

2022 Green Bond Report

February 22, 2023



Prologis Tilburg DC5, Tilburg, Netherlands

Notice to recipients

Forward-looking statements. The statements in this document that are not historical facts are forward-looking statements within the meaning of Section 27A of the Securities Act of 1933, as amended, and Section 21E of the Securities Exchange Act of 1934, as amended. These forward-looking statements are based on current expectations, estimates and projections about the industry and markets in which Prologis operates, management's beliefs and assumptions made by management. Such statements involve uncertainties that could significantly impact the financial results. Words such as "expects," "anticipates," "intends," "plans," "believes," "seeks," "estimates," variations of such words and similar expressions are intended to identify such forward-looking statements, which generally are not historical in nature. All statements that address operating performance, events or developments that Prologis expects or anticipates will occur in the future — including statements relating to rent and occupancy growth, acquisition and development activity and changes in sales or contribution volume of properties, disposition activity, general conditions in the geographic areas where Prologis operates, its debt and financial position, returns on investment and dividends, its ability to form new co-investment ventures and the availability of capital in existing or new co-investment ventures — are forward-looking statements. These statements are not guarantees of future performance and involve certain risks, uncertainties and assumptions that are difficult to predict. Although Prologis believes the expectations reflected in any forward-looking statements are based on reasonable assumptions, Prologis can give no assurance that its expectations will be attained and therefore, actual outcomes and results may differ materially from what is expressed or forecasted in such forward-looking statements. Some of the factors that may affect outcomes and results include, but are not limited to: (i) national, international, regional and local economic climates, (ii) changes in financial markets, interest rates and foreign currency exchange rates, (iii) increased or unanticipated competition for its properties, (iv) risks associated with acquisitions, dispositions and development of properties, (v) maintenance of real estate investment trust ("REIT") status and tax structuring, (vi) availability of financing and capital, the levels of debt that Prologis maintains and its credit ratings, (vii) risks of pandemic, including escalations of outbreaks and mitigation measures imposed in response thereto, including, without limitation, risks related to the COVID-19 coronavirus pandemic; (viii) risks related to its investments in the co-investment ventures, including the ability to establish new co-investment ventures, (ix) risks of doing business internationally, including currency risks, (x) environmental uncertainties, including risks of natural disasters, (xi) those additional factors discussed in reports filed with the Securities and Exchange Commission by Prologis under the heading "Risk Factors," and (xii) if applicable, those additional risk factors set forth in the confidential private placement or offering memorandum (the "Memorandum") of the venture or fund ("venture" or "fund"). Prologis does not undertake any duty to update any forward-looking statements appearing in this document.

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Other. Gross venture level return is net of venture level expenses but gross of venture asset management fees, acquisition fees, cash management fees and similar fees as may be applicable under the venture's documents and incentive compensation, which will reduce returns to the investor Fees and incentive compensation may vary amongst investors, depending upon the amount of asset management fees and timing of the investment and incentive compensation. In addition, if the venture has issued more than one class of units, the fees and incentive compensation may vary from class to class. References to market or composite indices, benchmarks or other measures (each, an "Index") of relative market performance over a specified period of time are provided for your information only. The composition of an Index may not reflect the manner in which a portfolio is constructed in relation to expected or achieved returns, portfolio guidelines, restrictions, sectors, correlations, concentrations, volatility or tracking error targets, all of which are subject to change over time. Indices are not managed by us.

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Unless stated otherwise, all information in this document is as of 28 February 2022.

In conjunction with all information presented in this document, you should review and consider carefully this Notice to Recipients and all applicable footnotes, definitions and assumptions in this document, including the general assumptions and performance notes in the Appendix, as applicable. The receipt of this document by its recipients implies their full acceptance of the above.

2022 Green Bond Report



Prologis Tilburg DC5, Tilburg, Netherlands

Prologis European Logistics Fund FCP-FIS (“PELF”)¹ is pleased to present its fourth Green Bond Report following the 2019, 2020, and 2021 Green Bond Reports.

This Green Bond Report is being released in relation to the 22 February 2022, 1 June 2022 and 7 September 2022 Green Bond issuances by the Issuer and covers an additional impact analysis for all of PELF’s Green Bond issuances.

PELF is sponsored and managed by Prologis, Inc. (NYSE: PLD), one of the leading global real estate companies on the sustainability front. As part of Prologis, sustainability is at PELF’s core and an integral part of our forward-thinking strategy. In 2022 we again made significant strides in advancing PELF’s sustainability objectives.

We issued the following four Green Bonds in 2022 in accordance with Prologis’ [Green Bond Framework](#) (released in August 2020):

- 22 February 2022 £250M, 3.000% 20-year Green Sterling (“GBP”) bond (ISIN no. XS2447550893)
- 22 February 2022 £300M, 2.750% 10-year Green Sterling (“GBP”) bond (ISIN no. XS2447550620)
- 1 June 2022 €550M 3.125% 9-year Green Euro (“EUR”) bond (ISIN no. XS2485265214)
- 7 September 2022 €550M 3.625% 7.5-year Green Euro (“EUR”) bond (ISIN no. XS2529520715)

PELF’s 2022 Green Bonds were welcomed by the market, resulting in high-quality orders books and demand from fixed income investors with focused environmental, social and governance (ESG) allocations. The net proceeds from these Green Bonds were fully allocated to green projects as detailed on pages 15-18.

Note: The statements in this Report are not intended to expand upon or modify the regulatory disclosures of Prologis Management II S.à r.l. or those included in PELF’s SFDR Annex II template that is part of the pre-contractual documentation of PELF and which include, among others, what we define as environmental and/or social characteristics promoted for SFDR purposes

1. Prologis International Funding II SA (The Issuer) is a wholly owned subsidiary of PELF (The Guarantor) and the issuer of the Eurobonds subject to this report

2022 Green Bond Report

All PELF Green Bond issuances demonstrate Prologis' and the Fund's alignment with the Paris Climate Agreement and applicable UN's Sustainable Development Goals (SDGs). As a result of our ongoing commitment to sustainability, the Fund participated for the ninth consecutive year in the Global Real Estate Sustainability Benchmark (GRESB). In 2022, the Fund continued to improve its GRESB score from 86 to 87, achieved 5 out of 5 stars and a Green Star designation for strong management and performance.

