

Sustainability Report

Contextual Information

Company Details	
Name of Organization	PREMIERE ISLAND POWER REIT CORPORATION
Location of Headquarters	4 TH STARMALL IT HUB CV STARR AVE PHILAMLIFE PAMPLONA DOS
Location of Operations	Philippines
Report Boundary: Legal entities (e.g. subsidiaries) included in this report	PREIT and its Lessees
Business Model, including Primary Activities, Brands, Products, and Services	Engaged in the long-term investment in income-generating real estate and infrastructure assets, including sustainable power generation facilities, as a real estate investment trust under the provisions of Republic Act No. 9856, otherwise known as "The Real Estate Investment Trust (REIT) Act of 2009" and its Implementing Rules and Regulations.
Reporting Period	December 31, 2022
Highest Ranking Person responsible for this report	Maryknoll B. Zamora Treasurer, Chief Finance Officer and Chief Risk Officer

Materiality Process

Explain how you applied the materiality principle (or the materiality process) in identifying your material topics. ¹	
<p>Premiere Island Power REIT Corporation (PREIT or the Company) is devoted to transparency, and reporting sustainability in alignment with the Global Reporting Initiative (GRI) standards. PREIT applies the principle of materiality to identify and report topics that hold importance and relevance to the company and its associated stakeholders.</p>	
Stakeholders Identification	<p>PREIT's main stakeholders comprise shareholders, investors, customers, employees, local communities, governmental entities, and regulatory agencies. Engaging these stakeholders enables PREIT to acquire insights into the issues that hold the highest significance to them and guides the process of identifying material subjects.</p>
Materiality Assessment:	<p>Internal Examination: This involves analyzing our corporate strategy, business model, prevailing policies, and performance metrics.</p> <p>External Engagement: This process entails stakeholder engagement, feedback incorporation, and analysis of industry trends and benchmarks.</p> <p>Materiality Matrix: We create a matrix to visually represent the relevance of each topic based on its impact and adherence to GRI guidelines.</p>
Identified Material Topics:	<p>The main topics identified include Renewable Energy and Social and Missionary Generation and Infrastructure, Social and Community Impact, Financial Performance, and Dividend Yield.</p>
Reporting and Review	<p>We maintain transparency by reporting material topics in our sustainability reports, and we routinely reevaluate and update our materiality assessment to reflect evolving stakeholder expectations and industry trends.</p>

¹ See [GRI 102-46](#) (2016) for more guidance.

ECONOMIC

Economic Performance

Direct Economic Value Generated and Distributed

Disclosure	Amount	Units
Direct economic value generated (revenue)	355,161,394	PhP
Direct economic value distributed:		
a. Operating costs	11,502,749	PhP
b. Employee wages and benefits	15,199,253	PhP
c. Payments to suppliers, other operating costs	52,203,946	PhP
d. Dividends given to stockholders and interest payments to loan providers	2,000,000	PhP
e. Taxes given to government	4,227,901	PhP
f. Investments to community (e.g. donations, CSR)	600,997	PhP

PREIT and its Lessees Strategic Management Approach on Economic Performance

PREIT, a leading retail-focused REIT, has demonstrated significant resilience and operational expansion, maintaining critical stakeholder interests despite pandemic-related challenges. This includes satisfying shareholders and investors via sustained financial success, providing tenant-friendly rental rates and property conditions, ensuring employee stability, growth, and compensation, and bolstering local community economies through job creation and economic activity.

PREIT's management approach focuses on three core principles: effective property management, astute market analysis, and unwavering financial discipline. These principles underpin their strategies to attract and retain high-quality tenants, adapt to evolving retail industry trends and consumer preferences, and uphold a robust balance sheet to maximize economic performance and resist economic turbulence. This comprehensive strategic approach underscores PREIT's commitment to sustainability and resilience, securing not just its own growth, but also the economic wellbeing of its wide-ranging stakeholders.

