



SUSTAINABLE DEVELOPMENT CHARTER | 2019

OUR CONVICTIONS

InfraVia Capital Partners invests in infrastructure assets with a lifecycle spanning several decades, with the objective of delivering stable and long-term returns to investors. InfraVia Capital Partners also invests in and accelerates leading high-growth companies supporting the digitalisation of infrastructure and the economy.

Infrastructure assets provide essential services and address environmental issues facing the communities they serve. Infrastructure assets are key to the economic development and critical for the preservation of social inclusion.

Late stage technology companies contribute to improving life, increasing efficiency and enhancing sustainability by providing communities and corporations with digital solutions that already underpin smart cities, enable energy transition, catalyse better health and promote social inclusion and education.

Investing in a responsible and sustainable way does not only comply with sustainable development goals, it also increases the lifetime of the assets and their risk resilience.

By developing a responsible and sustainable investment policy, InfraVia Capital Partners contributes to the creation of long-term profitability, durability and value for its investors, public or private sector partners, entrepreneurs, and the communities involved in the projects.



SUSTAINABLE DEVELOPMENT GOALS AS THE NEW FRAMEWORK FOR SUSTAINABILITY

Since 2011 InfraVia Capital Partners has deployed a sustainable and responsible investment strategy specifically developed for the infrastructure sector, including long-term risk analysis, pertinent criteria definition and follow-up. In 2019 InfraVia Capital Partners has decided to review and enhance its sustainability charter taking a step forward by including impact considerations.

InfraVia Capital Partners is committed to aligning its investments with the United Nations' Sustainable Development Goals (SDGs), and recognises the SDGs as the set of common goals allowing asset owners, investors and portfolio companies to outline sustainability priorities and to speak a common language.

InfraVia Capital Partners has adopted SDGs as its new assessment and impact measurement framework, blending its traditional ESG approach including risk-management with impact considerations.

InfraVia Capital Partners recognises that infrastructure assets and tech companies have both positive and negative externalities. A twofold sustainability approach is defined:

A. Measure and disclose positive and negative externalities. The first step for sustainable value creation is the identification of both the potential positive and negative impacts associated with the nature of the investments. InfraVia Capital Partners is committed to measuring and disclosing its externalities on material sustainability issues.

B. Act to mitigate negative impacts and scale-up positive impacts. InfraVia Capital Partners acknowledges its role as a long-term responsible investor and is committed to deploying a strategy to improve material sustainability.

In this context, the firm uses the SDGs to define a set of baseline priority sustainability standards for all its investments regardless of the sector, and to conduct a sector-based materiality approach.

FIVE CROSS-CUTTING SDGs APPLICABLE TO ALL INVESTMENTS

CONTRIBUTE TO THE FIGHT AGAINST CLIMATE CHANGE

- Strengthened climate resilience
- Carbon footprint assessment

CONTRIBUTE TO DEFINING RESPONSIBLE GOVERNING BODIES

- Transparent & responsible governing bodies
- Business ethics
- Data protection & Cybersecurity

PROMOTE GENDER EQUALITY AND EMPOWER WOMEN IN DECISION-MAKING BODIES

- Equal treatment
- Promote and empower women



CONTRIBUTE TO DECENT EMPLOYMENT, JOB CREATION AND ECONOMIC DEVELOPMENT

- Job creation and social inclusion
- Decent employment conditions for employees and subcontractors
- Health and safety

DEVELOP RELIABLE, SUSTAINABLE AND RESILIENT INFRASTRUCTURE

- Quality, reliable, resilient and sustainable infrastructure
- Innovation strategies
- Environmental management systems

The five SDGs chosen by InfraVia Capital Partners represent its sustainability priorities and are used to analyse the impact of its portfolio on key transversal topics:

SDG 5: the promotion of gender equality and women empowerment. InfraVia Capital Partners believes that gender equality is not only a fundamental human right, but a necessary foundation for a sustainable world. InfraVia Capital Partners encourages diversity, equal treatment, promoting and empowering women throughout its portfolio.

SDG 8: the contribution to social inclusion, decent employment, job creation and economic growth. InfraVia Capital Partners invests in infrastructure projects and tech companies that have a direct impact in terms of job opportunities, economic growth and productivity. InfraVia Capital Partners supports social inclusion, decent job creation, entrepreneurship, safety, training, and creativity.

