

Prologis supports the mission of the Sustainability Accounting Standards Board (SASB), which creates industry-specific sustainability accounting standards that help companies disclose financially material, decision-useful environmental, social and governance (ESG) information to investors.

This is the second year that Prologis is disclosing data using SASB’s 2018 Real Estate Standard. The following table contains our disclosure on the topics included in that standard. Activity metrics that may assist in the accurate evaluation and comparability of disclosure may be found throughout this report.

CODE	ACCOUNTING METRIC	PROLOGIS INFORMATION
<b>ENERGY MANAGEMENT</b>		
IF-RE-130a.1	Energy consumption data coverage as a percentage of total floor area, by property subsector	Energy Consumption data coverage from the global Prologis operating portfolio, as a percentage of floor area was equal to 39% in 2019.*
IF-RE-130a.3	Like-for-like percentage change in energy consumption for the portfolio area with data coverage, by property subsector	Like-for-like change in energy consumption for the global Prologis operating portfolio was -0.18% in 2018-2019.* Fluctuations in occupancy, hours of operation, changes in customer mix, and efficiency programs likely led to this decrease.
IF-RE-130a.5	Description of how building energy management considerations are integrated into property investment analysis and operational strategy	Prologis integrates energy and water reduction technologies into our new buildings, and we pursue sustainable building certifications for our buildings where available and appropriate. These strategies ensure the resilience and enduring value of our buildings, creating value for our customers and our company. In addition, Prologis allocates a portion of our CAPEX for existing buildings to lighting retrofits and other energy-saving technologies, water-saving features, cool roofing technology and solar installations.
<b>MANAGEMENT OF TENANT SUSTAINABILITY IMPACTS</b>		
IF-RE-410a.3	Discussion of approach to measuring, incentivizing, and improving sustainability impacts of tenants	<p>Prologis works with a third-party data collection consultant, Measurabl, to track tenant energy consumption for our global portfolio.</p> <p>Prologis Essentials LED collaborates with customers to accelerate LED lighting upgrades that improve tenant operational efficiency, and decrease tenant energy consumption and associated emissions.</p> <p>Our modern, efficient and resilient building design saves money for our customers and minimizes impacts on our communities. Our focus on urban locations allows our customers to meet consumer expectations around expedited delivery, while also reducing overall transportation emissions from shortened delivery distances.</p> <p>By incorporating ESG concepts into our lease agreements, and providing new tenants with information packets that include sustainable practices, Prologis improves the sustainability impacts of our tenants.</p> <p>We monitor local benchmarking ordinances and work with our property management team to educate tenants on how utility data collection can be automated.</p>
<b>CLIMATE CHANGE ADAPTATION</b>		
IF-RE-450a.2	Description of climate change risk exposure analysis, degree of systematic portfolio exposure, and strategies for mitigating risks	Prologis takes a proactive approach to assessing natural hazards and climate exposures across our portfolio, including earthquakes, windstorms, floods and coastal exposure. Prologis’ Risk Management team is actively evaluating our portfolio exposure to ensure that we have sufficient coverage and protection for our buildings, as well as looking ahead to evaluate scenarios that may impact our properties in the future. These assessments allow us to determine the appropriate risk mitigation measures for our portfolio and plan for longer term trends. We take preventative measures to improve the resiliency of our buildings to promote business continuity in our customers’ operations. As a result of our long-term planning, resiliency measures implemented and diverse portfolio footprint, we believe impacts to our portfolio arising from climate change are well-managed.

\*Data pulled as of March 2020.