Climate-related risks and opportunities

PREIT has established rigorous risk management practices, encompassing thorough risk assessments and resilience strategies, to safeguard its assets and operations against physical risks such as extreme weather events, sea-level rise, and altered rainfall patterns. Concurrently, PREIT is keenly aware of transition risks linked to a low-carbon economy, involving regulatory shifts, technological advancements, and market dynamics changes. The Company is focused on adapting its strategies to these potential challenges to ensure sustained competitiveness and leverage new opportunities.

Simultaneously, PREIT identifies opportunities precipitated by climate change within the real estate sector. The Company is proactive in exploring energy-efficient initiatives, advocating renewable energy use, social and missionary electrification and investing in properties that align with its climate-related objectives. This approach allows PREIT to contribute to the transition to a low-carbon economy, generating long-term value for stakeholders. Adhering to the Task Force on Climate-related Financial

Disclosures (TCFD) recommendations, PREIT's strategies are designed to manage climate impacts effectively, adapt to the changing business landscape, and fortify the company's resilience and sustainability.

Procurement Practices

Proportion of spending on local suppliers

Disclosure	Quantity	Units
Percentage of procurement budget used for significant locations of operations that is spent on local suppliers:		%
PREIT LESSEES:		
Camotes Island Power Generation Corporation (CAMPCOR)	93	
S.I. Power Corporation (SIPCOR)	89	

PREIT and its Lessees Strategic Management Approach on Procurement Practices

PREIT and SIPCOR and CAMPCOR (the Lessees), adopt a strategic approach to procurement, prioritizing ethical practices, sustainability, and compliance. Thorough due diligence is conducted on suppliers, assessing their capabilities and adherence to social and environmental standards. Responsible sourcing practices are emphasized, considering sustainability criteria. The Company actively identifies and manages procurement risks while recognizing the potential for opportunities such as sustainability promotion and local economic development. A significant portion of the procurement budget is dedicated to supporting local suppliers, fostering economic growth and community development.

Anti-corruption

Training on Anti-corruption Policies and Procedures*

Disclosure	Quantity	Units
Percentage of employees to whom the organization's anti-corruption policies and procedures have been communicated to	100	%
Percentage of business partners to whom the organization's anti-corruption policies and procedures have been communicated to	100	%
Percentage of directors and management that have received anti-corruption training	-	%
Percentage of employees that have received anti-corruption training	-	%

**The Company and the Lessees adopt the Anti-Corruption Policies and Procedures of its parent company, Prime Asset Ventures, Inc. (PAVI), as it applies to the entire PAVI group.*

Incidents of Corruption

Disclosure	Quantity	Units
Number of incidents in which directors were removed or disciplined for corruption	0	#
Number of incidents in which employees were dismissed or disciplined for corruption	0	#
Number of incidents when contracts with business partners were terminated due to incidents of corruption	0	#

PREIT and its Lessees Strategic Management Approach on Anti-Corruption Practices

PREIT and its Lessees have adopted a strategic management approach to combat corruption and promote anti-corruption practices. They prioritize transparency, integrity, and ethical conduct in all business operations. This approach includes implementing the group's comprehensive Anti-Bribery and Anti-Corruption Policy, conducting rigorous risk assessments, maintaining robust internal controls, and ensuring thorough due diligence procedures. PREIT emphasizes employee training and awareness, encourages stakeholders to report suspected acts of corruption through a confidential reporting mechanism, and safeguards whistleblowers from retaliation. PREIT and its Lessees aims to promote anti-corruption efforts and contribute to the development of a resilient and responsible business environment. Through their strategic management approach, PREIT and its Lessees strive to maintain a corruption-free business environment that fosters fair competition and sustainable development.

