Brookfield Global Transition Fund
Disclosure Statement 2023

Operating Principles for Impact Management
A Message from Our CIO

Brookfield Asset Management ("Brookfield") is a leading global alternative asset manager with $850 billion of assets under management across renewable power and transition, infrastructure, private equity, real estate and credit. We believe that value creation and sustainable development are complementary goals. This view has been underpinned by Brookfield’s 100-plus year history as an owner and operator of long-term assets that help form the backbone of the global economy.

We believe that private capital has a critical role to play in accelerating the energy transition. The Brookfield Global Transition Fund ("BGTF" or the "Fund") is Brookfield’s primary vehicle focused on investments that aim to accelerate the global transition to a net-zero carbon economy, while delivering strong risk-adjusted returns to investors. The Fund builds on our leadership in renewable power and deep operating capabilities to scale clean energy and sustainable solutions and to invest capital to accelerate the transformation of carbon-intensive businesses in alignment with the goals of the Paris Agreement.

The Brookfield Global Transition Fund I ("BGTF I") held its final close in July 2022, raising total capital of $15 billion, making BGTF I the world’s largest private fund dedicated to facilitating the global transition to a net-zero economy. BGTF I has now invested and committed the majority of the Fund capital and assembled a diverse portfolio of 18 investments within our core themes of clean energy, business transformation and sustainable solutions.

Brookfield has launched the Brookfield Global Transition Fund II ("BGTF II") which will seek to follow the same strategy as BGTF I including with regard to the approach to impact measurement and management as detailed below.

Disclosure Statement

- The Operating Principles for Impact Management ("Impact Principles") provide a framework for investors for the design and implementation of their impact management strategy, ensuring that impact considerations are integrated throughout the investment lifecycle. BGTF signed onto the Impact Principles in April 2022.
- This Disclosure Statement is specific to BGTF and affirms that the investment assets included in BGTF are managed in accordance with the Impact Principles.
- The total value of the Covered Assets in alignment with the Impact Principles is US $15 billion as of September 30, 2023.¹

Natalie Adomait
CIO, Transition Investing

November 27, 2023

¹ Stated Covered Assets includes total capital commitments for BGTF I, as well as investments from investors alongside the Fund. The Covered Assets will also include capital commitments for BGTF II following the Fund’s close.

The information contained in this Disclosure Statement has not been verified or endorsed by the Global Impact Investing Network ("the GIIN") or the Secretariat or Advisory Board. All statements and/or opinions expressed in these materials are solely the responsibility of the person or entity providing such materials and do not reflect the opinion of the GIIN. The GIIN shall not be responsible for any loss, claim or liability that the person or entity publishing this Disclosure Statement or its investors, Affiliates (as defined below), advisers, employees or agents, or any other third party, may suffer or incur in relation to this Disclosure Statement or the impact investing principles to which it relates. For purposes hereof, “Affiliate” shall mean any individual, entity or other enterprise or organization controlling, controlled by, or under common control with the Signatory.
BGTF has a dual objective to achieve strong risk-adjusted financial returns and generate a measurable positive decarbonization impact by integrating a focused impact measurement and management approach throughout its investment process. To that end, BGTF targets investments in high-quality assets, technologies and companies that present opportunities to accelerate decarbonization and the transition to a net-zero global economy through our active management approach and access to capital. With this focus, we are pursuing opportunities where we can make a measurable positive impact, including through the development of additional clean energy capacity and other sustainable solutions or supporting a company’s transition to net zero.

The BGTF investment strategy centers on three primary areas:

**BUSINESS TRANSFORMATION**
Provide capital and solutions to businesses across multiple sectors, enabling them to reduce their greenhouse gas ("GHG") emissions. This may include investments in or partnerships with companies in non-pure-play renewable sectors such as utility companies, requiring a shift from fossil fuel to renewable generation, and industrial companies, requiring alternate deployment of lower-emission technologies.

**CLEAN ENERGY**
Develop and create accessibility for renewable energy sources to support additional capacity to the energy mix and help decarbonize the power sector. This may include hydroelectricity, wind and solar development, electrical grid and distribution, and smart grids.