Furthermore, to continuously improve the monitoring of our Eligible Green Building portfolio, we have worked with Grinity, to estimate the reduction in carbon emissions as a result of our building design. European and national legislatures provide the framework and benchmark for measuring these outputs across various European countries, which were used to compare and estimate the impact of PELF's allocated eligible green buildings. The analysis and estimation continues to be a pioneering effort across the European countries in which the Fund operates, providing insight into how logistics buildings can contribute to a sustainable future.

PELF's buildings added an additional 28 MWp¹ to arrive at 100 MWp installed solar energy capacity at year end 2022. PELF's total portfolio of green buildings (in accordance with the [Green Bond Framework](#) August 2020 criteria) comprised 174 buildings at the end of 2022 with a total value of approximately €6.4B across 12 European countries. As of 31 December 2022, the Net Market Value (NMV) of these 174 buildings represents 33% of PELF's total NMV.

In 2022, Prologis was again included in the Dow Jones Sustainability World Index. The World Index represents the top 10% of companies globally in terms of sustainability performance and approach. Prologis was named sector leader in a number of global regions by GRESB and all 9 Funds were recognized with Green Stars. In addition, Prologis received NAREIT's Industrial Leader in the Light Award for sustainability for the 11th consecutive year. For more information regarding Prologis' sustainability initiatives, please visit the [Sustainability section of the Prologis website](#) or the [Prologis 2021-2022 ESG Report](#).



Prologis Venlo DC8, Venlo, Netherlands

1. The generating capacity of solar installations is measured in MegaWatt-peak (MWp)

Sustainability and biodiversity

Building a better future today

Sustainability is embedded in our long-term strategy. PELF, along with Prologis, has focused on refining its portfolio, expanding the number and quality of sustainable buildings. The Fund incorporates various sustainable design features on many of its buildings to stay ahead of our customers' evolving energy, transportation and labour requirements. Sustainable design features, such as efficient lighting, cool roofs, data sensors and smart metering, result in less energy consumption and reduced carbon emissions.

In addition, design features, such as the use of more natural light, efficient insulation and access to nature can enhance employee health and comfort in the work environment. PELF's high-quality buildings can contribute to operational efficiency, cost savings and health benefits for our customers and their employees. Our enduring commitment to sustainability also includes upgrading existing buildings with LED lighting, cool roofs and water-saving solutions.

Along with sustainable designs, the Fund also looks for ways to protect and promote biodiversity. Prologis Park Marly DC1, in France, has become a symbol of the Fund's vision of environmental protection: working with a landscaper and an ecology consultant, grass wetland, preserved forests and shelters and biotopes to support certain target species, such as owls, bats and amphibians, have been established. Going beyond the simply preservation of local flora and fauna, Prologis Park Marly DC1 actually develops biodiversity.

Note: Not all buildings have the features mentioned above.

Abris à faune

Au printemps, les oiseaux nichent et les chauves-souris gîtent. Ces espèces utilisent des cavités naturelles (arbres, roches) mais s'accommodent très bien des anfractuosités des bâtiments.



Chevêche d'Athéna



Phragmite des joncs



Pipistrelle commune



Alouette des champs

Un abri pour les chauves-souris

Ainsi, pour favoriser la biodiversité, il est possible de créer des nichoirs et gîtes. Ces refuges sont conçus sous différentes formes selon l'espèce. Ils permettent donc possible d'observer les oiseaux en train de nicher. L'observation des oiseaux est une activité très intéressante, surtout la nuit et à l'aube.

La **Chevêche d'Athéna** est une espèce protégée dans son état initial. C'est une espèce à l'origine de la dégradation et de l'usage agricole et usages donc à conserver. Les oiseaux tels que *schoenobaenus* et *pipistrellus* sont des oiseaux à l'origine de la qualité de l'air.

Les espèces de chauves-souris projet sont des espèces protégées (*Pipistrellus pipistrellus*) habituée aux milieux urbains, des mammifères très sensibles et de nombreux insectes.

Key sustainable building design features across our portfolio

Low emission, energy efficient HVAC

Reduce output when building is unoccupied

Cool roofs

Reflect sunlight and repel heat, lowering indoor air temperature

High efficiency roofing and wall materials

Optimize interior temperatures

20-30 percent regionally sourced building materials

Reduce transportation emissions and boost local economies. Use of bio based, circular building materials

Skylights

Reduce daytime electricity use

Real-time energy monitoring

Inform employees and create awareness

Solar panels

Turn rooftops into sources of clean energy

LED lighting with dynamic controls

Improve illumination and reduce energy costs

Energy saving mode of dock equipment

Preserve energy when not in use

Dock levelers with gap sealing and dock shelters with bottom cushion

Seal interior to the elements

Access to public transportation options

Public transport, shuttles, bicycle rental and car sharing

Drought-tolerant plants and rainwater collection

Decrease water usage, reproduce local ecosystems and support biodiversity with insect hotel, bird houses, edible trees and greenery

Secured bicycle shed with E-bike charging

Carpool/car sharing dedicated parking spots

Electric car (EV) charging stations and dedicated car sharing parking spots

Reduce emissions for daily commuters

Exterior LED lighting

Reduce light pollution and energy costs

Smart energy meters

Monitor energy in real time to reduce energy expenditures

Low-emitting paint, sealants and insulation

Lower environmental impact than conventional paint products

Areas for storage and collection of recyclables

Minimize environmental impact



BREEAM



HQE

BUILDING CERTIFICATIONS

Demonstrate that we build to the top sustainability standards



PROJECT MANAGEMENT CERTIFIED

ISO 14001

PELF's environmental KPIs and goals

KPI	2021 ACTUALS	2022 ACTUALS
Green certifications	156	174
LED lighting	69%	72%
Solar	72MWp	100 MWp

UNITED NATIONS SUSTAINABLE DEVELOPMENT GOALS¹



GOALS	KPI
Certifications	100% of newly constructed buildings will achieve sustainability certificates
LED lighting	77% of total portfolio coverage based on sqm by 2023, 85% by the end of 2025
Smart metering	65% of total portfolio coverage based on sqm by 2023, 80% by the end of 2025
Solar	120 MWp installed capacity by the end of 2023, 165 MWp by the end of 2025

Note: All numbers on this page are as of 31 December 2022.