ENVIRONMENT

Resource Management

Energy consumption within the organization:

Disclosure	Quantity	Units
Energy consumption (renewable sources)	-	GJ
Energy consumption (gasoline)	-	GJ
Energy consumption (LPG)	-	GJ
Energy consumption (diesel)	972,458	Lites
Energy consumption (electricity)	4,738,554	kWh

Reduction of energy consumption:

Disclosure	Quantity	Units
Energy reduction (gasoline)	-	GJ
Energy reduction (LPG)	-	GJ
Energy reduction (diesel)	The initiatives are in the preliminary stages for now.	GJ
Energy reduction (electricity)	The initiatives are in the preliminary stages for now.	kWh

PREIT and its Lessees Strategic Management Approach on Energy Consumption

Underlining our commitment to sustainability, PREIT is actively engaged in the initiation and implementation of measures aimed at curtailing energy consumption across all facets of our operations. Even though our sustainability journey is in its early stages, we have already identified energy reduction as an area of paramount importance. PREIT is actively pursuing energy consumption reduction across its operations. They have implemented strategic programs, including setting energy reduction targets, employing energy-efficient technologies, conducting regular energy audits, and exploring investments in renewable energy and social and missionary electrification. This initiative acknowledges the impact of energy use on various stakeholders and the environment, from carbon emissions to resource depletion. Despite the inherent risks such as rising energy costs and regulatory challenges, PREIT sees this energy management approach as a chance to improve operational efficiency, reduce environmental impact, and demonstrate environmental leadership. The REIT collaborates with its sponsors, SIPCOR and CAMPCOR to steer towards more sustainable practices.

Disclosure	Quantity	Units
Water withdrawal	96	Cubic meters
Water consumption	1,560	Cubic meters
Water recycled and reused	42	Cubic meters

PREIT and its Lessees Strategic Management Approach on Water Consumption

PREIT and its Lessees have instituted practices aimed at water usage reduction. With a firm commitment to mitigating impacts on employees, customers, local communities, and the environment, they've established water-efficient policies and practices. Setting water reduction targets, employing advanced technologies, and advocating for water conservation are among the company's strategic measures. These aim to address the risks of water scarcity and to protect the organization's reputation.

Through their diligent water stewardship strategies, PREIT not only works to minimize its environmental impact but also seeks opportunities for cost savings and brand enhancement. This thoughtful approach embodies the company's commitment to responsible water management and overall sustainability.

Materials used by the organization

Disclosure	Quantity	Units
Materials used by weight or volume		
<ul style="list-style-type: none"> renewable 	0	kg/liters
<ul style="list-style-type: none"> non-renewable 	0	kg/liters
Percentage of recycled input materials used to manufacture the organization's primary products and services	0	%

PREIT and its Lessees Strategic Management Approach on Materials Used

The industry is confronted with risks, including resource scarcity and regulatory compliance, that could primarily impact suppliers and local communities. To counteract these risks, PREIT focuses on necessary yet critical opportunities, such as sourcing more sustainable materials when feasible, reducing waste where possible, and improving operational efficiency. These efforts help to secure the interests of all stakeholders, with a particular focus on investors, customers, and local communities.

At its core, PREIT's approach to materials management is about making practical, feasible decisions that align with industry norms, all while maintaining an eye toward sustainability and efficiency.

Ecosystems and biodiversity (whether in upland/watershed or coastal/marine)

Disclosure	Quantity	Units
Operational sites owned, leased, managed in, or adjacent to, protected areas and areas of high biodiversity value outside protected areas	None	
Habitats protected or restored	None	ha
IUCN ² Red List species and national conservation list species with habitats in areas affected by operations	0	

² International Union for Conservation of Nature

PREIT and its Lessees Strategic Management Approach on Ecosystems and Biodiversity

PREIT and its Lessees prioritize the integration of ecosystems and biodiversity considerations into their operations. They recognize the potential impact of their activities on local biodiversity and habitats and are committed to environmental stewardship. Adhering to industry standards, they ensure that their properties do not harm protected areas or habitats of endangered species listed on the IUCN Red List. Additionally, they implement proactive measures, such as a tree replacement strategy during site development, to restore and protect natural habitats. Their approach aligns with recognized environmental practices and is in compliance with relevant laws and regulations in the Philippines. By upholding these standards and supporting government policies, PREIT and its Lessees contribute to the conservation of ecosystems and biodiversity in the country.

