



Tishman Speyer Europe S.à r.l SFDR Disclosure

March 2021

Article 3: Sustainability Risks in Investment Decision Making

Tishman Speyer Europe S.à r.l.¹ statement of its policies on integrating sustainability risks into investment decision making pursuant to Article 3 of the European Union's Regulation on sustainability-related disclosures in the financial services sector (2019/2088)

As a property developer, owner and operator in Europe, Tishman Speyer Europe S.à r.l. recognises the importance of ensuring that sustainability risks are identified, assessed and, where possible and appropriate, managed and mitigated during the investment decision-making process. Sustainability risk is defined in the European Union's Regulation on sustainability-related disclosures in the financial services sector (2019/2088) as "an environmental, social or governance event or condition that, if it occurs, could cause an actual or potential material negative impact on the value of the investment". Sustainability risks can either represent a risk of their own or have an impact on other risks and may contribute significantly to other risks, such as operating risks or liquidity risks.

Tishman Speyer Europe S.à r.l. strives to incorporate the correct balance of sustainability controls at each stage of its real estate ownership cycle in order to identify and, if appropriate, manage and mitigate, sustainability risks. As a responsible owner and operator of real estate assets, Tishman Speyer Europe S.à r.l. will, wherever practically feasible, manage the short, mid and long-term risks associated with changing regulatory, legislative and stakeholder requirements, as well as climate change resilience related risks, including physical, social and transition risks.

In recognition that Environmental Social and Governance criteria ("ESG") is a key priority, Tishman Speyer Europe S.à r.l. considers sustainability objectives as part of its investment processes. Tishman Speyer Europe S.à r.l. investment processes are aligned with good practice sustainability guidelines, which are, wherever possible, in keeping with the United Nations' Sustainable Development Goals. In addition, Tishman Speyer Europe S.à r.l. has developed an ESG framework in alignment with ISO 14001, the internationally recognised standard for environmental management.

As part of Tishman Speyer Europe S.à r.l.'s investment process, real estate transactions, and construction, redevelopment or refurbishment projects are assessed at the due diligence stage against identified sustainability risks and other ESG factors and potential mitigants identified. The outcome of that assessment is then considered within the investment decision-making process in relation to the potential acquisition or project in question. Once an acquisition has been made and/or project commenced, the sustainability risks and ESG factors identified during the due diligence stage are periodically reviewed.

In conducting thorough due diligence on ESG matters during the ownership cycle, where necessary, Tishman Speyer Europe S.à r.l. utilizes relevant ESG technology, data, and analytics, which include an evolving checklist of ESG considerations.

Further information can be found in the Tishman Speyer Responsible Investment Statement, which is endorsed by Tishman Speyer Europe S.à r.l. and is available on request to Tishman Speyer Europe S.à r.l. or accessible at <https://tishmanspeyer.com/expertise/sustainability/esg-policy>

¹ Registered with the Luxembourg *Registre de Commerce et des Sociétés*, Luxembourg under number B130284 and approved by the Luxembourg *Commission de Surveillance du Secteur Financier* as a management company regulated by chapter 16 of the 2010 Law and as an AIFM regulated under the Luxembourg Law of 12th July 2013 on AIFMs

Article 4: Principal adverse impacts

Tishman Speyer Europe S.à r.l.’s² statement on its consideration of principal adverse impacts of investment decisions on sustainability factors pursuant to Article 4(1)(b) of the European Union’s Regulation on sustainability-related disclosures in the financial services sector (2019/2088) (SFDR)

Tishman Speyer Europe S.à r.l. believes that the incorporation of sustainability performance into both long-term strategies and day-to-day operational management has the potential to enhance risk-adjusted returns and strengthen the investment process. However, Tishman Speyer Europe S.à r.l. does not currently consider the adverse impacts of investment decisions on sustainability factors within the meaning of and in the manner prescribed by the SFDR, because the detailed underlying rules contained in the delayed regulatory technical standards merit a thorough evaluation, including to ascertain the availability of the data set required to be reported.