1. The Fund supports Prologis' global ESG goals that are aligned with United Nations' Sustainable Development Goals of 1, 7, 8, 9, 13, and 17

PELF's eligible green building portfolio

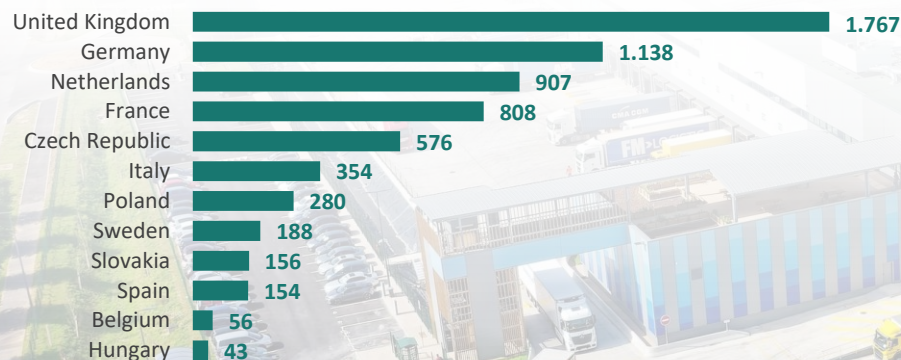
ELIGIBLE GREEN BUILDING PORTFOLIO

composition by certificate type, number of buildings



ELIGIBLE GREEN BUILDING PORTFOLIO

country split by NMV³, €M



Note: All numbers on this page are as of 31 December 2022

1. Green Buildings as Eligible Green Projects per Prologis Green Bond Framework

2. Annual CO₂ equivalent emissions were calculated by Grinity

130,968 tons per year

of CO₂ avoided from Green Buildings Portfolio¹

...resulting in

54% of savings

over baseline²

PELF continuously reviews the [Green Bond Framework](#) against potential new developments (such as EU Green Bond Standards and EU Taxonomy for Sustainable Activities as well as the United Nations Sustainable Development Goals) and will update the Green Bond Framework as appropriate.

Case study

Prologis Milan DC1, Milan, Italy



LEED Gold

- Potential CO₂ savings: **44 tons** of CO₂/year
- Improvement over baseline: **22%**
- Solar capacity: **0.45 MWp**

Milan DC1 is a ~12,000 sqm distribution centre, built in 2021, located close to the East Ring Road exit, 10 minutes away from Linate Airport. It has been developed for a major Italian retailer, operating over 160 supermarkets and superstores, who was looking for a strategically located last-mile facility. The new logistics platform provides easy access for the retailer to fulfil online orders and deliver them to eastern areas of the city.

Core features

In terms of sustainability, the facility has been built to the highest energy performance standards (certified A4 under Italy's APE classification).

Moreover, it has a LEED Gold certificate, a garden and a 450 kW photovoltaic system that powers the building's services. Furthermore, the building carries latest-generation, internal and external LED lighting installations, which are dimmable and equipped with motion sensors. Around 200 new trees have been planted and a large area left green in order to help mitigate the facility's environmental impact.

Case study

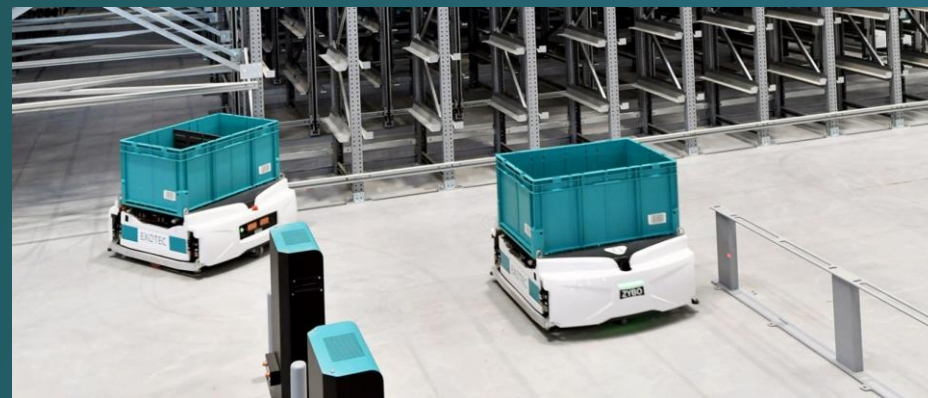
Prologis Moissy II DC1, Moissy, France



BREEAM Outstanding

- Potential CO₂ savings: **1.789 tons** of CO₂/year
- Improvement over baseline: **91%**
- Solar capacity: **1.60 MWp**

Prologis Moissy II DC1 is a ~100,000 sqm distribution centre built in 2021. It is located in the center of the Grand Paris Sud region of France. The building has been completely rebuilt on a former industrial brownfield site, based on an approach blending innovation and sustainable development. The building is 100% carbon-neutral (through 80% reduction and 20% compensation) and is expected to be the first logistics building with a Zero-Carbon label from the International Living Future Institute (ILFI).



Core features

The building is the first to be applied with a novel inter-seasonal heat storage solution developed by the French greentech startup Accenta. The solution contributes ~30% of the project's total decarbonisation, reducing the energy consumption of the heating and cooling systems by 60% and related emissions by 71%.

36,000 sqm of PV panels on the roof equal a solar capacity of 1.6 MWp. Additionally, variable intensity LED lighting system with presence detectors will generate significant savings. The building is equipped with the warehouse robotic technology developed by Exotec.

Utilised technologies and carbon offset investments will offset the entire carbon footprint of the building and the activities associated with it for 50 years.