Environmental impact management

Air Emissions

GHG

Disclosure	Quantity	Units
Direct (Scope 1) GHG Emissions	None	Tonnes CO ₂ e
Energy indirect (Scope 2) GHG Emissions	None	Tonnes CO ₂ e
Emissions of ozone-depleting substances (ODS)	None	Tonnes

Air pollutants

Disclosure	Quantity	Units
NO _x	99.64	kg
SO _x	10.81	kg
Persistent organic pollutants (POPs)	None	kg
Volatile organic compounds (VOCs)	None	kg
Hazardous air pollutants (HAPs)	None	kg
Particulate matter (PM)	2.17	Kg

PREIT and its Lessees Management Approach on Emissions

PREIT and its Lessees prioritize reducing their environmental impact, specifically regarding air emissions. As operators of power plants, they actively work to minimize emissions through the use of cleaner technologies and efficient operational practices. By adhering to industry standards and regulatory requirements in the Philippines, they effectively manage and control air pollutants, such as sulfur oxides (Sox), nitrogen oxides (Nox), and particulate matter. Their commitment aligns with promoting improved air quality, supporting sustainable energy practices, and protecting public health. Conventional power generation in the Philippines follows standards set by the Department of Environment and Natural Resources (DENR) and the Philippine Clean Air Act, providing guidelines for managing emissions and ensuring environmental protection. PREIT's efforts contribute to these industry standards while striving to minimize their environmental footprint and benefit local communities.

Solid and Hazardous Wastes

Solid Waste

Disclosure	Quantity	Units
Total solid waste generated	440	kg
Reusable	230	kg
Recyclable	210	kg
Composted	None	kg
Incinerated	None	kg
Residuals/Landfilled	None	kg

Hazardous Waste

Disclosure	Quantity	Units
Total weight of hazardous waste generated	183	kg
Total weight of hazardous waste transported	114	kg

Effluents

Disclosure	Quantity	Units
Total volume of water discharges	108	Cubic meters
Percent of wastewater recycled	55	%

PREIT and its Lessees Management Approach on Waste Management and Effluents

In the process of power generation, solid and hazardous waste production is an unavoidable consequence. The company implement robust waste management strategies to handle, store, and dispose of such waste responsibly. Our policies focus on minimizing waste production, recycling where possible, and ensuring safe disposal to mitigate environmental risks and protect local biodiversity.

The generation of effluents from our operations is managed under a comprehensive effluent management system. The approach is designed to treat and dispose of effluents responsibly, adhering to environmental standards and regulations. By implementing strategies such as wastewater treatment and monitoring discharge quality, we aim to protect water bodies from pollution and maintain the health of aquatic ecosystems. This commitment also plays a vital role in our broader goal of supporting sustainable development.

Environmental compliance

Non-compliance with Environmental Laws and Regulations

Disclosure	Quantity	Units
Total amount of monetary fines for non-compliance with environmental laws and/or regulations	None	PhP
No. of non-monetary sanctions for non-compliance with environmental laws and/or regulations	None	#
No. of cases resolved through dispute resolution mechanism	None	#

PREIT and its Lessees have obtained all necessary approvals and permits from relevant government agencies and regulatory bodies, essential for conducting the organization's operations. These authorizations were secured promptly and remain active. Each operating plant within PREIT's purview is compliant with environmental regulations, with a designated Pollution Control Officer (PCO) tasked with monitoring processes and managing any environmental issues. This ensures we adhere to our commitment towards environmental stewardship, aligning with our overall objective to foster clean, renewable, and sustainable energy practices.

