

LR Independent Assurance Statement

Relating to Prologis' Greenhouse Gas Emissions for the Calendar Year 2020

This Assurance Statement has been prepared for Prologis, Inc. in accordance with our contract.

Terms of Engagement

Lloyd's Register Quality Assurance (LR) was commissioned by Prologis, Inc. (Prologis) to provide independent assurance of its greenhouse gas (GHG) emissions inventory ("the Report") for the calendar year 2020 against the assurance criteria below to a limited level of assurance and materiality of the professional judgement of the verifier using ISO 14064 - Part 3 for greenhouse gas emissions.

Our assurance engagement covered Prologis corporate office operations and activities worldwide and specifically the following requirements:

- Verifying conformance with:
 - Prologis' reporting methodologies for the selected datasets: corporate offices; GHG emissions from Prologis' wholly-owned subsidiaries, Nippon Prologis REIT and FIBRA Prologis, are included in the total emissions and also listed separately for CDP reporting purposes.
 - World Resources Institute / World Business Council for Sustainable Development Greenhouse Gas Protocol: A corporate accounting and reporting standard, revised edition (otherwise referred to as the WRI/WBCSD GHG Protocol) for the GHG data¹.
- Evaluating the accuracy and reliability of data and information for the selected indicators listed below:
 - Direct (Scope 1), Energy Indirect (Scope 2) and Other Indirect (Scope 3) GHG emissions;
 - Scope 3 GHG emissions verified by LR only include Business Travel, Employee Commuting, Downstream Leased Assets, Purchased Goods and Services, Capital Goods, Fuel and Energy Related Activities.

LR's responsibility is only to Prologis. LR disclaims any liability or responsibility to others as explained in the end footnote. Prologis' responsibility is for collecting, aggregating, analysing and presenting all the data and information within the Report and for maintaining effective internal controls over the systems from which the Report is derived. Ultimately, the Report has been approved by, and remains the responsibility of Prologis.

LR's Opinion

Based on LR's approach nothing has come to our attention that would cause us to believe that Prologis has not, in all material respects:

- Met the requirements of the criteria listed above; and
- Disclosed accurate and reliable performance data and information as summarized in Tables 1 and 2 below.

The opinion expressed is formed on the basis of a limited level of assurance² and at the materiality of the professional judgement of the verifier.

¹ <http://www.ghgprotocol.org/>

² The extent of evidence-gathering for a limited assurance engagement is less than for a reasonable assurance engagement. Limited assurance engagements focus on aggregated data rather than physically checking source data at sites. Consequently, the level of assurance obtained in a limited assurance engagement is lower than the assurance that would have been obtained had a reasonable assurance engagement been performed.

Table 1. Summary of Prologis Key Data for 2020

Scope of GHG emissions		Tonnes CO ₂ e
Scope 1	Direct GHG Emissions ¹	3,214
Scope 2	Energy indirect GHG emissions (Location-based) ²	3,465
	Energy indirect electricity GHG emissions (Market-based) ²	0
	Energy indirect total GHG emissions (Market-based) ^{1,2}	627
Scope 3	Category 1 Purchased goods and services	484,030
	Category 2 Capital goods	1,252,021
	Category 3 Fuel and Energy Related Activities ³	1,407
	Category 6 Business travel	1,107
	Category 7 Employee commuting	2,854
	Category 13 Downstream leased assets	2,017,511
<p>Note 1: The Direct GHG Emissions reported here do not include the application of offsets purchased by Prologis, which could be used to reduce Prologis' GHG emissions in the amount of 3,842 tonnes CO₂e. We have verified that these offsets were acquired. However, we have not performed any assurance procedures regarding the providers of these offsets and express no opinion on whether they have, or will, result in a reduction of CO₂e.</p> <p>Note 2: Scope 2, Location-based and Scope 2, Market-based are defined in the WRI/WBCSD GHG Protocol Scope 2 Guidance, 2015.</p> <p>Note 3: Scope 3 Category 13 includes all energy for Prologis tenant portfolio buildings.</p>		