Case study

Prologis Tilburg DC5, Tilburg, Netherlands



Lush greenery

- The layout of the DC's outdoor area fortifies the green structure and local ecology of its larger surroundings



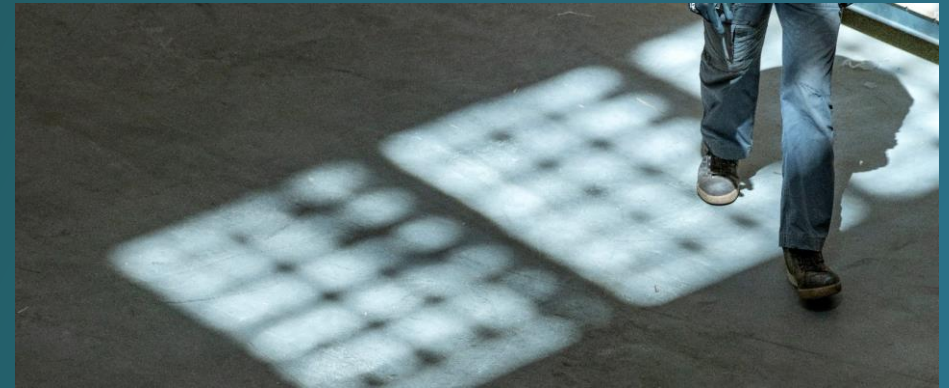
Bird boxes

- Various birdhouses, bat houses and insect hotels make up potential dwellings for all kinds of species



Solar panels

- Solar panels on the roof have a total power capacity of 4.27 MWp



Sky lights

- Sky lights bring daylight and promote energy efficiency

Note: Selective presentation. The real estate investments presented in this report are a small subset of the investments made by PELF. They are not intended to be a comprehensive or indicative measure of PELF's investment returns. Tilburg DC5 has a BREEAM Very Good certificate, potential CO₂ savings of 1.494 tons per year (57% improvement over baseline) and a solar capacity of 4.27 MWp.

Environmental impact of PELF's Green Bond portfolios

GREEN BOND OFFERINGS	AMOUNT	PORTFOLIO	ISIN NO	ISSUANCE DATE	CO ₂ SAVINGS (TONS OF CO ₂ PER YEAR) ¹	CO ₂ SAVINGS % (TONS OF CO ₂ PER YEAR) ¹	CO ₂ SAVINGS PER SQM (KG CO ₂ /YEAR) ¹
March 2018	€300,000,000	Portfolio 1	XS1789176846	15 March 2018	6,566	35%	21.5
November 2018	€300,000,000	Portfolio 2	XS1904690341	14 November 2018	7,249	39%	20.6
July 2019	€450,000,000	Portfolio 3	XS2021462440	9 July 2019	8,668	73%	26.2
June 2020	€500,000,000	Portfolio 4	XS2187529180	17 June 2020	29,091	72%	54.2
March 2021	€500,000,000	Portfolio 5	XS2314657409	23 March 2021	13,149	55%	29.6
February 2022	£250,000,000	Portfolio 6	XS2447550893	22 February 2022	3,693	36%	17.2
February 2022	£300,000,000	Portfolio 7	XS2447550620	22 February 2022	3,365	68%	22.5
June 2022	€550,000,000	Portfolio 8	XS2485265214	1 June 2022	22,057	64%	50.9
September 2022	€550,000,000	Portfolio 9	XS2529520715	7 September 2022	8,068	52%	22.7
					101,907	57%	33.0



Total CO₂ avoidance: **101,907** tons CO₂ per year – representing **57%** of savings over baseline



Total installed solar capacity: **100** MWp – equivalent to roughly powering **17,300** homes

Note: Baseline and avoided CO₂ estimated by Grinity as of February 2023 based on analysis of data from existing BREEAM, DGNB, LEED and EPC assessments. The estimate is on the building core and shell design for annual emissions savings against baseline. Square meters for Portfolio 5 corrected, compared to 2021 report; no material impact on calculations.

1. Annual CO₂ savings, compared to baseline

Green Bond framework

Green Bond Framework

1. Use of proceeds

- Investments in green buildings
- Renewable energy: solar panels and wind-related projects
- Energy efficiency and storage

2. Process for project evaluation & selection

- PELF Green Bond Committee
- Proceeds evaluated and allocated based on criteria listed in Use of Proceeds

3. Management of proceeds

- Proceeds evaluated and allocated based on criteria listed in the Use of Proceeds section
- Any shortfall, due to intervening circumstances, is remediated by adding eligible projects to portfolio

4. Reporting

- Allocation report within a year of issuance to include the total amount of proceeds allocated, the number of eligible projects, the balance of unallocated proceeds and the levels of certification of properties in the portfolio

5. External review

- Opinion by Sustainalytics, a second party opinion provider, that confirms that the framework is credible and impactful
- Report from independent accounting firm examining management's assertion on the allocation of bond proceeds to eligible projects

For further detail and definition of Use of Proceeds please see:

Green Bond framework: <https://www.prologis.com/sites/corporate/files/documents/2020/08/august-2020-green-bond-framework.pdf>.

Second party opinion: <https://www.prologis.com/sites/corporate/files/documents/2020/08/august-2020-prologis-green-bond-framework-and-sustainalytics-opinion.pdf>.

Green Bond proceeds allocation

In 2023 Portfolio 6, 7, 8 and 9 were allocated to 4 Green Bonds issued in 2022, in addition to the already allocated portfolios for the 5 Green Bonds issued by PELF in 2018, 2019, 2020 and 2021. The Green Bond Committee evaluated and selected projects that comply with the “Use of Proceeds” eligibility criteria of the Green Bond Framework and allocated the net proceeds of the bonds to green buildings with a qualifying sustainable building classification (i.e. section 1 of the Green Bond Framework’s “Use of Proceeds”). The net proceeds were allocated to 4 portfolios comprised of these green buildings, one for each Green Bond issuance.