**SUSTAINABLE SOLUTIONS**
Provide solutions or services that enable large-scale decarbonization or drive the growth of a circular economy. This may include carbon capture and storage, biofuels, electrical vehicle charging, battery storage and recycling, as well as other asset classes.

**PRINCIPLE 1:**
Define strategic impact objective(s), consistent with investment strategy.

The Manager shall define strategic impact objectives for the portfolio or fund to achieve positive and measurable social or environmental effects, which are aligned with the Sustainable Development Goals (SDGs), or other widely accepted goals. The impact intent does not need to be shared by the investee. The Manager shall seek to ensure that the impact objectives and investment strategy are consistent; that there is a credible basis for achieving the impact objectives through the investment strategy; and that the scale and/or intensity of the intended portfolio impact is proportionate to the size of the investment portfolio.
The Fund is focused on assembling a diversified portfolio across geographies in which we have local operating presence and extensive market experience, namely North America, South America, Europe, and Asia Pacific.

In pursuing investments that align with the Fund’s overall strategy—driving the global transition to a net-zero carbon economy—we expect that investments made by the Fund will also align with a number of the UN Sustainable Development Goals (the “SDGs”). BGTF’s investments are expected to contribute to but are not limited to: Affordable and Clean Energy (SDG #7), Industry, Innovation and Infrastructure (SDG #9), Sustainable Cities and Communities (SDG #11), Responsible Consumption and Production (SDG #12), and Climate Action (SDG #13).

For each investment within the Fund, we develop a business plan, set quantitative targets and report regularly on progress, material greenhouse gas (GHG) emissions and other investment specific metrics aligned with the Fund’s impact goals.

**BGTF’s Investment Strategy:**

- Focus on Sectors Where We Have Deep Expertise...
- And Opportunities Aligned With Global Net-Zero Objective
- Acquire High-Quality Assets on a Value Basis...
- ...Where Transition to Paris-Alignment Opportunity Presents Value
- Enhance Value with Operations-Oriented Approach...
- ...To Drive Decarbonization with Transparent and Measurable Targets
- Exit Mature De-Risked Assets...
- ...Ready for Long-Term Impact

**PRINCIPLE 2:**

**Manage strategic impact on a portfolio basis**

The Manager shall have a process to manage impact achievement on a portfolio basis. The objective of the process is to establish and monitor impact performance for the whole portfolio, while recognizing that impact may vary across individual investments in the portfolio. As part of the process, the Manager shall consider aligning staff incentive systems with the achievement of impact, as well as with financial performance.
We have taken an integrated approach to embedding impact across the investment lifecycle with a consistent and disciplined strategy for measuring and managing our positive contribution. Our Impact Measurement and Management ("IMM") approach includes processes to Screen, Plan and Measure for positive impact. These processes and associated reporting are informed by recognized impact and climate reporting standards and frameworks. Compensation at the portfolio company level is tied to the overall performance of the organization, including the achievement of impact targets which are an important component of the business strategy and the sustainability performance of the business.

The 4A Criteria:

**SCREEN**
We have developed the 4A Impact Criteria ("4A Criteria"), to anchor the investment screening of positive impact including through the development of additional clean energy capacity and other sustainable solutions or supporting a company’s transition to net zero. The 4A criteria ensures a consistent and disciplined approach to selecting and executing all investments and provides a framework to assess and demonstrate an investment’s potential impact.

For BGTF to invest, it must be able to align the investment with the goals of the Paris Agreement. The investment (either through capital or operational expertise) must also provide additionality to what would otherwise occur; there must be accountability in the impact and emissions reporting, enabling BGTF to track the progress against the plan; and the investment must be able to avoid or mitigate other related material ESG risks. During screening, our investment team develops a detailed assessment against the 4A Criteria. This assessment is provided to the Investment Committee, who reviews and approves all investments.

**PLAN**
For each investment, quantitative and transparent impact targets are identified during due diligence using a credible methodology for the business or asset including where available, the relevant sector decarbonization pathways. Post-close, the impact targets are incorporated into the investment’s business plan which includes actions and resources to achieve the targets. The business plans are integrated into the strategy and governance processes with progress regularly reviewed over the hold period of the investment by the senior management team.

