.19 The Company's approach to integrating Sustainability Risks and opportunities into its Investment Process can be found on page 16 of its 2021 Sustainability Report.

4 CONSIDERING PRINCIPAL ADVERSE IMPACTS

4.1 Article 4 of the SFDR requires the Company to make certain disclosures where it considers the principal adverse impacts of investment decisions on sustainability factors.

Adverse Sustainability Impacts

4.2 The SFDR gives rise to certain disclosure obligations based on "principal adverse impacts on sustainability factors". Principal adverse impacts relate to the impact of investment decisions resulting in negative effects on sustainability factors. "Sustainability factor" means environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

4.3 Articles 4 and 7 of the SFDR provide a framework designed to provide transparency in relation to the adverse impacts of investment decisions on sustainability factors. Managers are required to indicate whether they consider the adverse impacts of decisions on sustainability factors.

4.4 As detailed in the section entitled "ESG Characteristics of the Company", every investment opportunity undergoes a detailed screening and due diligence process during which the potential negative impacts that an investment may have on an environmental and/or social characteristic are further considered. Those investments with potential to cause environmental and social risks and/or impacts that are diverse, irreversible or unprecedented in the absence of mitigation are subject to a higher level of due diligence to ensure that any risks are sufficiently mitigated and opportunities realised.

4.5 Accordingly, while the Company considers certain adverse impacts of investment decisions in relation to investment opportunities, this is not in the rigid manner prescribed by Article 7(1) of the SFDR. This position will be kept under review by the Company as the requirements relating to SFDR disclosures continue to evolve.