



15 April 2024

Old Mutual Alternative Investments Pty Ltd
Mutual Park, West Campus, Entrance 2
Jan Smuts Drive
Pinelands 7405
Cape Town
South Africa

Attention: Tania Swanepoel, Head of ESG

Re: Independent Verification of Alignment with the Operating Principles for Impact Management

Dear Tania,

As a signatory of the Operating Principles for Impact Management (February 2019) (the “Principles”), Old Mutual Alternative Investments (OMAI) is committed to disclosing the degree of alignment of its impact management system with the Principles. As of 31 December 2023, OMAI’s assets under management covered by the Principles totalled USD 1,376 million¹.

OMAI engaged Camp Consult to independently verify OMAI’s alignment. Camp Consult is an independent environmental and social consultancy specialising in impact and risk management.

Camp Consult’s assessment included the following:

- Review of OMAI’s Operating Principles for Impact Management Disclosure Statement dated October 2023 (which covered the period 1 January 2022 through to 31 December 2022)
- Review of OMAI’s impact management policies and procedures against the requirement of each element of the Principles
- Evaluation of the quality of the policies and procedures in terms of completeness, applicability, useability, and robustness
- Interviews with people responsible for establishing and maintaining the impact management policies and procedures and with selected users
- Review of a sample of the application of policies and procedures

Summary Assessment

Camp Consult assessed the OMAI impact management system in terms of degree of alignment with the Principles using a rating system as follows:

- Advanced - Aligned with the requirement, element fully covered and limited opportunity for improvement or enhancement
- High - High degree of alignment, element covered with a few opportunities for improvement or enhancement
- Moderate - Moderate level of alignment, element covered but with a number of improvements or enhancements needed
- Low - Low level of alignment, element not covered or significant improvement or enhancement is needed

The table below summarizes the assessment.

Principle	Requirement	Alignment
<i>Principle 1</i>	<i>Define strategic impact objective(s), consistent with the investment strategy.</i>	Advanced
<i>Principle 2</i>	<i>Manage strategic impact on a portfolio basis.</i>	High
<i>Principle 3</i>	<i>Establish the Manager’s contribution to the achievement of impact.</i>	High
<i>Principle 4</i>	<i>Assess the expected impact of each investment, based on a systematic approach.</i>	High
<i>Principle 5</i>	<i>Assess, address, monitor, and manage potential negative impacts of each investment.</i>	Advanced
<i>Principle 6</i>	<i>Monitor the progress of each investment in achieving impact against expectations and respond appropriately.</i>	High
<i>Principle 7</i>	<i>Conduct exits considering the effect on sustained impact.</i>	High
<i>Principle 8</i>	<i>Review, document, and improve decisions and processes based on the achievement of impact and lessons learned.</i>	Moderate
<i>Principle 9</i>	<i>Publicly disclose alignment with the Principles and provide regular independent verification of the alignment.</i>	High

We noted several areas of strength. OMAI has established clear impact performance goals and objectives for the covered funds and follows a strategy for implementation (Principle 1). Impact management systems are established and maintained by a qualified ESG team working with portfolio managers (Principle 2). The Theory of Change approach provides a logically structured framework for defining impact targets (Principle 3). OMAI has a comprehensive system for managing environmental and social risks that includes procedures to screen, set corrective actions, and monitor the performance of fund investments. The system is robust and consistently applied (Principle 5). OMAI has established a process to exit an investment considering impact issues (Principle 7).

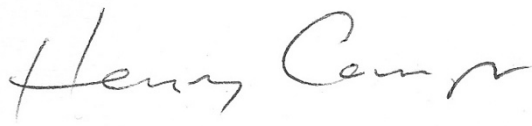
We also noted areas for improvement. The linkage to industry standard social performance management tools can be improved, in addition the following aspects of each impact could be considered: likelihood, risk to impact performance and impact context (Principle 4). OMAI should consider more widely including impact performance into fund management incentives (Principle 2). OMAI should consider documenting a portfolio impact performance monitoring procedure, incorporating a feedback mechanism (Principles 6 and 8).

Conclusion

Based on the assessment, we verify that the impact management systems and processes of OMAI align with the requirements of the Principles for the covered assets under management as of December 2023.

Camp Consult's assessment is based on information and documentation provided by OMAI. Camp Consult is not responsible for the accuracy or completeness of the information provided by OMAI. The assessment does not verify the actual impacts achieved or the accuracy of the impact performance reported by OMAI. Camp Consult's assessment results represent our professional judgment based on our knowledge and experience.

Yours sincerely,

A handwritten signature in black ink that reads "Henry Camp". The signature is written in a cursive, flowing style.

Henry Camp
Director

ⁱ Funds covered in the review are OMAI's Impact Investing funds and African Infrastructure Investment Managers (AIIM) renewables investments and African Infrastructure Investment Fund 4 (AIIF4).