

## Net-Zero Asset Managers Initiative

At Tower Peak Partners (TPP), we believe that climate risk is investment risk, and we are dedicated to helping our stakeholders make informed decisions that contribute to long-term, sustainable value creation. We believe that investors and businesses that proactively address climate risks and embrace the energy transition will transition to a net-zero economy by 2050.

### Transition to a net-zero economy by 2050

An orderly transition to a net-zero economy by 2050 benefits not only the global economy but also stakeholders across the financial ecosystem. However, we recognize that the path to net zero is not without its challenges. Recent geopolitical events underscore the complexity of achieving a just and orderly energy transition. These developments may cause short-term increases in fossil fuel demand in some regions while accelerating investments in renewable energy in others, particularly where energy security and decarbonization efforts align.

### Our Approach to Supporting the Energy Transition

At TPP, we take a holistic approach to supporting the transition to a net-zero economy:

#### I. Fiduciary Responsibility:

- Our primary role is to serve as a trusted fiduciary, providing stakeholders with insights, tools, and strategies to navigate climate-related investment risks and opportunities.
- We do not dictate specific decarbonization pathways but aim to empower informed decision-making through robust data and guidance.

#### II. Commitment to Thought Leadership and Engagement:

- We are committed to offering diverse strategies to help stakeholders achieve their climate-aligned goals, whether by mitigating risks or accelerating the net-zero transition.
- We prioritize engagement with partners and portfolio companies to promote strong governance and sustainable business practices that support long-term value creation.

#### III. Focus on Key Enablers of the Transition:

- **An effective transition requires:**
  - Consistent and supportive policy frameworks from governments.
  - Technological innovation to drive decarbonization at scale.
  - Adaptation of corporate business models to thrive in a low-carbon economy.

### **Our Net-Zero Goals**

TPP is actively building partnerships and investment frameworks designed to support net-zero ambitions. We are committed to ensuring that:

- The companies we engage with, and support, will have implemented science-based climate transition plans or equivalent measures aligned with global net-zero targets.

We believe that long-term investment in sustainable solutions and carbon-intensive sectors—when aligned with credible transition strategies—is essential to an effective net-zero pathway. A successful transition requires collaboration across all stakeholders—investors, businesses, and policymakers—and we remain steadfast in our role as a catalyst for positive change.