Net proceeds have been fully allocated as follows:

- Portfolio 6: £247,640,000 from the 22 February 2022 Green Bond issuance
- Portfolio 7: £297,492,000 from the 22 February 2022 Green Bond issuance
- Portfolio 8: €546,799,000 from 1 June 2022 Green Bond issuance
- Portfolio 9: €544,302,000 from 7 September 2022 Green Bond issuance

Net proceeds of previous Green Bond issuances have been assigned to the following portfolios:

- Portfolio 1: €295,977,000 from the 15 March 2018 Green Bond issuance
- Portfolio 2: €295,611,000 from the 14 November 2018 Green Bond issuance
- Portfolio 3: €445,720,500 from 9 July 2019 Green Bond issuance
- Portfolio 4: €496,165,000 from 17 June 2020 Green Bond issuance
- Portfolio 5: €496,005,000 from 23 March 2021 Green Bond issuance

Green Bond proceeds allocation — Portfolio 6

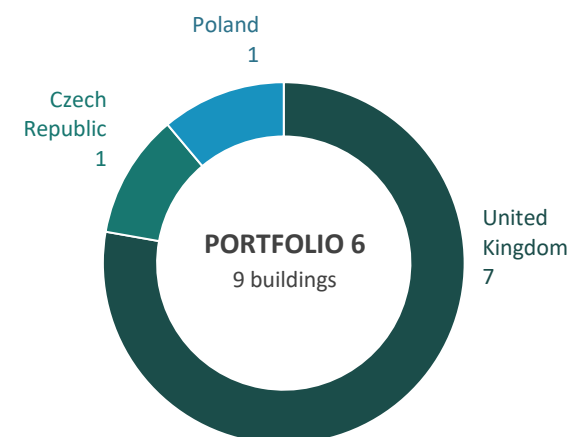
£247,640,000 in net proceeds for the Green Bond issued 22 February 2022



CO₂ savings per year: **3,693 tons**, representing **35,8%** of savings over baseline

Annual CO₂ savings per SQM: **17.21 kg**

PROPERTY NAME	COUNTRY	CERTIFICATION LEVEL
Prague Airport DC3	Czech Republic	BREEAM Outstanding
Ruda Slaska DC1	Poland	BREEAM Good
Wellingborough West DC1	United Kingdom	BREEAM Excellent
Wellingborough West DC2	United Kingdom	BREEAM Excellent
Wellingborough West DC3	United Kingdom	BREEAM Excellent
Birmingham Interchange DC1	United Kingdom	BREEAM Excellent
Birmingham Interchange DC2	United Kingdom	BREEAM Excellent
Ryton DC3	United Kingdom	BREEAM Very Good
Ryton DC5	United Kingdom	BREEAM Very Good
Total SQM		214.632
Total allocation		£247,640,000



Green Bond proceeds allocation — Portfolio 7

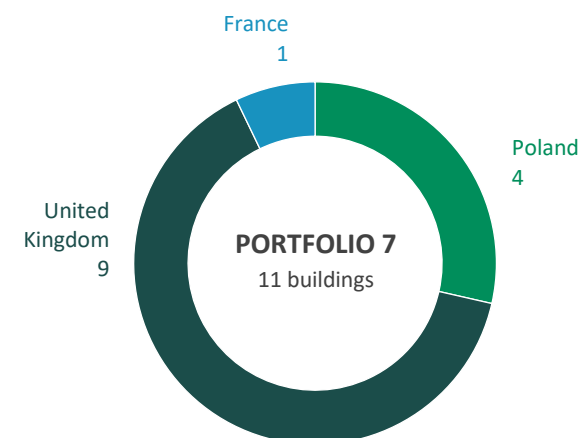
£297,492,000 in net proceeds for the Green Bond issued 22 February 2022



CO₂ savings per year: **3,365 tons**, representing **68,4%** of savings over baseline

Annual CO₂ savings per SQM: **22.52 kg**

PROPERTY NAME	COUNTRY	CERTIFICATION LEVEL
Douvrin DC1	France	BREEAM Very Good
Ruda Slaska DC4A	Poland	BREEAM Very Good
West London DC1	United Kingdom	BREEAM Excellent
West London DC2	United Kingdom	BREEAM Excellent
Dawley Road Hayes DC1	United Kingdom	BREEAM Very Good
Dawley Road Hayes DC2	United Kingdom	BREEAM Very Good
Dawley Road Hayes DC3	United Kingdom	BREEAM Very Good
Dawley Road Hayes DC4	United Kingdom	BREEAM Very Good
Dawley Road Hayes DC5	United Kingdom	BREEAM Very Good
Dawley Road Hayes DC7	United Kingdom	BREEAM Very Good
Hams Hall DC1	United Kingdom	BREEAM Excellent
Total SQM		149,386
Total allocation		£297,492,000



Green Bond proceeds allocation — Portfolio 8

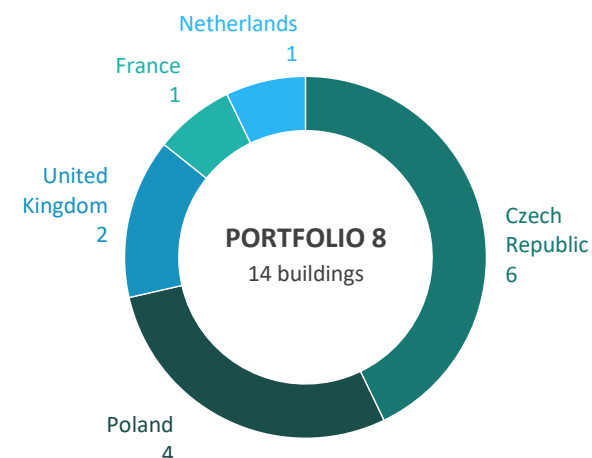
€546,799,000 in net proceeds for the Green Bond issued 1 June 2022



CO₂ savings per year: **22,057 tons**, representing **64.1%** of savings over baseline