**MEASURE**
Each investment regularly reports on progress against the plan, impact targets and other investment-specific metrics. All investments report on Scope 1, 2 and material Scope 3 GHG emissions which are calculated and reported using recognized standards including the Greenhouse Gas Protocol and the Partnership for Carbon Accounting Financials (PCAF). Impact targets and investment-specific metrics are communicated to fund investors at the investment level in the quarterly and annual reports. GHG emissions are reported to fund investors at the investment and portfolio level on an annual basis with limited assurance conducted on the GHG emissions by the Fund’s third-party financial auditor.
**PRINCIPLE 3:**

Establish the manager’s contribution to the achievement of impact

The Manager shall seek to establish and document a credible narrative on its contribution to the achievement of impact for each investment. Contributions can be made through one or more financial and/or non-financial channels. The narrative should be stated in clear terms and supported, as much as possible, by evidence.

Our contribution to the achievement of impact for each investment is reviewed as part of the “Additionality” criteria within our 4A Criteria. Additionality focuses on the opportunity for Brookfield to meaningfully contribute to advancing the impact outcomes for each investment through our established active asset management approach and expertise, and/or by providing capital at scale.

For example, Additionality is considered in investments that involve a significant build out of renewable energy or other sustainable solutions, or that serve as a catalyst to or acceleration of a business’s alignment with the goals of the Paris Agreement. BGTF’s focus on additionality also means we will not make investments where our capital does not meaningfully advance the impact outcomes over and above the status quo.

BGTF’s documentation includes an assessment to establish a credible, evidence-based impact thesis, using the 4A Criteria and based on the Impact Management Project’s (“IMP”) five dimensions of impact. The assessment is documented within the Investment Committee memos for each investment and post-close, the impact targets are incorporated into the investment’s business plan. On a quarterly basis, progress against the impact targets is assessed through a robust data collection and reporting process that serves as evidence of BGTF’s additionality and achievement of impact. Progress is regularly reviewed internally and included in the quarterly reporting to investors, which includes detailed investment-by-investment summaries of impact progress and contributions to the achievement of impact on each investment.

**Brookfield Competitive Advantages:**

1. OPERATIONAL EXPERTISE
2. CLEAN ENERGY AND POWER MARKETING KNOWLEDGE
3. GLOBAL REACH
4. LARGE-SCALE CAPITAL
PRINCIPLE 4:
Assess the expected impact of each investment, based on a systematic approach

For each investment the Manager shall assess, in advance and, where possible, quantify the concrete, positive impact potential deriving from the investment. The assessment should use a suitable results measurement framework that aims to answer these fundamental questions:

1. WHAT IS THE INTENDED IMPACT?
2. WHO EXPERIENCES THE INTENDED IMPACT?
3. HOW SIGNIFICANT IS THE INTENDED IMPACT?

The Manager shall also seek to assess the likelihood of achieving the investment’s expected impact. In assessing the likelihood, the Manager shall identify the significant risk factors that could result in the impact varying from ex-ante expectations.

In assessing the impact potential, the Manager shall seek evidence to assess the relative size of the challenge addressed within the targeted geographical context. The Manager shall also consider opportunities to increase the impact of the investment. Where possible and relevant for the Manager’s strategic intent, the Manager may also consider indirect and systemic impacts. Indicators shall, to the extent possible, be aligned with industry standards and follow best practice.

BGTF takes a consistent approach to assessing the expected impact of each investment through its impact due diligence process. This approach is anchored in the 4A Criteria, which were developed using the IMP’s five dimensions of impact (i.e., what, who, how much, contribution and risk). IMP’s dimensions—and, in turn, the Fund’s 4A Criteria—are designed to enable a strong understanding of an investment’s potential impact performance. The criteria, as well as the IMP dimensions of impact they capture, are as follows:

The 4A Criteria with IMP dimensions:
ALIGNMENT
Within Alignment, we look to characterize What problem we are addressing with an investment. Specific to the Fund, we focus on accelerating the transition to a net-zero economy, with our investments supporting the Fund's objectives of generating a measurable positive decarbonization impact. We also identify Who the stakeholders are that are benefiting from the positive impact. This includes supporting governments, businesses, and communities in advancing their progress towards net zero.

