

Green Purposes Company,
c/o Turcan Connell,
Princes Exchange,
1 Earl Grey Street,
Edinburgh, EH3 9EE

13 May 2024

Dear Trustees,

Thank you for your later dated 19 November 2023 for inclusion in the Green Investment Group (GIG) Progress Report 2023 and the UK Green Investment Bank (UKGIB) Annual Accounts for the Financial Year ending 31 March 2023.

We warmly welcome the feedback and Trustees' view that GIG's green investment activities continue to be market leading. With your encouragement, we've continued to expand our technological and geographic footprint, enabling us to increase the diversity of our green impact. We thank you for your continued support on this front.

We are also very pleased that Trustees consider our green governance framework remains an industry benchmark. We are deeply committed to our green governance procedures, and highly value the constructive feedback received from Trustees, which helps us ensure they remain at forefront of industry best practice.

GIG continues to follow Macquarie Asset Management's (MAM) approach to the management of Environment, Social and Governance (ESG) risks. Our reporting in relation to ESG risk is included as part of [MAM's FY23 Sustainability Report](#). The Report includes disclosure of the MAM ESG risk management framework, and examples of our approach to management of ESG risks and opportunities. As we continue to evolve our approach to risk management, we welcome further discussion on how we improve disclosure.

Your letter highlighted specific concerns around the dependence of renewable technologies on critical minerals and their extended supply chains. We thank you for the research you have undertaken on this issue, and seek to reassure Trustees that we consider this risk as part of our investment processes – since you provided your letter, Macquarie published a Perspective article on [Scaling critical minerals value chains sustainably](#), providing data and analysis on the challenges and opportunities associated with critical minerals. We also undertake internal scenario analysis to inform decision-making where there is potential for market or supply chain conditions to materially affect green impact or green risk, and seek to invest in circular economy-aligned technologies to address the wider challenge.

As in previous years, our teams have already met to discuss this point, and the wider feedback raised in your letter in more detail. I'd like to thank Trustees for their constructive engagement on these issues and throughout the reporting period.

We look forward to continuing these discussions and working with Trustees and their technical advisors over the year ahead.

Yours faithfully

A handwritten signature in black ink, appearing to read 'M Dooley', with a stylized flourish at the end.

Mark Dooley

Director

For and on behalf of Green Investment Group Investments Limited