SOCIAL

Employee Management (as it applies to PREIT and its Lessees)

Employee Hiring and Benefits

Employee data

Disclosure	Quantity	Units
Total number of employees ³	19	
a. Number of female employees	6	#
b. Number of male employees	13	#
Attrition rate ⁴	-.12	rate
Ratio of lowest paid employee against minimum wage	N/A	ratio

Employee benefits

List of Benefits	Y/N	% of female employees who availed for the year	% of male employees who availed for the year
SSS	Y	100%	100%
PhilHealth	Y	100%	100%
Pag-ibig	Y	100%	100%
Parental leaves	Y	0	0
Vacation leaves	Y	100%	100%
Sick leaves	Y	100%	100%
Medical benefits (aside from PhilHealth))	Y	100%	100%
Housing assistance (aside from Pag-ibig)	N		
Retirement fund (aside from SSS)	Y	0	0
Further education support	N		
Company stock options	N		
Telecommuting	N		
Flexible-working Hours	N		
(Others)			

PREIT and the Lessees place great importance on its workforce and is dedicated to providing fair compensation and benefits in accordance with labor laws in the Philippines. We believe in fostering an environment that supports the growth and development of our employees while upholding ethical business practices. By doing so, we aim to cultivate a motivated and satisfied team that actively contributes to our strategic goals. As part of our commitment to industry standards in the Philippines, PREIT and its Lessees ensures that our compensation and benefits packages align with legal requirements and industry norms. We strive to maintain compliance with labor laws, including those related to

³ Employees are individuals who are in an employment relationship with the organization, according to national law or its application ([GRI Standards 2016 Glossary](#))

⁴ Attrition rate = (no. of new hires – no. of turnover)/(average of total no. of employees of previous year and total no. of employees of current year)

minimum wages, working hours, leave entitlements, and other relevant provisions. We believe in providing our employees with a fair and competitive compensation structure that considers factors such as job responsibilities, qualifications, and market conditions.

Additionally, PREIT recognizes the importance of providing opportunities for career growth and development. We invest in training and professional development programs to enhance the skills and knowledge of our workforce. This approach not only benefits our employees individually but also strengthens our organization as a whole.

Employee Training and Development

Disclosure	Quantity	Units
Total training hours provided to employees	119	
a. Female employees	0	hours
b. Male employees	119	hours
Average training hours provided to employees		
a. Female employees	0	hours/employee
b. Male employees	1.46	hours/employee

PREIT and Lessees recognize that skilled and well-trained staff are instrumental to our sustainable growth. Our Human Resources department is actively involved in creating and implementing training programs that adhere to regulatory requirements, supporting professional development, and promoting a culture of continuous learning within the organization.

Labor-Management Relations

Disclosure	Quantity	Units
% of employees covered with Collective Bargaining Agreements	0	%
Number of consultations conducted with employees concerning employee-related policies	0	#

Diversity and Equal Opportunity

Disclosure	Quantity	Units
% of female workers in the workforce	31.58	%
% of male workers in the workforce	68.42	%
Number of employees from indigenous communities and/or vulnerable sector*	N/A	#

**Vulnerable sector includes, elderly, persons with disabilities, vulnerable women, refugees, migrants, internally displaced persons, people living with HIV and other diseases, solo parents, and the poor or the base of the pyramid (BOP; Class D and E).*

PREIT and its Lessees prioritizes local hiring, fostering a diverse and inclusive work environment. We understand that some skill requirements may be scarce locally; hence, we implement mentorship programs, assigning experienced personnel to train new recruits, ensuring equal opportunity for personal and professional growth.

Workplace Conditions, Labor Standards, and Human Rights

Occupational Health and Safety

Disclosure	Quantity	Units
Safe Man-Hours	11,048	Man-hours
No. of work-related injuries	0	#
No. of work-related fatalities	0	#
No. of work related ill-health	0	#
No. of safety drills	2	#

Labor Laws and Human Rights

Disclosure	Quantity	Units
No. of legal actions or employee grievances involving forced or child labor	0	#

Do you have policies that explicitly disallows violations of labor laws and human rights (e.g. harassment, bullying) in the workplace?