ADDITIONALITY
Within Additionality, we identify what Contribution we are making to support this positive impact. This varies by investment, but for all our investments, we look to bring our unique competitive strengths to support our underwriting. We leverage our strengths of global reach, large-scale capital, and operating expertise to help advance our positive impact goals.

ACCOUNTABILITY
Under Accountability, we also quantify How Much of a positive impact we are targeting and how we expect to measure it. We identify impact targets as well as appropriate metrics that help track progress towards these key impact goals. These targets are integrated into our business plans, governance, operating and reporting processes — similar to how we track operating and financial metrics — and are the responsibility of the entire organization from the top down through to the individual asset level.

Metrics are selected for each investment based on relevance to the impact objectives and include three broadly recognized categories of measurement: 1) GHG emissions, 2) net-zero targets, and 3) climate solutions metrics. Targets are set for each impact metric using relevant sector guidance where available and in the context of the investment's broader business plan. Actual impact performance is measured at regular intervals and evaluated relative to targets.

AVOIDANCE
Lastly, with Avoidance, while the overall strategy of the Fund is focused on positioning our investments to accelerate the energy transition, we also screen and aim to avoid and mitigate wider material ESG risks and their impacts.

BGTF conducts in-depth assessments to determine the likelihood of impact as well as material ESG factors on financial underwriting models, including downside cases, and provides the assessment to the Investment Committee. The extent of an assessment may vary by investment, and external experts may be engaged to assist with enhanced impact and ESG diligence.
PRINCIPLE 5:
Assess, address, monitor, and manage potential negative impacts of each investment

For each investment the Manager shall seek, as part of a systematic and documented process, to identify and avoid, and if avoidance is not possible, mitigate and manage Environmental, Social and Governance (ESG) risks. Where appropriate, the Manager shall engage with the investee to seek its commitment to take action to address potential gaps in current investee systems, processes, and standards, using an approach aligned with good international industry practice. As part of portfolio management, the Manager shall monitor investees' ESG risk and performance, and where appropriate, engage with the investee to address gaps and unexpected events.

The Fund is committed to strong ESG management. Brookfield is a signatory to the UN-supported Principles for Responsible Investment (“PRI”), which underscores our longstanding commitment to responsible investment and robust ESG practices. Our PRI commitments include incorporating ESG factors into our investment decisions, starting with the due diligence of potential investments through to the exit process.

We tailor ESG due diligence to each investment, leveraging our investing and operating expertise and utilizing guidance and standards from the Sustainability Accounting Standards Board (“SASB”). We proactively identify material ESG risks and opportunities most relevant to each investment and perform deeper due diligence in these areas with support from internal and third-party experts as needed. We also conduct a climate-related risk assessment during due diligence.

The outputs of the ESG due diligence are included in a detailed assessment to the Investment Committee, outlining any material ESG risks and mitigations as well as opportunities associated with each transaction.

Post close, the investment and asset management teams create a customized integration plan that includes the outputs from ESG due diligence. We take an active ownership approach to managing our investments, regularly reviewing risks and performance on key ESG issues. This includes health and safety, environmental and social management (including GHG emissions reporting), and compliance with regulatory requirements.

For further information on Brookfield’s approach to ESG management, including governance, policies, ESG reporting and disclosures, please refer to the Brookfield Responsibility page of our website.
PRINCIPLE 6:
Monitor the progress of each investment in achieving impact expectations and respond appropriately

The Manager shall use the results framework (referenced in Principle 4) to monitor progress toward the achievement of positive impacts in comparison to the expected impact for each investment. Progress shall be monitored using a predefined process for sharing performance data with the investee. To the best extent possible, this shall outline how often data will be collected; the method for data collection; data sources; responsibilities for data collection; and how, and to whom, data will be reported. When monitoring indicates that the investment is no longer expected to achieve its intended impacts, the Manager shall seek to pursue appropriate action. The Manager shall also seek to use the results framework to capture investment outcomes.

BGTF's approach to impact performance is integrated into the Fund's broader governance and investment monitoring processes. Analysis from impact and ESG-related due diligence is included in materials evaluated by BGTF's Investment Committee. After making an investment, the Fund includes impact measurement, management, and reporting in the asset management process, including through asset, business, and board reviews.