Tishman Speyer Europe S.à r.l. is committed to amending its investment process to consider the principal adverse impacts of investment decision on sustainability factors within the meaning of and in the manner prescribed by the SFDR as soon as reasonably practicable.

Article 5: Remuneration policies in relation to sustainability risk

Tishman Speyer Europe S.à r.l.’s³ statement on the consistency of its remuneration policy with the integration of sustainability risks into its investment decisions pursuant to Article 5 of the European Union’s Regulation on sustainability-related disclosures in the financial services sector (2019/2088)

Tishman Speyer Europe S.à r.l.’s remuneration policy (the Remuneration Policy) is consistent with and reinforces how Tishman Speyer Europe S.à r.l. integrates sustainability risks into its investment decisions. This is achieved through the incorporation of performance objectives that consider: (i) performance of risk management, including with respect to sustainability risks; and (ii) contribution to the sustainability initiatives of Tishman Speyer Europe S.à r.l.

The Remuneration Policy will be reviewed regularly and at the frequency required, taking account of developments.

Article 10: Transparency of the promotion of environmental or social characteristics and of sustainable investments on websites

Tishman Speyer Europe S.à r.l.’s⁴ disclosure on the promotion of environmental or social characteristics in respect of interests in the Tishman Speyer European Core Fund FCP-SIF (“TSEC”) in accordance with Article 10 of the European Union’s Regulation on sustainability-related disclosures in the financial services sector (2019/2088)(the SFDR) TSEC, as an institutional real estate fund, is only available to certain professional/qualified investors and this disclosure is solely being made in relation to the obligations on Tishman Speyer Europe S.à r.l. as the alternative investment fund manager of TSEC in accordance with the SFDR. As such, this disclosure is not, and must not be treated as, any offer of interests in TSEC. Any investment in TSEC may only be made solely on the basis of the Memorandum and the other documentation referred to therein.

This disclosure does not constitute an offer to sell, or a solicitation of an offer to purchase, any security. Securities issued by TSEC have not been and will not be registered under the United States Securities Act of 1933 and may not be offered or sold in the United States or to US persons absent registration or an applicable exemption from registration requirements.

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TSEC's Sub-Fund A is intended to be a financial product falling under Article 8 of SFDR. As part of Sub-Fund A's investment strategy, Sub-Fund A intends that, as described more fully in its Memorandum, its portfolio will on a continuous basis promote environmental characteristics through targeting:

- a) having no less than fifty-one per cent. (51%) of its most recently determined net internal area of its portfolio invested in underlying real estate that has a green building certificate;
- b) by the end of 2021, performing annual documented sustainability action plans in respect of no less than seventy-five per cent. (75%) of its most recently determined net internal area of its portfolio; and
- c) by the end of 2023, having no less than seventy-five per cent. (75%) green tariffs electricity coverage (demonstrated through a renewable energy guarantees of origin certificate or similar) of its most recently determined net internal area of its portfolio.

The above environmental characteristics (the "**Environmental Characteristics**") are described in more detail in the memorandum of TSEC.

As part of Tishman Speyer Europe S.à r.l.'s investment process, real estate transactions, and construction, redevelopment or refurbishment projects undertaken by TSEC are assessed at the due diligence stage against identified sustainability risks and other environmental social and governance ("**ESG**") factors and potential mitigants identified. This includes the assessment of the real estate transaction or project against the Environmental Characteristics and, where it does not currently satisfy the Environmental Characteristics, consideration of whether steps should be taken to target the underlying real estate satisfying the Environmental Characteristics in the future. The outcome of this assessment is then considered within the investment decision making process in relation to that potential acquisition or project and, where the underlying real estate does not satisfy the Environmental Characteristics, the investment decision may include a decision to take steps to target that underlying real estate satisfying the Environmental Characteristics in the future. In conducting thorough due diligence on ESG matters during the ownership cycle, where necessary, Tishman Speyer Europe S.à r.l. sources relevant ESG technology, data, and analytics, which includes an evolving checklist of ESG considerations. Once an acquisition has been made and/or project commenced, the sustainability risks and ESG factors identified during the due diligence stage, including whether the underlying real estate satisfies the Environmental Characteristics, are periodically reviewed.