SDG 9: the development of reliable, sustainable and resilient infrastructure. InfraVia Capital

Partners develops high standards of infrastructure to support economic and social development. InfraVia Capital Partners also upgrades infrastructure through capital expenditure programmes, technology, innovation and environmental management systems.

SDG 13: the fight against climate change. Climate change is affecting all asset classes, including infrastructure. Through its infrastructure and technology investments InfraVia Capital Partners promotes the deployment of initiatives both

to strengthen resilience and adaptive capacity to climate-related hazards, and to limit greenhouse gas emissions.

SDG 16: the definition of responsible and accountable governing bodies. InfraVia Capital Partners actively participates in the companies' governing bodies and encourages transparency and accountability. It also supports its portfolio companies in defining business ethics, anti-corruption, data-protection and cybersecurity strategies.



InfraVia Capital Partners is convinced that all portfolio companies can take actions on those cross-cutting sustainability areas and is committed to providing support for a continuous implementation.

InfraVia Capital Partners believes that social inclusion is connected to all SDGs as they capture the ambition that individuals are not excluded as citizens from their own society and communities. InfraVia Capital Partners recognises that infrastructure and technology are critical to social functioning and have a direct impact on social well-being, earnings, education and health. To improve social acceptance, the aspirations of citizens need to be taken into account in the design and delivery. InfraVia' sustainable strategy is guided towards inclusive infrastructure and technology targeting the widest segments of society.

InfraVia Capital Partners also recognises the materiality of climate change for infrastructure investments, as a risk factor and in terms of impact. In this context, its climate strategy consists of three main priorities:

- Assessing and addressing climate-related risks in infrastructure investments to ensure the viability of the investments in the long-term.
- Recognising the potential environmental impact of infrastructure investments and deploying initiatives to mitigate the negative impacts.
- Allocating capital to finance low-carbon alternatives and optimised energy solutions (e.g. renewable energies, urban transport, energy efficiency).

A SECTOR-BASED SDGs MATERIALITY APPROACH

In addition to the transversal approach which constitutes the pillars of the policy, InfraVia Capital Partners has defined an exposure map which covers additional priority SDGs that are relevant to the infrastructure and technology sectors.



SECTOR COMMUNICATIONS

SUSTAINABILITY RATIONALE

InfraVia invests in the Information and Communication Technologies (ICT) sector which is a major contributor to SDGs by enhancing economic productivity (SDG 8) through the development of technological capabilities (SDG 9), which cities can benefit from (SDG 11). The sector also contributes to digital inclusion (SDG 10).

However, InfraVia is well aware that the ICT sector currently accounts for 8-10% of European electricity consumption and up to 4% of its carbon emissions (SDG 13) (source: UNDP). The sector is also exposed to cybersecurity risks (SDG 16). InfraVia supports its ICT companies in the implementation of sustainability strategies focused on reducing the negative impact and managing potential extra-financial risks (e.g. green IT and data privacy strategies).

ADDITIONAL PRIORITY SDGs



SECTOR ENERGY

SUSTAINABILITY RATIONALE

The energy sector is a key enabler for the achievement of the SDGs and for the energy and ecological transition. InfraVia's investments in the energy sector should tend towards an increase of renewable energies in the energy mix (SDGs 7 and 9) and a reduction of carbon emissions related to fossil fuels use (e.g. through carbon storage or an efficient use of energy resources).

The firm is attentive to environmental impacts on climate change (SDG 13), on land, water and biodiversity (SDGs 14 and 15).

ADDITIONAL PRIORITY SDGs



SUSTAINABILITY RATIONALE

Investing in social infrastructure projects is essential for the society. Through its diversified social infrastructure projects (health – SDG 3, culture and education – SDG 4) InfraVia contributes to the fulfillment of social services and contributes to enhancing social inclusion (SDG 10).

However, InfraVia is aware of the potential impact linked to buildings' energy and resource consumption and is attentive to the management of their environmental performance (SDG 13).