The portfolio companies are responsible for delivery of the impact targets, implementing integration and business plans, GHG emissions accounting and reporting and monitoring of overall ESG performance, risks, and associated mitigation plans. Impact management initiatives are implemented to drive towards meeting impact results expected for each investment. Progress is discussed quarterly in the business performance reviews as well as at the ESG Steering Committee, which comprises global senior leadership and the CEOs of the regional platforms. In the case of underperformance, initiatives will be undertaken to improve results.

The Fund's annual reporting to investors shares progress for identified impact and GHG metrics.

PRINCIPLE 7:
Conduct exits considering the effect on sustained impact

When conducting an exit, the Manager shall, in good faith and consistent with its fiduciary concerns, consider the effect which the timing, structure, and process of its exit will have on the sustainability of the impact.

BGTF's strategy is focused on opportunities where our investment can help achieve net zero by 2050 or sooner, setting interim and long-term targets in pursuit of this goal, and creating credible plans to achieve these targets. Consistent with these objectives, BGTF intends to create impact that is sustained beyond the Fund's ownership of assets and will look to invest in companies for which impact is intrinsically linked to financial success, helping to ensure that impact is sustained at exit.

While BGTF is still early in its fund lifecycle and has not realized any investments to date, we are considering the effect of the timing, structure, and process of exits with
PRINCIPLE 8:

**Review, document, and improve decisions and processes based on the achievement of impact and lessons learned**

The Manager shall review and document the impact performance of each investment, compare the expected and actual impact, and other positive and negative impacts, and use these findings to improve operational and strategic investment decisions, as well as management processes.

Our culture is focused on fostering collaboration, which enables us to benefit from a diverse set of skills and experiences. This is demonstrated in a number of ways, including in the sharing of expertise, best practice and opportunities for improvement through both formal and informal channels and settings. Specifically, the BGTF team works with both regular informal touch points and formal opportunities to review and reflect on “lessons learned” across the portfolio. Our collaboration enables our investment teams to share real-time feedback and best practices on the application of the IMM on an investment-by-investment basis, allowing for a continued evolution and enhancement of our processes.

In addition, BGTF regularly assesses and benchmarks against industry best practices, where identified “lessons learned” are considered in the continuous development of BGTF’s investment strategy, processes, and decisions. We will look to continue to update our approach to align to best practices as relevant standards and the regulatory environments evolve.

PRINCIPLE 9:

**Publicly disclose alignment with the Impact Principles and provide regular independent verification of the alignment**

The Manager shall publicly disclose, on an annual basis, the alignment of its impact management systems with the Impact Principles and, at regular intervals, arrange for independent verification of this alignment. The conclusions of this verification report shall also be publicly disclosed. These disclosures are subject to fiduciary and regulatory concerns.

This Disclosure Statement affirms the alignment of the impact management systems for the Covered Assets with the Impact Principles and will be updated and published annually, in compliance with the Impact Principles. In 2022, we engaged BlueMark, a Tideline company, to independently verify the alignment of our impact management practices with the Impact Principles. We expect to complete and publish a third-party verification of our activity and accomplishments every three years at a minimum.
The information contained herein is as of November 27, 2023, unless otherwise indicated. The information contained herein is intended solely for informational purposes and is not intended to, and does not constitute, an offer or solicitation to sell or a solicitation of an offer to buy any security, product, or service (nor shall any security, product, or service be offered or sold) in any jurisdiction in which Brookfield is not licensed to conduct business and/or an offer, solicitation, purchase, or sale would be unavailable or unlawful. Certain information contained in this publication may constitute “forward-looking statements” as defined in applicable securities laws.