Annual CO₂ savings per SQM: **50.91 kg**

PROPERTY NAME	COUNTRY	CERTIFICATION LEVEL
Prague Airport DC2 Expansion	Czech Republic	BREEAM Very Good
Rudna DC19	Czech Republic	BREEAM Very Good
Brno DC1	Czech Republic	BREEAM Very Good
Brno DC3	Czech Republic	BREEAM Very Good
Prague Uzice DC4A	Czech Republic	BREEAM Very Good
Prague Uzice DC4B	Czech Republic	BREEAM Very Good
Marly DC1	France	BREEAM Very Good
Bleiswijk DC3	Netherlands	BREEAM Very Good
Chorzow DC5	Poland	BREEAM Good
Strykow DC1A	Poland	BREEAM Good
Poznan III DC1	Poland	BREEAM Very Good
Poznan III DC2	Poland	BREEAM Good
DIRFT III DC3	United Kingdom	BREEAM Excellent
Kettering DC6	United Kingdom	BREEAM Excellent
Total SQM		433.213
Total allocation		€546,799,000



Green Bond proceeds allocation — Portfolio 9

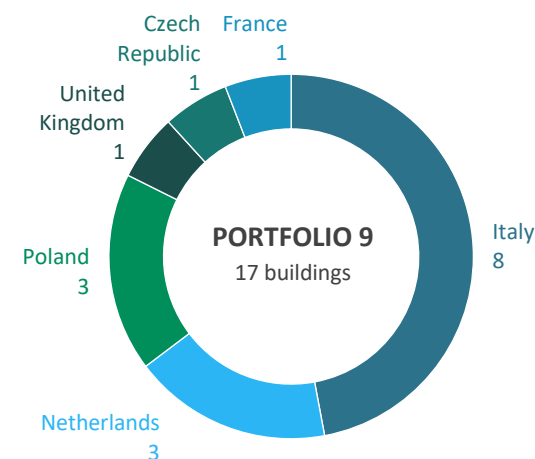
€544,302,000 in net proceeds for the Green Bond issued 7 September 2022



CO₂ savings per year: **8,068 tons**, representing **51.6%** of savings over baseline

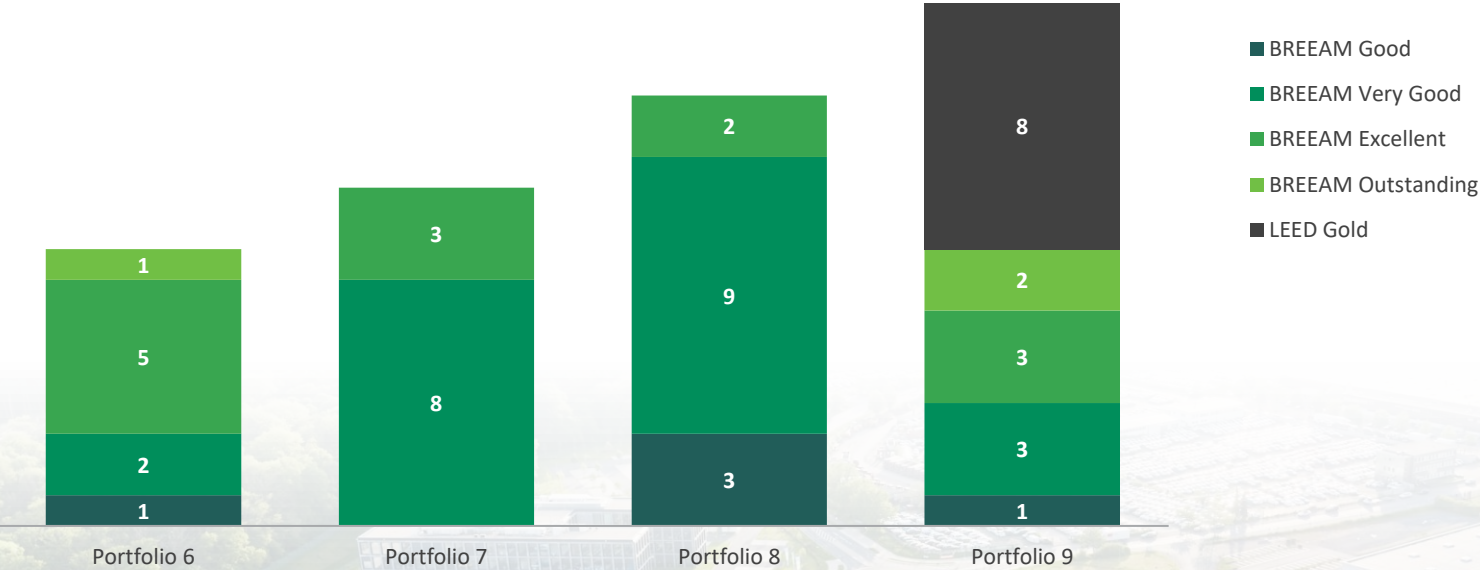
Annual CO₂ savings per SQM: **22.70 kg**

PROPERTY NAME	COUNTRY	CERTIFICATION LEVEL
Prague Chrastany DC1A	Czech Republic	BREEAM Very Good
Moissy II DC1	France	BREEAM Outstanding
Bologna Interporto DC20	Italy	LEED Gold
Bologna Interporto DC22	Italy	LEED Gold
Bologna Interporto DC23	Italy	LEED Gold
Bologna Interporto DC24	Italy	LEED Gold
Cassina DC1	Italy	LEED Gold
Milan DC1	Italy	LEED Gold
Milan DC2	Italy	LEED Gold
Pozzuolo DC3	Italy	LEED Gold
Waalwijk DC2A Phase I	Netherlands	BREEAM Excellent
Waalwijk DC3A	Netherlands	BREEAM Excellent
Waalwijk DC3B	Netherlands	BREEAM Excellent
Lodz DC2B	Poland	BREEAM Good
Wroclaw IV DC4A	Poland	BREEAM Very Good
Wroclaw IV DC4B	Poland	BREEAM Very Good
Boscombe Road DC1	United Kingdom	BREEAM Outstanding
Total SQM		355.414
Total allocation		€544,302,000



2022 Green Bond proceeds allocation

NUMBER OF SUSTAINABILITY CERTIFICATES



Recent Prologis awards and recognitions

Below is a selection of the ESG-related awards and recognitions we received in 2021 and 2022. See our website for the [most up-to-date list](#)



