



LRQA Independent Assurance Statement

Relating to Prologis' Greenhouse Gas Emissions and Environmental, Social & Governance Metrics for the 2022 Calendar Year

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

Terms of Engagement

LRQA was commissioned by Prologis, Inc. (Prologis) to provide independent assurance of its greenhouse gas (GHG) emissions inventory and its environmental, social and governance (ESG) metrics ("the Report") for the calendar year (CY) 2022 against the assurance criteria below to a limited level of assurance and materiality of the professional judgement of the verifier using LRQA's verification procedure and ISO 14064 - Part 3 for greenhouse gas emissions. LRQA's verification procedure is based on current best practise and is in accordance with International Standard on Assurance Engagements (ISAE) 3000 and ISAE 3410.

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

- Verifying conformance with:
 - Prologis' reporting methodologies for the selected datasets
 - Corporate offices; and GHG emissions from Prologis' wholly-owned subsidiaries Nippon Prologis REIT and FIBRA Prologis; are included in the total emissions and also listed separately for CDP reporting purposes.
 - World Resources Institute / World Business Council for Sustainable Development Greenhouse Gas Protocol: A corporate accounting and reporting standard, revised edition (otherwise referred to as the WRI/WBCSD GHG Protocol) for the GHG data¹.
- Evaluating the accuracy and reliability of data and information for the selected indicators listed below:
 - Direct (Scope 1), Energy Indirect (Scope 2) and Other Indirect (Scope 3) GHG emissions;
 - Scope 3 GHG emissions verified by LRQA only include Purchased Goods and Services, Capital Goods, Upstream Leased Assets and Downstream Leased Assets.
 - Properties from the following funds were included in the verification activities of Scope 3 Downstream Leased Assets: FIBRA Prologis (FIBRA); Nippon Prologis REIT, Inc. (NPR); PBLV; PCCLF; PELF; PELP; USLF; and USLV.
 - ESG metrics including:
 - Site solar capacity, percentage of LED lighting installed by area, percentage of new developments that are sustainability certified by building count, number of people trained through the Community Workforce Initiative Number of volunteer hours, percentage of women in workforce and in senior leadership, percentage of people of color in workforce and in senior leadership and water and waste data for Asia and Europe portfolios.

The following sources were excluded from the GHG Emissions Inventory on the basis of their de minimis contribution to the total Scope 1, Scope 2 and Scope 3 GHG emissions and sense-checked during the engagement:

- GHG emissions from Refrigerants; Chilled Water; District Heating; Business Travel; Employee Commuting; and Fuel and Energy Related Activities.

Starting with the CY 2022 GHG emissions inventory, Prologis redefined their organizational boundaries to exclude a subset of assets for GHG reporting that were not considered material from a financial reporting perspective. These assets represented 3.3 percent of their total Scope 3 emissions in CY 2022.

¹ <http://www.ghgprotocol.org/>



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

LRQA’s Opinion

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

- Met the requirements of the criteria listed above; and
- Disclosed accurate and reliable performance data and information as summarized in Tables 1 through 3.

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

Table 1. Summary of Prologis Key GHG Emissions Data for CY 2022

Scope of GHG emissions		Tonnes CO ₂ e
Scope 1	Direct GHG Emissions ¹	3,898
Scope 2	Energy indirect GHG emissions (Location-based) ²	2,042
	Energy indirect electricity GHG emissions (Market-based) ²	0
	Energy indirect total GHG emissions (Market-based) ²	0
Scope 3	Category 1 Purchased goods and services	721,549
	Category 2 Capital goods	1,060,721
	Category 8 Upstream leased assets	67
	Category 13 Downstream leased assets ³	3,134,819

Note 1: The Direct GHG Emissions reported here do not include the application of offsets purchased by Prologis in the amount of 10,000 tonnes CO₂e, which can be used to maintain operational carbon neutrality of Prologis’ Scope 1 emissions. We have verified that these offsets were acquired. However, we have not performed any assurance procedures regarding the providers of these offsets and express no opinion on whether they have, or will, result in a reduction of CO₂e.

Note 2: Scope 2, Location-based and Scope 2, Market-based are defined in the WRI/WBCSD GHG Protocol Scope 2 Guidance, 2015.