ADDITIONAL PRIORITY SDGs



SECTOR SOCIAL INFRASTRUCTURE

SECTOR UTILITIES

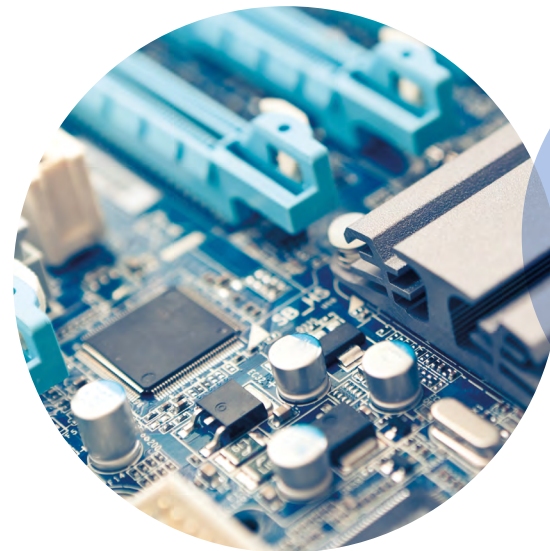


SUSTAINABILITY RATIONALE

InfraVia's investments in the utilities sector contribute by increasing the access to basic services and to the development of sustainable and resilient infrastructure (SDG 9) and cities (SDG 11).

The sector can have both a positive impact related to the access to renewable energies (SDG 7) and a negative impact regarding to resource consumption (SDG 13).

ADDITIONAL PRIORITY SDGs



SECTOR TECHNOLOGY

SUSTAINABILITY RATIONALE

Technology addresses life improvement, efficiencies and sustainability by developing smart cities (SDG 11) and cleaner solutions (SDG 13). Technology impacts health and well-being (SDG 3) through digitisation, mobile apps, big data, the cloud. Social inclusion (SDG 10) and better access to education (SDG 4) are also driven by technology.

However, InfraVia is aware that tech companies are exposed to cybersecurity risks (SDG 16) and electricity consumption (SDG 13). It will support technologies focusing on reducing negative impacts.

ADDITIONAL PRIORITY SDGs



SECTOR TRANSPORT



SUSTAINABILITY RATIONALE

Investing in sustainable transport is key for the achievement of the SDGs as it contributes to achieving better integration of the economy (SDG 8) while respecting the environment, improving social equality (SDG 10) and the sustainability and resilience of the cities (SDG 11) in which they operate.

However, transport consumes one-third of all energy in the EU, is a major contributor to climate change (SDG 13) and has negative impacts on land, water and biodiversity (SDGs 14 and 15) (source: UNDP). InfraVia supports its transport assets in the transition towards more sustainable and low-carbon models.

ADDITIONAL PRIORITY SDGs



SUSTAINABILITY THROUGHOUT THE INVESTMENT CYCLE

InfraVia Capital Partners is committed to implementing its sustainability charter across the investment cycle, from investment selection to divestment, and to providing support to its portfolio companies in the implementation of relevant sustainability strategies. The importance of SDG policy is embedded in the investment and entrepreneurship culture of InfraVia Capital

Partners and the entire team “owns” the sustainable development charter with (i) C-level management responsible for the definition and oversight of the approach, (ii) the investment team responsible for the pre-investment analyses, and (iii) the asset management team responsible for the monitoring and reporting during the holding period.

PRE-INVESTMENT



- Review of the investment target’s exposure to the SDGs.
- Climate-related risks on a case-by-case basis.
- Include the pre-investment sustainability profile in the investment committee memorandum: based on 5 transversal SDGs and selected SDGs relevant to the sector.

POST-INVESTMENT



- Adjust and/or confirm the pre-investment sustainability profile.
- Define a sustainability roadmap to be included within the overall action plan: based on 5 transversal SDGs and selected SDGs relevant to the sector.

MONITORING



- Send the SDGs questionnaire including impact KPIs on an annual basis.
- Provide feedback to portfolio companies and discuss sustainability matters in board meetings.
- Provide feedback and discuss internally on an annual basis.
- Communicate the results of the annual monitoring to the funds’LPs.

DIVESTMENT



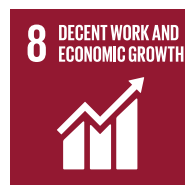
- Assess the achievement of the sustainability roadmap.

