

2022 Green Bond Report

December 16, 2022



Solar installation at International Park of Commerce 9, Tracy, California

Green Bond Report



Prologis Carlisle II Building 100, Carlisle, Pennsylvania

This Green Bond Report is being released in relation to the 2022 green bond issuances by Prologis, L.P. and Prologis Euro Finance LLC (together with Prologis, Inc. and its affiliates, “Prologis”). Prologis is regularly recognized for our commitment to and leadership in sustainable building practices. Prologis is positioning itself as the developer of choice for customers seeking a partner that can facilitate progress towards their own sustainability goals.

Sustainability is embedded in our long-term strategy and we have focused on continuously improving our portfolio by expanding the number and quality of sustainable buildings. Prologis future-proofs its buildings to stay ahead of our customers’ evolving energy, transportation and labor requirements. Sustainable design features, such as efficient lighting, cool roofs, data sensors and smart metering, result in less energy consumption, reduced carbon emissions and a better, more productive, working environment for our customers’ employees.

Prologis’ leadership in green asset development over the last two decades has provided the company with an opportunity to be a leader in green financings. To-date, Prologis and its related co-investment ventures have issued 27 green bonds and arranged 12 green or sustainability-linked financings.

We issued the following green bonds during 2022 in accordance with Prologis’ Green Bond Framework:

- February 2022 €750 million 1.5% 12-year Green Euro (“EUR”) bond (ISIN no. XS2439004685).
- September 2022 \$650 million 4.625% 10-year Green U.S. dollar (“USD”) bond (ISIN no. US74340XBT72).

We utilized the net proceeds from these bonds to invest in green projects that met the use of proceeds criteria in the Green Bond Framework. Our investment in the green projects is based on the real estate gross book value of the buildings, which includes land, building and building improvements, at the end of the quarter when the buildings were stabilized¹ for developed assets or the final real estate acquisition cost for acquired assets. The net proceeds from these green bonds were fully allocated to green projects as detailed on pages 7-10. In the case of the assets valued in currencies other than USD the applicable foreign exchange rate at the end of the quarter that the building was stabilized was used to convert the value to a USD equivalent.

1. Stabilization is defined as the earlier of when a property that was developed has been completed for one year, is contributed to a co-investment venture following completion or is 90% occupied. Upon Stabilization, a property is moved into our Operating Portfolio.

2021-22 Environmental, Social and Governance (“ESG”) highlights¹

Our ESG approach includes four key areas of focus: We stay **ahead of what’s next**; deliver **sustainable logistics** solutions to our customers; **inspire our people**; and build **resilient communities**.



Net Zero Ambition

In 2022, we committed to achieve net zero emissions by 2040 for our entire value chain covering scope 1, 2 and 3 emissions.



Groundbreaking Sustainability

Our Park Moissy II DC1 building near Paris was built with no gas connection and relies on design efficiencies, rooftop solar and borehole geothermal energy storage for heating, cooling and power.



Emissions Reductions

Since 2019, we have been carbon neutral for our scope 1 and 2 emissions, and we have decreased our scope 3 emissions 38% from a 2016 baseline.



Training Future Logistics Workers

In 2021, we more than doubled the number of people trained through our Community Workforce Initiative (“CWI”), reaching more than 13,000 people. CWI helps build talent for our customers and opens up new employment pathways for individuals in our communities.



Solar Leadership

In the U.S., we are the #2 ranked corporation for installed onsite solar capacity². Our goal is to build 1 gigawatt (“GW”) of solar energy capacity, supported by battery storage, by 2025.



Inclusion and Employee Engagement

88% of our employees reported being engaged by their work at Prologis, and we continued to expand our inclusion and diversity programs with the creation of five new sponsored employee resource groups.