Topic	Y/N	If Yes, cite reference in the company policy
Forced labor	N	
Child labor	N	
Human Rights	N	

We strictly adhere to the regulations outlined by the Department of Labor Employment's (DOLE), ensuring a safe, secure, and equitable work environment. Respect for human rights forms the basis of our operations, with every employee treated fairly, irrespective of their contractual terms.

Supply Chain Management

Do you have a supplier accreditation policy? If yes, please attach the policy or link to the policy:
Attached Annex A.

Do you consider the following sustainability topics when accrediting suppliers?

Topic	Y/N	If Yes, cite reference in the supplier policy
Environmental performance	Y	Section V, SUBSECTION B
Forced labor	Y	Section VI. ACCREDITATION CANCELATION OR REVOCATION in accordance with Republic Act No. 9208 or the Anti-Trafficking in Persons Act of 2003
Child labor	Y	Section VI. ACCREDITATION CANCELATION OR REVOCATION in accordance with Republic Act No. 9231 or the Special Protection of Children Against Child Abuse, Exploitation and Discrimination Act and Republic Act No. 7610 or the Special Protection of Children Against Abuse, Exploitation and Discrimination Act

Human rights	Y	Section VI. ACCREDITATION CANCELATION OR REVOCATION in accordance with Republic Act No. 9851 or the Philippine Act on Crimes Against International Humanitarian Law, Genocide, and Other Crimes Against Humanity
Bribery and corruption	Y	Section VI. ACCREDITATION CANCELATION OR REVOCATION in accordance with Republic Act No. 6713 or the Code of Conduct and Ethical Standards for Public Officials and Employees

PREIT and its Lessees prioritize strong supply chain management practices to ensure operational continuity and mitigate risks. The organization promotes transparency, fair labor practices, and environmental sustainability throughout its supply chain through ethical procurement practices and a diversified supplier base. Regular assessments and engagement with suppliers drive ongoing improvement and compliance.

Regarding supplier accreditation, PREIT has implemented a comprehensive policy that considers sustainability aspects. These include environmental performance, social responsibility, and ethical standards. By integrating these criteria into the accreditation process, PREIT aims to ensure that its supply chain operates in accordance with industry best practices and ethical principles.

Relationship with Community

Significant Impacts on Local Communities

Operations with significant (positive or negative) impacts on local communities (exclude CSR projects; this has to be business operations)	Location	Vulnerable groups (if applicable)*	Does the particular operation have impacts on indigenous people (Y/N)?	Collective or individual rights that have been identified that or particular concern for the community	Mitigating measures (if negative) or enhancement measures (if positive)
N/A	N/A	N/A	N/A	N/A	N/A

**Vulnerable sector includes children and youth, elderly, persons with disabilities, vulnerable women, refugees, migrants, internally displaced persons, people living with HIV and other diseases, solo parents, and the poor or the base of the pyramid (BOP; Class D and E)*

For operations that are affecting Ips, indicate the total number of Free and Prior Informed Consent (FPIC) undergoing consultations and Certification Preconditions (CPs) secured and still operational and provide a copy or link to the certificates if available: _____

Certificates	Quantity	Units
FPIC process is still undergoing	N/A	#
CP secured	N/A	#

PREIT and its Lessees actively prioritize building strong relationships with local communities and driving environmental and social initiatives through their Corporate Social Responsibility (CSR) programs. Leveraging the financial benefits from ER 1-94 funds, in accordance with the Department of Energy (DOE) Act of 1992 and the Electric Power Industry Reform Act of 2001 (EPIRA), which are derived from a percentage of electricity sales, they invest in projects that empower individuals and support inclusive growth. These initiatives include electrification projects, development and livelihood programs, as well as environmental sustainability efforts like reforestation and watershed management. By utilizing these funds and collaborating with stakeholders, PREIT and its Lessees strive to create a positive and lasting impact on the host communities they serve.