SUSTAINABILITY AT THE MANAGEMENT COMPANY LEVEL

In addition to the definition of a sustainability framework for its investment activities, InfraVia Capital Partners has also defined an SDGs approach with the following key priorities:



GENDER DIVERSITY
AND EQUAL
OPPORTUNITIES



DECENT EMPLOYMENT
(E.G. REMUNERATION
POLICY, TRAINING
AND PROMOTION)



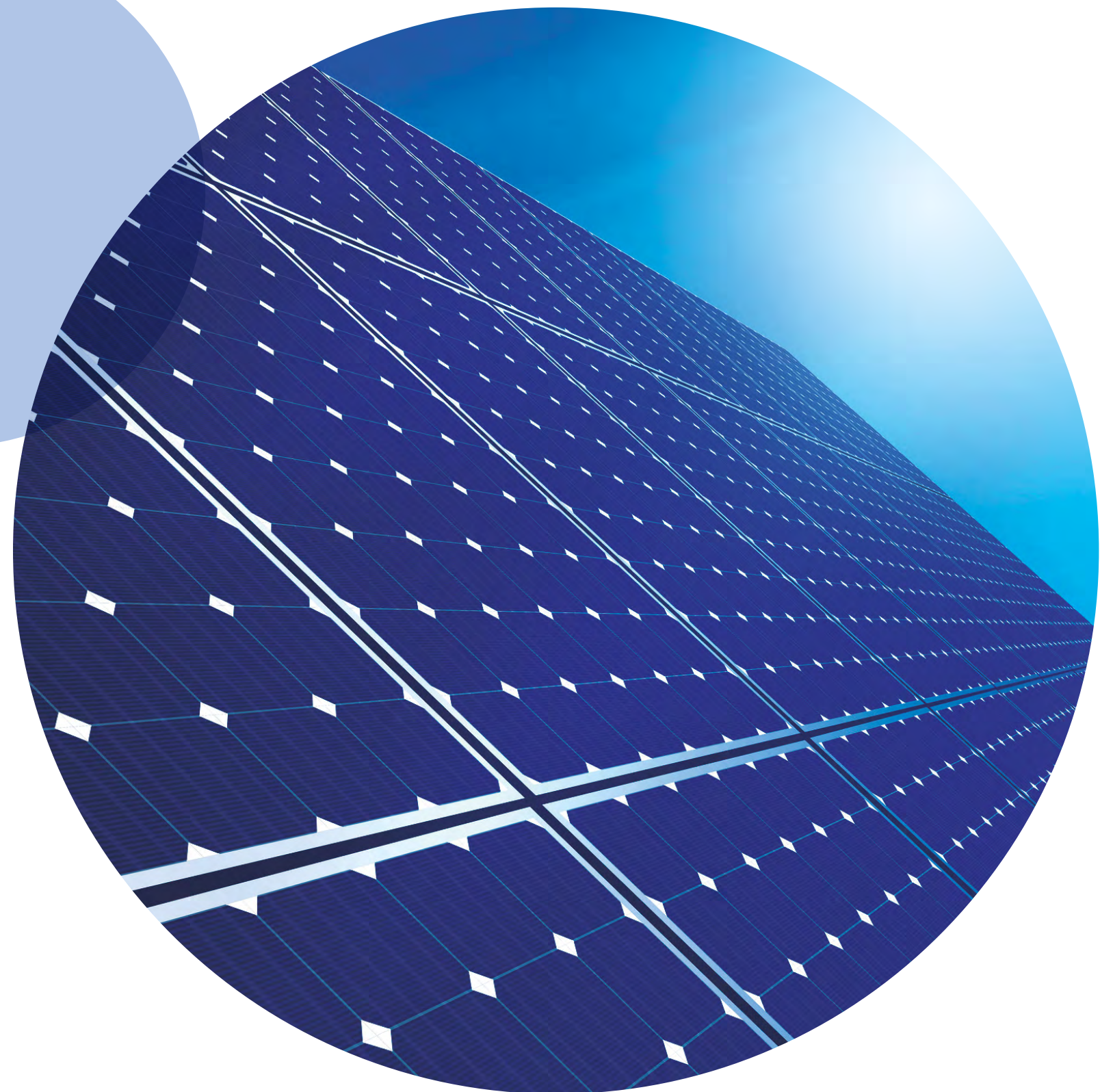
RESPONSIBLE
CONSUMPTION
(E.G. RECYCLING, ECO-
GESTURES, RESPONSIBLE
COMMUTING, ETC.)



FIGHT AGAINST
CLIMATE CHANGE
(E.G. MONITORING
AND REDUCING
CARBON EMISSIONS)



TRANSPARENT
AND ACCOUNTABLE
INSTITUTIONS AND
ANTI-CORRUPTION





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