1. Information and data sourced from Prologis’ 2021-22 ESG Report and are as of December 31, 2021, unless otherwise stated

2. As of November 29, 2022, with the publication of the Solar Energy Industry Association’s (SEIA) 2022 Solar Means Business Report: <https://www.solarmeansbusiness.com/>

Goals and progress

Our goals demonstrate our ambition, create accountability and drive alignment with our business strategy. They are influenced by our stakeholders and by frameworks such as the United Nations Sustainable Development Goals (“SDGs”).

SDG	GOAL	STATUS	PROGRESS ¹
13 CLIMATE ACTION	Net zero and GHG Emissions. Reduce scope 1 and 2 GHG 21% from a 2016 baseline by 2025. Reduce scope 3 GHG 15% from a 2016 baseline by 2025. Achieve net zero by 2040 for scope 1, 2 and 3 emissions.	● On track	Reduced scope 1 and 2 emissions 22% and scope 3 emissions 1% from 2020 to 2021. In June 2022, we set a net zero goal.
13 CLIMATE ACTION	Carbon Neutral Construction. Achieve 100% carbon neutral construction by 2025	● On track	Offset 20% of the estimated GHG emissions from projects that completed construction in 2021. Completed five Life Cycle Assessments (“LCAs”) in 2021 to better understand our opportunities to reduce our construction footprint.
7 AFFORDABLE AND CLEAN ENERGY	Renewable Energy. Install 400 MW of solar capacity on our buildings by 2025 (Increased to 1 GW in June 2022)	● On track	285 MW installed generating capacity as of Dec 31, 2021—increased to >325 MW by April 20, 2022.
9 INDUSTRY, INNOVATION AND INFRASTRUCTURE	Building Certifications. 100% of new development/ redevelopment achieve sustainable certification	● On track	Includes projects approved in June 2021 or later. These projects will receive certification once built and stabilized.
9 INDUSTRY, INNOVATION AND INFRASTRUCTURE	LED Lighting. Install 100% LED lighting in all warehouse and office space across our portfolio by 2025	● On track	57% of the warehouse and office space across our portfolio has LED lighting
1 NO POVERTY	Community Engagement. Spend 75,000 hours supporting our local communities around the globe by 2025 (2019 baseline)	● On track	Achieved 33,000 hours
8 DECENT WORK AND ECONOMIC GROWTH	Logistics Workforce Training. Train 25,000 people in logistics by 2025 (2018 baseline) through our Community Workforce Initiative	● On track	Trained 13,000 people
17 PARTNERSHIPS FOR THE GOALS	Ethics. Ensure 100% of employees complete ethics training each year	✓ Achieved	100% of employees completed ethics training

1. As of December 31, 2021.

Environmental Impact of the 2022 Green Bond Portfolio

BOND OFFERINGS	AGGREGATE PRINCIPAL AMOUNT		NET PROCEEDS AMOUNT		NUMBER OF BUILDINGS	SQUARE FOOTAGE (IN MILLIONS)	SQUARE METERS
	LOCAL	USD ¹	LOCAL	USD ¹			
February 2022 Green Bond Offering	€750,000,000	\$832,574,996	€740,842,500	\$822,409,256	26	9.3	867,000
September 2022 Green Bond Offering	\$650,000,000	\$650,000,000	\$644,897,500	\$644,897,500	23	6.5	603,000
Total		\$1,482,574,996		\$1,467,306,756	49	15.8	1,470,000



Total electricity savings: **27,917** MWh/Year – equivalent to powering **2,350** average U.S. homes for a year².



Total CO2 savings: **19,893** MTCO2e/Year – equivalent to taking approximately **4,286** cars off the road².



Average indoor water savings: **32%**³.



Total installed solar capacity: **4.18** MW – equivalent to powering approximately **723** average U.S. homes⁴.

1. In the case of the bonds issued in currencies other than USD, the applicable foreign exchange rate at the end of the quarter in which the bonds were issued was used to convert the values to a USD equivalent.