PREIT and its Lessees are committed to the betterment of communities, recognizing the importance of ER 1-94 funds in driving community development and fostering cooperation between generation companies and host communities. Through their CSR initiatives, they aim to create opportunities for economic empowerment, environmental preservation, and improved well-being. By leveraging these resources and fostering partnerships, they work towards sustainable progress and prosperity in the communities they operate in.

Customer Management

Customer Satisfaction

Disclosure	Score	Did a third party conduct the customer satisfaction study (Y/N)?
Customer satisfaction	N/A	

Health and Safety

Disclosure	Quantity	Units
No. of substantiated complaints on product or service health and safety*	0	#
No. of complaints addressed	0	#

**Substantiated complaints include complaints from customers that went through the organization's formal communication channels and grievance mechanisms as well as complaints that were lodged to and acted upon by government agencies.*

Marketing and labelling

Disclosure	Quantity	Units
No. of substantiated complaints on marketing and labelling*	0	#
No. of complaints addressed	0	#

**Substantiated complaints include complaints from customers that went through the organization's formal communication channels and grievance mechanisms as well as complaints that were lodged to and acted upon by government agencies.*

Customer privacy

Disclosure	Quantity	Units
No. of substantiated complaints on customer privacy*	0	#
No. of complaints addressed	0	#
No. of customers, users and account holders whose information is used for secondary purposes	0	#

**Substantiated complaints include complaints from customers that went through the organization's formal communication channels and grievance mechanisms as well as complaints that were lodged to and acted upon by government agencies.*

Data Security

Disclosure	Quantity	Units
No. of data breaches, including leaks, thefts and losses of data	0	#

At PREIT, our customer management approach prioritizes health, safety, and customer satisfaction. We strictly adhere to regulations and industry standards to ensure a high standard of well-being and welfare for our customers.

Additionally, we place a strong emphasis on privacy and data security. We are dedicated to protecting our customers' sensitive information through robust data security measures. Our policies and procedures align with local and international privacy laws, fostering trust and maintaining confidentiality in all our interactions.

UN SUSTAINABLE DEVELOPMENT GOALS

Product or Service Contribution to UN SDGs

Key products and services and its contribution to sustainable development.

Key Products and Services	Societal Value / Contribution to UN SDGs	Potential Negative Impact of Contribution	Management Approach to Negative Impact
Real Estate	<p>SDG 6: Clean Water and Sanitation PREIT supports clean water preservation by reducing pollution from fossil fuels through its commitment to renewable energy and social and missionary electrification.</p> <p>SDG 9: Industry, Innovation and Infrastructure PREIT fosters industry innovation and resilient infrastructure development through its long-term investments in the renewable energy and social and missionary electrification sector.</p> <p>SDG 11: Sustainable Cities and Communities PREIT's commitment to renewable energy and social and missionary electrification contributes to creating sustainable cities, improving air quality, and reducing environmental impact.</p>	As they incorporate established management policies and systems aimed at addressing potential issues, these initiatives are not anticipated to result in adverse consequences.	Risk-management programs are supervised and executed to efficiently identify, address, and mitigate risks.

PREIT and its Lessees are fully dedicated to aligning with the United Nations Sustainable Development Goals (SDGs) and integrating sustainability into their core operations. They strive to achieve financial growth while fulfilling their environmental and social responsibilities. As a responsible power and infrastructure-focused Real Estate Investment Trust (REIT), PREIT is committed to operating sustainably and prospering as an industry leader.

PREIT actively implements environmentally-responsible business practices to minimize resource consumption, reduce emissions, and preserve ecological integrity. They prioritize inclusive growth, support local communities, and uphold the well-being of stakeholders, recognizing their social obligations.

ACCREDITATION POLICY

OBJECTIVE:

To ensure that all Contractors can provide quality goods or services, have technical, commercial, and financial capability, adequate equipment and facilities, good service performance, any other measures that will ensure they can deliver on their commitments.