Dow Jones Sustainability Indices

World Index (top 10% globally) – 2022
(Prologis and Nippon Prologis REIT)



U.S. Green Building Council

Leadership Award - 2022



Fortune

World's Most Admired Companies – 2022
(#1 ranked real estate company)



Institutional Investor

All-America Executive Team Rankings REIT Sector, 2022
(#1 CEO, #1 CFO, #1 IR Professional, # 1 Investor Relations, #1 ESG, and #1 Communication and Crisis Management during COVID-19)



GRESB

Green Star recognition for all Prologis funds – 2022
(7th consecutive year) and the 2022 Regional Sector Leader in the Americas



ISS

ISS Corporate ESG Rating of "Prime"¹



GlobeSt.com

Best Places to Work in Commercial Real Estate – 2021



MSCI

"AA" Rating²



Green Street Advisors

Leading REIT in Corporate Governance (20th consecutive year) – 2022



NAREIT

Industrial "Leader in the Light" – 2022 (11th consecutive year)
Investor CARE Award (Gold) – 2022



HRH The Prince of Wales – Sustainable Markets Initiative

Terra Carta Seal – 2021 (one of only 45 global companies recognized)



Sustainalytics

ESG risk rating of 8.4 out of 100 (negligible risk) – 2022³

1. Rating as of April 4, 2022. Source: ISS Corporate ESG Rating.

2. Rating as of December 7, 2022. Source: MSCI.

3. Rating as of September 16, 2022. Source: Sustainalytics.



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INDEPENDENT LIMITED ASSURANCE REPORT TO PROLOGIS INTERNATIONAL FUNDING II S.A. ON THE ALLOCATION OF THE NET PROCEEDS TO ELIGIBLE PROJECTS

We have been engaged by the Board of Directors (the “Management”) of Prologis International Funding II S.A. (“Prologis” or “the Issuer”) to provide a limited assurance conclusion as to whether the Net Proceeds of the Green Bonds (“the Green Bonds”) issued in 2022 (22 February 2022, 22 February 2022, 1 June 2022, 7 September 2022) by the Issuer have been allocated to eligible projects (“Eligible Projects”), (“the Net Proceeds information”), as described in the Green Bond Net Proceeds Allocation Report (“the Report”) as per the Internal Criteria included in the Green Bond Framework developed for the Issuer dated June 2018 and August 2020 (“the Framework”) and in accordance with the International Capital Market Association Green Bond Principles (“GBP”) 2017.

1. Management’s responsibility for the Report

The Management of Prologis is responsible for the:

- a) Preparation and fair presentation of the Report in accordance with the Criteria;
- b) Prevention and detection of fraud and for identifying and ensuring that the Company complies with laws and regulations applicable to its activities;
- c) Process to ensure that personnel of the Company and its subsidiaries involved with the preparation and presentation of the Report are properly trained, and that any changes in reporting relevant to the Net Proceeds information encompass all significant business units. This responsibility also includes informing us of any changes in the Company’s operations since the date of the Report as reported in the Report.

The Report has been prepared for the Management of Prologis and will be published on Prologis’ website.

2. Responsibility of the Réviseur d’Entreprises agréé

Our responsibility is to examine the Allocation of the Net Proceeds of the Green Bonds to Eligible Projects and to report thereon in the form of an independent limited assurance conclusion based on the evidence obtained. We conducted our engagement in accordance with International Standard on Assurance Engagements ISAE 3000 (Revised), *Assurance Engagements other than Audits or Reviews of Historical Financial Information* (“ISAE 3000”), as adopted for Luxembourg by the Institut des Réviseurs d’Entreprises. This standard requires that we comply with applicable ethical requirements, including independence requirements, and that we plan and perform the engagement to obtain limited assurance about whether the Net Proceeds of the Green Bonds issued in 2022 (22 February 2022, 22 February 2022, 1 June 2022, 7 September 2022) by the Issuer, and described in the Report, have been allocated to Eligible Projects as described in the Green Bond Framework, in all material respects, as the basis for our limited assurance conclusion.



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The firm applies International Standard on Quality Management 1, which requires the firm to design, implement and operate a system of quality management including policies or procedures regarding compliance with ethical requirements, professional standards and applicable legal and regulatory requirements. We have complied with the independence and other ethical requirements of the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards) (IESBA Code) as adopted for Luxembourg by the Commission de Surveillance du Secteur Financier, which is founded on fundamental principles of integrity, objectivity, professional competence and due care, confidentiality and professional behavior.

3. Summary of work performed

A limited assurance engagement consists of making inquiries, primarily of persons responsible for the preparation of information presented in the Report, and applying analytical and other evidence gathering procedures, as appropriate, with relation to the data contained in the Report.

These procedures include:

- Inquiries and inspection on the related processes and controls implemented;
- Read sections of the prospectus, termsheets and other documentation related to the Green Bonds;
- Conduct interviews with management and key staff responsible for the Green Bonds to understand and verify the existence of the processes, systems and controls related to the Use of Proceeds, Project Selection and Evaluation, Management of Proceeds and Reporting;
- Review documentation which supports the processes, systems and controls related to the Use of Proceeds, Project Selection and Evaluation, Management of Proceeds and Reporting;
- Verify the eligible projects for the period and allocation of Proceeds to Eligible Projects based on the Internal Criteria;
- Recalculate remaining balance to ensure matching between Proceeds and Eligible Projects;
- Verify the monitoring process of the Net Proceeds.

The assurance procedures performed in a limited assurance engagement vary in nature and timing from, and are less in extent than for, a reasonable assurance engagement. Consequently, the level of assurance obtained in a limited assurance engagement is substantially lower than the assurance that would have been obtained had a reasonable assurance engagement been performed. A limited assurance engagement involves performing procedures to obtain sufficient appropriate evidence to give assurance over the matters identified for our report. The assurance procedures selected depend on our judgment, the suitable criteria including our assessment of the risk of material misstatement in the Report whether due to fraud or error.