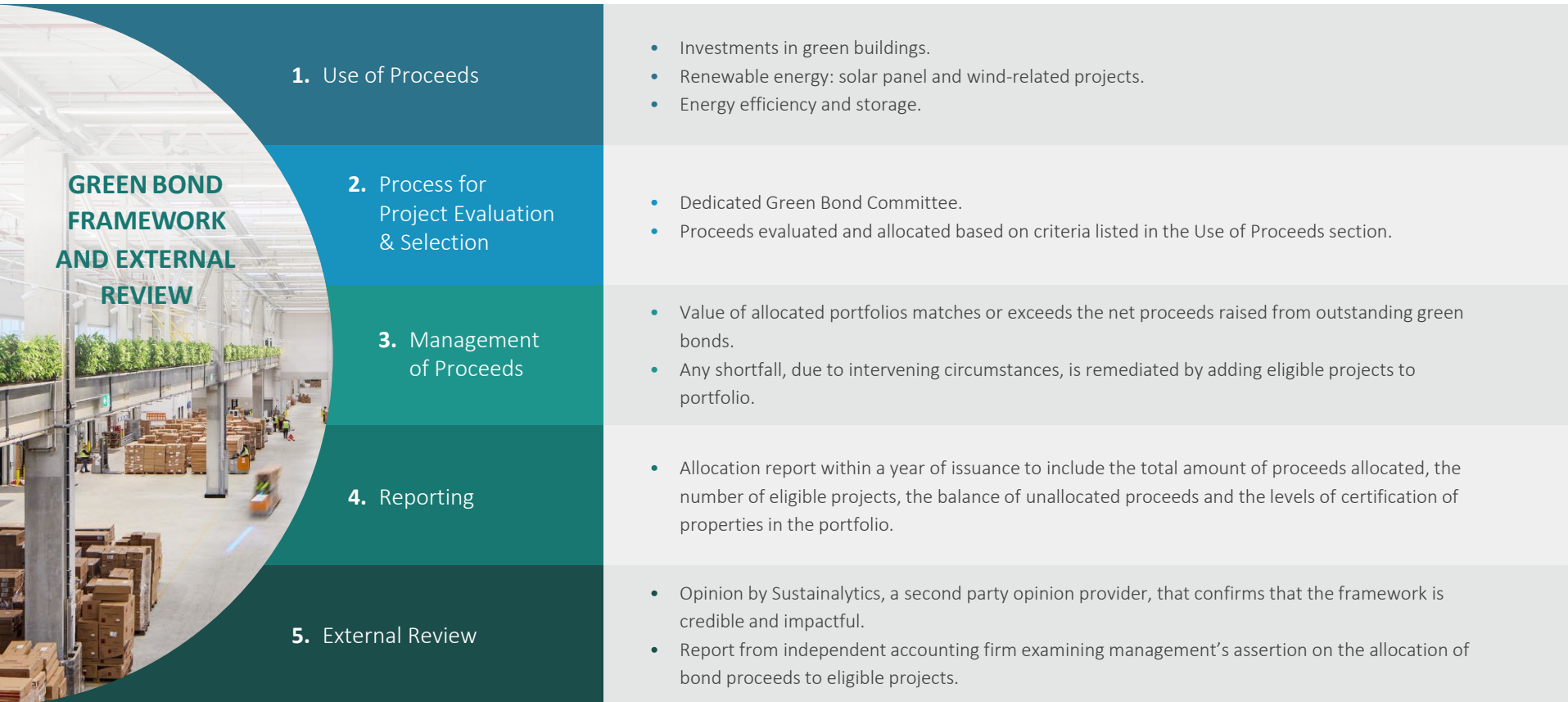
2. Based on energy modeling completed for the core and shell of developed buildings certified through our LEED volume program compared to a market base case per LEED certification methodology. The equivalency was calculated using: <https://www.epa.gov/energy/greenhouse-gas-equivalencies-calculator>.

3. Based on high efficiency water features and estimated water efficiency in the design stage for the core and shell of developed buildings certified through our LEED volume program compared to a market base case per LEED certification methodology.