COVERAGE:

- I. Introduction
- II. Accreditation Process
- III. Documentary Requirements
- IV. Accreditation Committee
- V. Review and Evaluation Process
- VI. Accreditation Cancellation or Revocation

GUIDELINES:

I. INTRODUCTION

The purpose of this Accreditation is to ensure that the evaluation is fair and unbiased. Only those accredited Contractors who complied with the accreditation process are allowed to join in the project bidding. Nevertheless, being accredited does not automatically mean a Contractor will be awarded a contract for the project. The contractors shall still go through a competitive bidding process. This is applicable to all new and existing Contractors.

II. ACCREDITATION PROCESS

- A. Procurement will send the PDF copy of Accreditation Form via email to all potential Contractors.
- B. The potential Contractors shall submit the duly accomplished application forms together with the required documents to Procurement in-charge (See Section III. Documentary Requirements for the list)
- C. The accomplished application form together with the required documents should be forwarded to Accreditation Committee for review and assessment.
- D. Accreditation Committee will review the application for accreditation and supporting documents for the contractor's technical, financial capability as well as authenticity of the submitted documents.

- E. Decision on the accreditation application will be communicated by the Procurement Team to the concerned contractor.
- F. Accredited contractors will be invited to participate in the Company's Procurement bidding process.
- G. The list of qualified contractors will be used by the Accreditation Committee for Review and Evaluation process (See Section V).

III. DOCUMENTARY REQUIREMENTS

The Contractor shall submit the following requirements:

- 1. Letter of Intent addressed to Procurement
- 2. Company Profile
- 3. Articles of Incorporation/SEC Registration
- 4. Audited Financial Statements (last two years)
- 5. Income Tax Return (last two years)
- 6. Mayor's Permit
- 7. VAT Registration
- 8. Organizational Chart
- 9. Office/Warehouse Location Map
- 10. SSS Quarterly remittance (last quarter)
- 11. List of Equipment and Manpower
- 12. PCAB License
- 13. Resume of Key Personnel to be assigned to the project
- 14. Pictures of projects (completed & on-going)

IV. ACCREDITATION COMMITTEE

- A. The Accreditation Committee shall verify, evaluate, review, and analyze the capability of Contractors based on technical, financial, reputation, performance, and commercial capabilities
- B. Accreditation Committee is committed to maintain high quality contractors and encourages its prospective contractors to achieve accredited status.
- C. The members of Accreditation Committee shall be the following:
 - Accounting Head/Chief Accountant
 - Procurement Head
 - Operation Head

V. REVIEW AND EVALUATION PROCESS

- A. The Accreditation Committee shall determine the following:

- Whether the Contractor complies with the requirements against the checklist of required documents.
 - Only contractors with complete documents shall be considered for evaluation and comparison.
- B. The Accreditation Committee shall review and evaluate the following:
- Authenticity of documents
 - Financial Capability
 - Technical Capability
 - Performance based on previous completed and on-going projects (feedback from previous/existing clients)
 - Background checking from previous customers
- C. The Accreditation Committee shall categorize the applicant based on the following qualifications:
- OSM (Owner Supplied Materials)
 - Contract Amount – maximum contract amount to be awarded
 - Work specialties/expertise (for multi-specialty contractors)
 - Volume of projects – number of projects that can be awarded
 - Internal Contractor Ratings (PCAB Reference)
- D. In case any information provided changes or is modified after accreditation, the Contractor must update such information and submit corresponding documents to update the information.
- E. Contractor's Accreditation is valid for 12 months only subject to renewal upon submission of updated documents. Likewise, the results of the Performance Evaluation for previous contracts form as basis of the renewal of accreditation.

VI. ACCREDITATION CANCELLATION OR REVOCATION

The following shall be the basis of cancellation or revocation of Contractor's Accreditation:

- Change of Management
- Documents falsification
- Bankruptcy/Dissolution
- Bribery or Connivance
- Undertaking of fraudulent activities
- Any other unlawful or unethical practice
- (let's have one general clause/provision that gives us flexibility to cancel or revoke as we deem necessary)