Forward-looking statements include statements that are predictive in nature, depend upon or refer to future events or conditions, and include statements regarding Brookfield’s operations, business, financial condition, expected financial results, performance, prospects, opportunities, priorities, targets, goals, ongoing objectives, strategies, and outlook. In some cases, forward-looking statements can be identified by terms such as “expects,” “anticipates,” “plans,” “believes,” “estimates,” “seeks,” “intends,” “targets,” “projects,” “forecasts” or negative versions thereof, or future or conditional verbs such as “shall”, “may,” “will,” “should,” “would”, “might,” and “could.” Although Brookfield believes that the anticipated future results, performance, or achievements expressed or implied by the forward-looking statements are based upon reasonable assumptions and expectations in light of information available at the time such statement is or was made, reliance should not be placed on forward-looking statements because they involve known and unknown risks, uncertainties, and other factors, including Brookfield’s ability to identify, measure, monitor and control risks across Brookfield’s entire business operations, including its portfolio companies, which may cause the actual results, performance, or achievements to differ materially.

Brookfield undertakes no obligation to update or revise statements or information in this publication, whether as a result of new information, future developments, or otherwise. None of Brookfield, its officers, employees, agents, or affiliates makes any express or implied representation, warranty or undertaking with respect to the accuracy, reasonableness, or completeness of any of the information contained herein, including without limitation, information obtained from portfolio companies or other third parties. Some of the information contained herein has been prepared and compiled by the applicable portfolio company and has not necessarily been independently verified by Brookfield. Brookfield does not accept any responsibility for the content of such information and does not guarantee the accuracy, adequacy or completeness of such information. The expected impacts of initiatives are estimates that have not been verified by a third party and are not based on any established standards or protocols. They may also reflect the influence of external factors, such as macroeconomic or industry trends, that are unrelated to the initiative presented. The information contained herein is not intended to address the circumstances of any particular individual or entity and is being provided solely for informational purposes. The information set forth herein does not purport to be complete. Nothing contained herein should be deemed to be a prediction or projection of Brookfield’s future performance. Except where otherwise indicated herein, the information provided herein is based on matters as they exist as of the date of preparation and not as of any future date and will not be updated to reflect information that subsequently becomes available, changed circumstances or events occurring after the date hereof. All data as of November 27, 2023, unless otherwise noted.
Verifier Statement
Independent Verification Report

Prepared for Brookfield Global Transition Fund (BGTF): September 22, 2022

Introduction
As a signatory of the Operating Principles for Impact Management (the Impact Principles)\(^1\), Brookfield Global Transition Fund (BGTF) engaged BlueMark to undertake an independent verification of the alignment of BGTF’s impact management (IM) system with the Impact Principles. BGTF’s assets under management covered by the Impact Principles (Covered Assets) totals $15 billion\(^2\), for the period ending 06/2022.

Summary assessment conclusions
BlueMark has independently verified BGTF’s extent of alignment with the Impact Principles. Key takeaways from BlueMark’s assessment are as follows:

**Principle 1:** BGTF has a clearly defined impact strategy which is anchored in evidence and recommendations from the IPCC and others on how to accelerate global transition to a net-zero carbon economy. BGTF’s primary goal is to have all portfolio companies implementing Paris-Aligned business plans, based on comprehensive GHG reporting to demonstrate GHG reduction and/or avoidance.

**Principle 2:** BGTF has developed a standardized process for managing impact at a portfolio level. All investments are required to conduct comprehensive GHG reporting to demonstrate emissions reduction and/or avoidance, and to have science-based targets aligned with global net-zero transition pathways and sector-specific metrics to track additional impact outputs. To further align, BGTF should consider more directly aligning staff incentives to the achievement of impact.

**Principle 3:** BGTF’s PPM specifies that each investment in the portfolio must involve significant creation of additionality, which the Fund assesses for each investment. To further align, BGTF should start evaluating, and compiling an evidence base of its actual contribution to the portfolio company’s achievement of impact (e.g., through case studies).

**Principle 4:** BGTF has a consistent approach to assessing the expected impact of each investment through its impact due diligence process that is aligned with the IMP’s five dimensions of impact. Each investment has an impact thesis which is connected to the fund’s strategy and directly tied to targets and KPIs to be tracked during the holding period.

**Principle 5:** BGTF has a consistent process to assess ESG risks based on comprehensive ESG Due Diligence Guidelines developed at the Brookfield Asset Management (BAM) level. This process is further supplemented with additional guidance at the Brookfield Renewables and Fund level.