4. Based on the Solar Energy Industry Association's (SEIA) publication *What's in a Megawatt?* SEIA reports that 173 average US homes are powered per 1 MW of installed solar capacity: <https://www.seia.org/initiatives/whats-megawatt>

The above environmental impact data is available for 34 out of 49 buildings (69% by building count).

Prologis Green Bond Framework and External Review



For further detail and definition of Use of Proceeds section 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

Prologis Euro Finance LLC – €750,000,000¹ Green Bond issued February 8, 2022.



CO2e savings per year: **12,722** MT² equivalent to taking 2,741 cars off the road³.

PROPERTY NAME	MARKET	LEED CERTIFICATION LEVEL
Douglas Hill DC 8	US-Atlanta	Silver
International Park of Commerce 12	US-Central Valley	Silver
International Park of Commerce 23	US-Central Valley	Silver
International Park of Commerce 25	US-Central Valley	Silver
Northeast Industrial Building 17	US-Central Valley	Silver
Tracy 18	US-Central Valley	Silver
Shopton Ridge Park 3923	US-Charlotte	Silver
Internationale Center 20	US-Chicago	Gold
GSW 77	US-Dallas/Ft. Worth	Silver
Park 121 Building 1	US-Dallas/Ft. Worth	Silver
Park 121 Building 3	US-Dallas/Ft. Worth	Silver
Park Central Building 1	US-Denver	Silver
Park Central Building 5	US-Denver	Silver
Airport Centre 3	US-Indianapolis	Gold
Moreno Valley Logistics Center 1	US-Southern California	Gold
Rialto I-210 Building 5	US-Southern California	Silver
Rialto I-210 DC 7	US-Southern California	Silver
Port Logistics Center 1	US-Southern California	Gold
Warm Springs Business Center 2	US-Las Vegas	Silver
Warm Springs Business Center 4	US-Las Vegas	Silver

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1. Net proceeds amount at the time of issuance: €740,842,500.

2. 77% of the portfolio having data by building count.

3. Estimate based on energy modeling completed for the core and shell of developed buildings certified through our LEED volume program compared to a market base case per LEED certification methodology. The equivalency was calculated using: <https://www.epa.gov/energy/greenhouse-gas-equivalencies-calculator>.

Green Bond Proceeds Allocation

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Prologis Euro Finance LLC – €750,000,000¹ Green Bond issued February 8, 2022.

PROPERTY NAME	MARKET	LEED CERTIFICATION LEVEL
I-17 Logistics Center 2	US-Phoenix	Silver
I-17 Logistics Center 4	US-Phoenix	Silver
Seattle 3 Georgetown Crossroad	US-Seattle	Gold
Tacoma 6	US-Seattle	Silver
Oakland Global Logistics Center 2	US-San Francisco Bay Area	Gold
Meadowvale DC 3 ²	CA-Toronto	Silver
Total Value of Eligible Projects Allocated to in USD³		\$833,026,480
Total Value of Eligible Projects Allocated to in EUR⁴		€750,406,706



1. Net proceeds amount at the time of issuance: €740,842,500.

2. Asset value translated from Canadian dollar ("CAD") to USD using the applicable foreign exchange rate at the end of the quarter in which the property was stabilized.

3. Total real estate gross book value of the buildings, which includes land, building and building improvements, at the end of the quarter when the buildings were stabilized for developed assets or the final real estate acquisition cost for acquired assets that meet the LEED Silver or LEED Gold use of proceeds criteria in the Green Bond Framework.

4. Asset values were translated from USD to EUR using the applicable foreign exchange rate at the end of the quarter the bonds were issued.

Green Bond Proceeds Allocation

Prologis, L.P. – \$650,000,000¹ Green Bond issued September 20, 2022.

 CO2e savings per year: **7,171** MT² equivalent to taking 1,545 passenger vehicles off the road³.