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4. Inherent limitations

Our assurance work was limited to examining the relevant documents that were made available by the Management of Prologis. Other than as described in the assurance procedures above, we were not required to, nor have we, verified the accuracy or completeness of the underlying data provided by the client, has been prepared.

Due to the inherent limitations of any internal control structure, it is possible that errors or irregularities in the information presented in the Report may occur and not be detected. Our engagement is not designed to detect all weaknesses in the internal controls over the preparation and presentation of the Report, as the engagement has not been performed continuously throughout the period and the procedures performed were undertaken on a sample basis. Accordingly, we do not express an audit, a review or a reasonable assurance conclusion on the “Allocation” section on pages 15, 16, 17 and 18 of the Report as a whole.

5. Conclusion

Our conclusion has been formed on the basis of, and is subject to, the matters outlined in this report. We believe that the evidence we have obtained is sufficient and appropriate to provide a basis for our conclusion.

Based on the procedures performed and evidence obtained, nothing has come to our attention that causes us to believe that the Net Proceeds of the Green Bonds issued on 22 February 2022, 22 February 2022, 1 June 2022, 7 September 2022, have not been properly allocated to Eligible Projects as described by the Green Bond Framework developed for the Issuer dated June 2018 and August 2020 and prepared and presented in all material respects in accordance with the ICMA 2017 Green Bond Principles (“GBP”).



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6. Restriction on distribution

Our report is solely for the purpose set forth in the first paragraph of this report, for your information and for the information of existing investors who have participated in the Green Bonds issued on 22 February 2022, 22 February 2022, 1 June 2022, 7 September 2022, and is not to be used for any other purposes or to be distributed to any other parties. This report related only to the items specified above and does not extend to any financial statements or financial information of the Issuer for any period subsequent to 31 December 2022 taken as a whole, and does not extend to the assessment the Prologis Green Bond Framework Alignment with the Green Bond Principles dated 2017.

Luxembourg, February 22, 2023

KPMG Audit S.à r.l.
Cabinet de révision agréé

A handwritten signature in black ink, reading 'Muhammad Tahir Khan'.

Muhammad Tahir Khan
Réviseur d'entreprises agréé

Management assertion

Management assertion

Prologis Green Bond Committee

Suzanne Fallender

Antoaneta Golling

Christian Nickels-Teske

The Prologis Green Bond Committee asserts that the net proceeds of the Green Bond offerings in February 2022 (2X), June 2022 and September 2022 were fully allocated¹ to Portfolio 6 to 9, respectively, in accordance with the eligibility criteria described in the Green Bond Framework.



Prologis Eindhoven DC2 Phase I, Eindhoven, Netherlands

1. For further detail on the Green Bond Framework and the use of proceeds, please see:
Green Bond framework: <https://www.prologis.com/sites/corporate/files/documents/2020/08/august-2020-green-bond-framework.pdf>.

Appendix

Methodology for CO₂ calculation

- Carbon Dioxide Equivalent CO_{2eq} of built facilities has been calculated and compared to the baseline building design
- CO₂ equivalent emissions were estimated using actual energy consumed or via energy modeling of the buildings using as-built building data
- Most of the buildings have determined Energy Demand in the EPC¹, Energy audit report, BREEAM, LEED or DGNB report, only some of the data were based on measured values
- Using the energy demand of the building, the distribution of the demand by individual energy carriers and Primary Energy Conversion Factors, it was possible to calculate the value of the Primary Energy. In some cases, Primary energy was directly listed in the EPC
- With the help of the Energy Demand or the Primary Energy, it was possible to calculate the production of CO₂ equivalent emissions. To do this, Emission Factors were needed
- The methodology assess projects avoidance of GHG emissions. The calculated value of absolute GHG emission avoidance has been compared to the baseline value
- **Energy Demand** – absolute value of all energy consumption in the building. It drives the whole energy system, influencing the total amount of energy used; the location of, and types of fuel used in the energy supply system; and the characteristics of the end use technologies that consume energy. Energy demand is often quantified in [kWh/(m².a)] or [MWh/a]
- **Primary Energy Demand** – it takes account of the energy associated with fuel production, energy transformation (e.g., electricity generation) and distribution processes, including losses, in addition to the inherent energy content of the fuel or energy source
- **Primary Energy Factor** – The Primary Energy Factor (PEF) connects primary and final energy. It indicates how much primary energy is used to generate a unit of electricity or a unit of useable thermal energy
- **Emission Factor** – Emission factors are used to calculate GHG emissions by multiplying the emission factor (e.g. tCO₂/MWh energy) with energy demand



1. EPC refers to Energy Performance Certificate

Appendix

Methodology for CO₂ calculation used for Portfolio 6 to 9

- For Portfolio 6 to 9, the following methodology has been used, based on the country-specific calculation methodology:
 - **Czech Republic**
 - Based on data extracted from EPCs, based on Building Permit documentation
 - For building Prague Airport DC2 expansion Energy Audit has been used
 - Energy consumption, primary energy consumption and CO₂ emissions inputs provided in valid EPC
 - **France**
 - Based on data extracted from EPCs, based on as-built documentation (as required by EU Taxonomy)
 - Energy consumption, primary energy consumption and CO₂ emissions inputs provided in valid EPC
 - **Italy**
 - Based on data extracted from EPCs, based on as-built documentation (as required by EU Taxonomy).
 - Energy consumption, primary energy consumption and CO₂ emissions inputs for in-builts were provided in valid EPC. Data for the warehouse has been calculated
 - **The Netherlands**
 - Based on data extracted from EPCs, based on as-built documentation (as required by EU Taxonomy)
 - Primary energy consumption and CO₂ emissions inputs for in-builts were provided in valid EPC. Data for the warehouse and Energy consumption has been calculated
 - **United Kingdom**
 - Based on data extracted from EPCs, based on as-built documentation (as required by EU Taxonomy)
 - Some primary energy consumption and CO₂ emissions inputs were provided in valid EPC. Remaining data has been calculated
 - **Poland**
 - Based on data extracted from EPCs, based on as-built documentation (as required by EU Taxonomy)
 - Energy consumption, primary energy consumption and CO₂ emissions inputs provided in valid EPC



