

Bonnefield Financial Inc
Climate Change Policy

Scope:

This Policy document sets out the climate change policy relating to Bonnefield Financial Inc. (“Bonnefield”). The scope of this policy covers all investments held in Bonnefield managed investment funds or accounts .

The ownership of this Policy will be shared by the Bonnefield Partners responsible for ESG and Investment Management (the “Policy Owners”).

The first version of this policy will be approved by the Board of Directors of Bonnefield Financial. The Policy will be reviewed by the Policy Owners at least once annually and will be refreshed accordingly. Any proposed changes will be reviewed with the Investment Committee and approved by the Founding Partner & CEO unless such changes are determined to be substantive, in the sole determination of the CEO, in which case it shall be reviewed by the Board for approval.

Context:

Bonnefield recognises the systemic and acute risks posed by climate change to its investment portfolios. As stewards of agricultural assets and investments across Canada, Bonnefield is exposed to a number of climate risks that may impact the performance of these funds. As a responsible asset manager, Bonnefield commits to the continual evaluation and management of climate risk detailed in this policy.

Responsibilities:

1. Bonnefield Financial Board of Directors (“Board”)

The Board is responsible for encouraging and fostering a culture and environment where climate change risks are identified, evaluated and managed. This is achieved through the initial approval of Bonnefield’s Climate Change Policy and by receiving ongoing updates on climate related information from management.

2. Bonnefield’s Investment Committee(s) (“IC”)

Bonnefield’s ICs have ultimate responsibility for decisions to acquire or divest of assets, as well as major capital expenditure projects related to investments. The IC’s governance role is to evaluate and incorporate all material climate change information as presented to it by the Investment Management team, into its decision-making. The IC has the final approval on investment decisions. The CEO and Bonnefield Partner responsible for ESG are members of the IC.

The IC delegates operational responsibility for climate change risk management to the Investment Management Team.

3. Bonnefield’s Investment Management (“IM”) Team

Overall accountability for operationalizing climate risks and opportunities related to Bonnefield investments lies with the IM team lead responsible for those investments.

The IM team is responsible for the core functions of investment and asset management. The team works collaboratively to ensure both robust initial due diligence, as well as ongoing monitoring and risk management of investments.

Throughout due-diligence, Bonnefield’s IM Team is responsible for evaluating chronic and acute climate risks associated with potential investments. Climate risks are evaluated both at the regional/strategy level, and at

the level of individual investments. Bonnefield's Investment Team is responsible to research and analysis of risks and opportunities, and for ensuring the communication of these to the Investment Committee as part of the acquisition / disposition approval process. The IM team lead for the respective fund / investment vehicle has ultimate responsibility for these activities.

During Bonnefield's hold period, the IM Team is responsible for the monitoring of climate risks and/or opportunities. This includes the incorporation of new information that is deemed material to the strategy and / or asset. Individuals with the most direct responsibility for this function include Bonnefield property managers and the Sr. Principal or Partner responsible for portfolio management activities of the fund / investment vehicle.

Metrics and qualitative examples provide the IM Team with the information required to communicate the IC, CEO, investors, and other key stakeholders about how climate-related responsibilities are fulfilled. A cross-functional ESG working group also supports IM's ongoing awareness and evaluation of relevant climate change issues for consideration.