PROPERTY NAME	MARKET	LEED CERTIFICATION LEVEL
Hartsfield East 4	US-Atlanta	Silver
International Park of Commerce 10	US-Central Valley	Silver
International Park of Commerce 14	US-Central Valley	Silver
International Park of Commerce 19	US-Central Valley	Silver
International Park of Commerce 9	US-Central Valley	Silver
Shopton Ridge Park 3929	US-Charlotte	Silver
Steele Creek Corporate Center 12830	US-Charlotte	Gold
DFW Mustang Park Building 1	US-Dallas/Ft. Worth	Silver
DFW Mustang Park Building 2	US-Dallas/Ft. Worth	Silver
Mesquite DC 3	US-Dallas/Ft. Worth	Gold
Park 121 Building 2	US-Dallas/Ft. Worth	Silver
Park Central Building 2	US-Denver	Silver
Stapleton Business Center North 4	US-Denver	Silver
Presidents Park Building 5	US-Houston	Silver
Warm Springs Business Center 1	US-Las Vegas	Silver
I-17 Logistics Center 1	US-Phoenix	Silver
I-17 Logistics Center 3	US-Phoenix	Silver
PDX 23	US-Portland	Gold
Renton 9	US-Seattle	Gold
Sumner 22	US-Seattle	Silver

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1. Net proceeds amount at the time of issuance: \$644,897,500.

2. 61% of the portfolio having data by building count.

3. Estimate based on energy modeling completed for the core and shell of developed buildings certified through our LEED volume program compared to a market base case per LEED certification methodology. The equivalency was calculated using: <https://www.epa.gov/energy/greenhouse-gas-equivalencies-calculator>.

Green Bond Proceeds Allocation

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Prologis, L.P. – \$650,000,000¹ Green Bond issued September 20, 2022.

PROPERTY NAME	MARKET	LEED CERTIFICATION LEVEL
Livermore 7	US-San Francisco Bay Area	Silver
Beacon Lakes 36	US-South Florida	Gold
Hamilton DC 1 ²	CA-Toronto	Silver
Total Value of Eligible Projects Allocated to in USD³		\$651,092,325



Prologis Livermore 7, Livermore, California

1. Net proceeds amount at the time of issuance: \$644,897,500.

2. Asset value translated from CAD to USD using the applicable foreign exchange rate at the end of the quarter in which the property was stabilized.

3. Total real estate gross book value of the buildings, which includes land, building and improvements, at the end of the quarter when the buildings were stabilized for developed assets or the final real estate acquisition cost for acquired assets that meet the LEED Silver or LEED Gold use of proceeds criteria in the Green Bond Framework.

Recent 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](#).



Corporate Knights

Global 100 Most Sustainable Corporations – 2022 (13th year in the ranking and #1 ranked REIT)



Dow Jones Sustainability Indices

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



Fortune

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



GRESB

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



GlobeSt.com

Best Places to Work in Commercial Real Estate – 2021



GlobeSt.com

Leading REIT in Corporate Governance (19th consecutive year) – 2021



HRH The Prince of Wales – Sustainable Markets Initiative

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



U.S. Green Building Council

Leadership Award - 2022



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)



ISS

ISS Corporate ESG Rating of “Prime”¹



MSCI

“AA” Rating²



NAREIT

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



San Francisco Business Times

Most Admired CEO Lifetime Achievement Award – Hamid R. Moghadam – 2021



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.



KPMG LLP
Suite 800, 1225 17th Street
Denver, CO 80202-5598

Independent Accountants' Report

The Partners

Prologis, L.P. and Prologis Euro Finance LLC:

We have examined management of Prologis, L.P. and Prologis Euro Finance LLC's (collectively, "Prologis") assertion on page 13 of Prologis' 2022 Green Bond Report that, as of December 12, 2022, the net proceeds of €741 million from the February 2022 €750 million green bond offering and net proceeds of \$645 million from the September 2022 \$650 million green bond offering (collectively, "the Green Bond Offerings") were fully allocated to eligible projects that meet the LEED Silver or LEED Gold use of proceeds criteria in the Green Bond Framework (Management's Assertion). Prologis' management is responsible for its assertion. Our responsibility is to express an opinion on management's assertion based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether management's assertion is fairly stated, in all material respects. An examination involves performing procedures to obtain evidence about management's assertion. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of the risks of material misstatement of management's assertion, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis for our opinion.