**Principle 6:** BGTF’s approach to impact performance monitoring is integrated into broader investment monitoring processes. Reporting on performance against impact targets is included in quarterly and annual reviews, including investor updates.

**Principle 7:** BGTF has not yet developed a formal framework to consistently assess the potential effect of exits on the sustainability of impact of its investments. To further align, BGTF should develop a responsible exit framework to ensure various steps are systematically taken to encourage the long-term sustainability of impact in a variety of common exit scenarios.

**Principle 8:** BGTF has both regular informal touch points and formal opportunities to review and reflect on lessons learned across the portfolio, including its annual review process. To further align, BGTF should document processes and specific examples related to lessons learned and improvements made.

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1 Principle 9 states that signatories “shall publicly disclose, on an annual basis, the alignment of its impact management systems with the Impact Principles and, at regular intervals, arrange for independent verification of this alignment. The conclusions of this verification report shall also be publicly disclosed. These disclosures are subject to fiduciary and regulatory concerns.”

2 Assets under management figure as reflected in Brookfield Asset Management Press Release as of 06/22/2022. BlueMark’s assessment did not include verification of the AUM figure.
Verifier Statement
Independent Verification Report

Prepared for Brookfield Global Transition Fund (BGTF): September 22, 2022

Assessment methodology and scope

BGTF provided BlueMark with the relevant supporting documentation for the policies, processes, and tools related to the IM system applicable to the Covered Assets. The scope of BlueMark’s work was limited to processes in place related to the Covered Assets as of June 2022. BlueMark’s assessment of the IM system included an evaluation of both the system itself and supporting documentation, as well as the consistency of the draft disclosure statement with the IM system. BlueMark believes that the evidence obtained in the scope of its assessment is sufficient and appropriate to provide a basis for our conclusions.³

BlueMark’s full assessment methodology, based on its professional judgment, consisted of:
1. Assessment of the IM system in relation to the Impact Principles, using BlueMark’s proprietary rubric, and examining processes and policies against the following criteria:
   • Compliance of the IM system with a threshold level of practice;
   • Quality of the IM system’s design in terms of its consistency and robustness; and
   • Depth of sub-components of the system, focused on completeness
2. Interviews with BGTF staff responsible for defining and implementing the IM system;
3. Testing of selected BGTF transactions to check the application of the IM system; and
4. Delivery of detailed assessment findings to BGTF, outlining areas of strong alignment and recommended improvement, as well as BlueMark’s proprietary benchmark ratings on the extent of alignment to each of the Impact Principles.

Permissions

This statement, including our conclusions, has been prepared solely for BGTF in accordance with the agreement between our firms, to assist BGTF in fulfilling Principle 9 of the Operating Principles for Impact Management. We permit BGTF to disclose this statement in its entirety online, or to furnish this statement to other interested parties to demonstrate BGTF’s alignment with the Operating Principles for Impact Management. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than BGTF for our work or this statement except where terms are expressly agreed between us in writing.

About BlueMark

BlueMark, a Tideline company, is a leading provider of impact verification services in the impact investing market. BlueMark was founded with a mission to “strengthen trust in impact investing” and to help bring more accountability to the impact investment process. BlueMark is a wholly owned subsidiary of Tideline Advisors, LLC, a certified women-owned advisory firm in impact investing. Since its founding in 2014, Tideline has become a recognized leader in impact measurement and management, working with leading asset owners and managers to design and implement impact management systems.

BlueMark has conducted this verification with an independent and unconflicted team experienced in relevant impact measurement and management issues. BlueMark has implemented a Standard of Conduct requiring our employees to adhere to the highest standards of professional integrity, ethics, and objectivity in their conduct of business activities.

BlueMark has office locations in London, UK; New York, NY; Portland, OR; and San Francisco, CA and is headquartered at 915 Battery St, San Francisco, CA 94111, USA. For more information, please visit www.bluemarktideline.com.

³ The scope of BlueMark’s assessment procedures does not include the verification of the resulting impacts achieved. BlueMark’s assessment is based on its analyses of publicly available information and information in reports and other material provided by BGTF. BlueMark has relied on the accuracy and completeness of any such information provided by BGTF. The assessment results represent BlueMark’s professional judgment based on the procedures performed and information obtained from BGTF.