Note 3: Scope 3 Category 13 includes all energy for Prologis’ tenant portfolio buildings. Properties from the following funds were included in the verification activities of Scope 3 Downstream Leased Assets: FIBRA Prologis (FIBRA); Nippon Prologis REIT, Inc. (NPR); PBLV; PCCLF; PELF; PELP; USLF; and USLV.

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



Table 2. REIT GHG Emissions Inventory for CY 2022

Scope of GHG emissions		Tonnes CO ₂ e
Nippon Prologis REIT¹		
Scope 1	Nippon Prologis REIT Direct GHG Emissions	6
Scope 2	Nippon Prologis REIT Energy Indirect GHG emissions (Location-based) ²	14
	Nippon Prologis REIT Energy Indirect electricity GHG emissions (Market-based) ²	0
	Nippon Prologis REIT Energy Indirect total GHG emissions (Market-based) ^{2,3}	0
FIBRA Prologis¹		
Scope 1	FIBRA Prologis Direct Emissions ³	299
Scope 2	FIBRA Prologis Energy Indirect GHG emissions (Location-based) ²	175
	FIBRA Prologis Energy Indirect electricity GHG emissions (Market-based) ²	0
	FIBRA Prologis Energy Indirect total GHG emissions (Market-based) ^{2,3}	0
<p>Note 1: Nippon Prologis REIT (NPR) and FIBRA Prologis GHG emissions are included in the total Prologis emissions in Table 1 and are also listed separately in Table 2 for CDP reporting purposes. Emissions for NPR only include those associated with Prologis REIT Management K.K. (PLDRM), NPR's Asset Manager as specified on NPR's Corporate Governance webpage. Scope 1 and 2 data reflects emissions from Prologis Mexico's operations that are under FIBRA's operational control.</p> <p>Note 2: Scope 2, Location-based and Scope 2, Market-based are defined in the WRI/WBCSD GHG Protocol Scope 2 Guidance, 2015</p> <p>Note 3: The Direct GHG Emissions reported here do not include the application of offsets purchased in the amount of 10,000 tonnes CO₂e by Prologis, which can be used to maintain the operational carbon neutrality of Prologis' Scope 1 emissions. We have verified that these offsets were acquired. However, we have not performed any assurance procedures regarding the providers of these offsets and express no opinion on whether they have, or will, result in a reduction of CO₂e.</p>		

Table 3. ESG Metrics 2022

Indicator	Value
Site solar capacity (MW) ¹	405MW
Percentage of LED lighting installed by area	71.17%
Percentage of new developments that are either fully sustainability certified or certification is in process (by building count)	100% 85% Certification in process 15% Certification received
Number of people trained through the Community Workforce Initiative	20,964
Number of volunteer hours	14,557
Percentage of women in workforce	49%
Percentage of women in senior leadership	20%
Percentage of people of color in workforce	32%
Percentage of people of color in senior leadership	9%
Water Consumption – Asia, Brazil, and Europe Operations	1,856,827m ³
Waste Consumption – Asia, Brazil, and Europe Operations	114,521 MT

¹ Capacity in megawatts (MW) is expressed in terms of the peak capacity of the installed solar energy systems.



LRQA's Approach

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

- interviewing relevant employees of the organization responsible for managing GHG emissions and ESG data and records;
- reviewing Prologis' systems for collecting, recording and reporting data; and-
- verifying direct and indirect GHG emissions data and records and ESG data and records at an aggregated level for the calendar year 2022.
- confirming that Prologis has recalculated their base year emissions as required by their documented base year recalculation policy. Prologis will publish the recalculated base year along with a description of changes in their sustainability report, which was released in 2023. LRQA did not verify the reported data and calculations of the updated 2019 base year.

LRQA's Standards and Competence

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

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

Signed

A handwritten signature in blue ink, appearing to read 'Tim Rooney', is written over a light blue horizontal line.

Tim Rooney
LRQA Lead Verifier
On behalf of LRQA, Inc.
2101 CityWest Blvd, Houston, TX 77042

Dated:

July 24, 2023

LRQA reference: UQA00000496

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

The English version of this Assurance Statement is the only valid version. LRQA assumes no responsibility for versions translated into other languages.

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

Copyright © LRQA, 2023.