We are required to be independent and to meet our other ethical responsibilities in accordance with relevant ethical requirements relating to the examination engagement.

Our examination was limited to Management's Assertion. Accordingly, we do not express an opinion or any other form of assurance on any information or content in the Report other than on Management's Assertion.

In our opinion, management's assertion on page 13 of Prologis' 2022 Green Bond Report that, as of December 12, 2022, the net proceeds of €741 million from the February 2022 €750 million green bond offering and net proceeds of \$645 million from the September 2022 \$650 million green bond offering (collectively, "the Green Bond Offerings") were fully allocated to eligible projects that meet the LEED Silver or LEED Gold use of proceeds criteria in the Green Bond Framework is fairly stated, in all material respects.

KPMG LLP

Denver, Colorado
December 16, 2022

Management Assertion

Management Assertion

Prologis Green Bond Committee

Ms. Regina Ochev, Ms. Trisha Burns, Ms. Suzanne Fallender

The Prologis Green Bond Committee asserts that, as of December 12, 2022, the net proceeds of €741 million from the February 2022 €750 million green bond offering and net proceeds of \$645 million from the September 2022 \$650 million green bond offering were fully allocated^{1,2} to eligible projects that meet the LEED Silver or LEED Gold use of proceeds criteria in the Green Bond Framework³.



Prologis Beacon Lakes, Miami, Florida

1. Net proceeds are considered fully allocated to eligible projects when the net proceeds are less than or equal to the value of the assets stabilized or acquired as of the assertion date (i.e., December 12, 2022), that meet the use of proceeds criteria in the Green Bond Framework. Our investment in the eligible projects is based on the real estate gross book value of the buildings, which includes land, building and building improvements, at the end of the quarter when the buildings were stabilized for developed assets or the final real estate acquisition cost for acquired assets. Stabilization is the earlier of when a property that was developed has been completed for one year, is contributed to a co-investment venture following completion or is 90% occupied.
2. In the case of the assets valued in currencies other than USD, the applicable foreign exchange rate at the end of the quarter that the building was stabilized was used to convert the value to a USD equivalent.
3. For further detail on the Green Bond Framework and the use of proceeds criteria, please see Prologis' Green Bond Framework: <https://www.prologis.com/sites/corporate/files/documents/2020/08/august-2020-green-bond-framework.pdf>.



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 we operate as well as management's beliefs and assumptions. Such statements involve uncertainties that could significantly impact our financial results. Words such as "expects," "anticipates," "intends," "plans," "believes," "seeks," and "estimates," including 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 we expect or anticipate will occur in the future — including statements relating to rent and occupancy growth, acquisition and development activity, contribution and disposition activity, general conditions in the geographic areas where we operate, our debt, capital structure and financial position, our ability to earn revenue from co-investment ventures, our 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 we believe the expectations reflected in any forward-looking statements are based on reasonable assumptions, we can give no assurance that our 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 and political climates and conditions; (ii) changes in global financial markets, interest rates and foreign currency exchange rates; (iii) increased or unanticipated competition for our properties; (iv) risks associated with acquisitions, dispositions and development of properties, including increased development costs due to additional regulatory requirements related to climate change; (v) maintenance of real estate investment trust status, tax structuring and changes in income tax laws and rates; (vi) availability of financing and capital, the levels of debt that we maintain and our credit ratings; (vii) risks related to our investments in our co-investment ventures, including our ability to establish new co-investment ventures; (viii) risks of doing business internationally, including currency risks; (ix) environmental uncertainties, including risks of natural disasters; (x) risks related to the coronavirus pandemic; and (xi) those additional factors discussed in reports filed with the Securities and Exchange Commission by us under the heading "Risk Factors." We undertake no duty to update any forward-looking statements appearing in this document except as may be required by law.