



New Forests' Social and Environmental Policy

Responsible and environmentally sustainable management of forests, land, and natural resources is at the centre of New Forests' investment philosophy and corporate culture. We are committed to this approach not only for risk management purposes but also because of commercial opportunities associated with innovation in forest management and environmental markets investment.

Guiding Principles

The core of New Forests' Social and Environmental Policy is our commitment to four guiding principles:

- **Responsible Investment:** New Forests is committed to responsible investment in which environmental, social, and governance considerations are integrated into investment decision making. New Forests is a signatory to the Principles for Responsible Investment (PRI) and reports on progress toward implementing the principles through the PRI's assessment process.
- **Third-party Certification:** Management practices will be certified by accredited, independent third parties to globally recognised standards for social and environmental performance in the forestry and environmental markets asset classes, where practical and commercially feasible.
- **Transparency:** New Forests will be transparent in engaging and communicating with stakeholders related to social and environmental issues and sharing decision making criteria and processes with clients and employees.
- **Continual Improvement:** New Forests will practice good environmental stewardship, pursue opportunities to improve habitats and livelihoods where practical and commercially feasible, and will work toward continually improving management practices and communication with stakeholders related to social and environmental issues.

Social and Environmental Management

New Forests applies the principles guiding our Social and Environmental Policy to our entire business, including at three strategic planning levels – corporate strategy and annual business plans, investment strategy and products, and asset-level management strategy. In doing so, we are able to establish objectives and targets for social and environmental management and ensure that we can identify and manage potential social and environmental impacts throughout the investment process. To guide this process and provide external verification at an operating level, New Forests uses third-party certification and standards systems to support social and environmental management, in accordance with the company's Certification and Standards Guidance.