Table 2. REIT GHG Emissions Inventory 2020¹

Scope of GHG emissions		Tonnes CO ₂ e
Nippon Prologis REIT¹		
Scope 1	Nippon Prologis REIT Direct GHG Emissions	0
Scope 2	Nippon Prologis REIT Energy Indirect GHG emissions (Location-based) ²	22
	Nippon Prologis REIT Energy Indirect electricity GHG emissions (Market-based) ²	0
	Nippon Prologis REIT Energy Indirect total GHG emissions (Market-based) ^{2,3}	8
FIBRA Prologis¹		
Scope 1	FIBRA Prologis Direct Emissions ³	260
Scope 2	FIBRA Prologis Energy Indirect GHG emissions (Location-based) ²	325
	FIBRA Prologis Energy Indirect electricity GHG emissions (Market-based) ²	0
	FIBRA Prologis Energy Indirect total GHG emissions (Market-based) ^{2,3}	23
<p>Note 1: Nippon Prologis REIT and FIBRA Prologis GHG emissions are included in the total Prologis emissions in Table 1, and are also listed separately in Table 2 for CDP reporting purposes.</p> <p>Note 2: Scope 2, Location-based and Scope 2, Market-based are defined in the WRI/WBCSD GHG Protocol Scope 2 Guidance, 2015.</p> <p>Note 3: The Direct GHG Emissions reported here do not include the application of offsets purchased by Prologis, which could be used to reduce Prologis' GHG emissions in the amount of 3,842 tonnes CO₂e. We have verified that these offsets were acquired. However, we have not performed any assurance procedures regarding the providers of these offsets and express no opinion on whether they have, or will, result in a reduction of CO₂e.</p>		

LR's Approach

LR's assurance engagements are carried out in accordance with our verification procedure. The following tasks were undertaken as part of the evidence gathering process for this assurance engagement:

- interviewing relevant employees of the organization responsible for managing GHG emissions data and records;
- reviewing Prologis' systems for collecting, recording and reporting data; and
- verifying direct and indirect GHG emissions data and records at an aggregated level for the calendar year 2020.

LR's Standards, Competence and Independence

LR implements and maintains a comprehensive management system that meets accreditation requirements for ISO 14065 *Greenhouse gases – Requirements for greenhouse gas validation and verification bodies for use in accreditation or other forms of recognition* and ISO/IEC 17021 *Conformity assessment – Requirements for bodies providing audit and certification of management systems* that are at least as demanding as the requirements of the International Standard on Quality Control 1 and comply with the *Code of Ethics for Professional Accountants* issued by the International Ethics Standards Board for Accountants.

LR ensures the selection of appropriately qualified individuals based on their qualifications, training and experience. The outcome of all verification and certification assessments is then internally reviewed by senior management to ensure that the approach applied is rigorous and transparent.

LR is Prologis' verification body for their GHG emissions report and their ESG Impact Report. The verification assessments are the only work undertaken by LR for Prologis and as such does not compromise our independence or impartiality.

Signed

Dated: 26 May 2021



Ali Schmidt
LR Lead Verifier
On behalf of Lloyd's Register Quality Assurance, Inc.,
1330 Enclave Parkway, Suite 200,
Houston, TX 77077

LR reference: UQA00000496

Lloyd's Register Group Limited, its affiliates and subsidiaries, including Lloyd's Register Quality Assurance, Inc., and their respective officers, employees or agents are, individually and collectively, referred to in this clause as 'Lloyd's Register'. Lloyd's Register assumes no responsibility and shall not be liable to any person for any loss, damage or expense caused by reliance on the information or advice in this document or howsoever provided, unless that person has signed a contract with the relevant Lloyd's Register entity for the provision of this information or advice and in that case any responsibility or liability is exclusively on the terms and conditions set out in that contract.

The English version of this Assurance Statement is the only valid version. Lloyd's Register Group Limited assumes no responsibility for versions translated into other languages.

This Assurance Statement is only valid when published with the Report to which it refers. It may only be reproduced in its entirety.

Copyright © Lloyd's Register Quality Assurance Limited, 2021. A member of the Lloyd's Register Group.