

Link's Green Bond Framework (2016)

Use of Proceeds

The net proceeds of the issuance of Notes will be used to refinance or fund, in whole or in part, existing and future projects that are eligible as per the criteria specified below.

Eligibility Criteria

In order for a project to be funded through the green bond proceeds, the project must meet one or more of the following eligibility criteria:

1. Any project for an existing or new building that has received, or expects to receive, certification according to the third party verified green building standards including a) BEAM Plus - Silver, Gold or Platinum; or b) LEED Silver, Gold or Platinum. Building project types can include:

- Building developments and redevelopments
- Renovations to existing buildings
- Tenant improvements

2. Projects which result in achieving, based on third-party assessment, at least a 15% improvement in energy efficiency or, a NABERS (National Australian Built Environment Rating System) Shopping Centres rating equal to or greater than 3 or similar rating scheme to an equivalent rating level;

3. Projects such as those that reduce waste to landfill, improve water efficiency, promote adoption of low carbon transportation including electric vehicles, and improve climate change resilience.

Project Evaluation and Selection Process

The eligible green projects are selected by Link REIT's sustainability team together with the treasury team in accordance with Link REIT's Sustainability Framework, Green Initiatives and the eligibility criteria outlined above.

Management of Proceeds

As long as the Notes are outstanding, Link REIT's internal records will show the allocation of the net proceeds of the Notes to existing and future eligible green projects. Pending the allocation of the net proceeds of the Notes to existing and new eligible green projects, the net proceeds will be used to repay amounts of outstanding debt. Link REIT will not hold any unallocated proceeds as cash; this is consistent with the cash management practices for REITs.

Allocation Reporting

Throughout the Green Bond, Link REIT will make and keep readily available through Link REIT's annual integrated report, and on this page of Link's corporate sustainability website, up to date information on the allocation of the net proceeds, to be renewed annually until full allocation and as necessary thereafter in the event of new developments. This information will contain at a minimum:

1. The list of eligible green project categories and amounts allocated to these categories;
2. Balance amount of unallocated bond proceeds; and
3. A selection of project examples financed by the net proceeds of the Note.

By including this information in Link REIT's annual integrated report, the allocation of net proceeds receives an external review by an independent third party.

Impact Reporting

Where feasible, Link REIT will include qualitative and (if reasonably practicable) quantitative environmental performance indicators on the eligible green projects. Link REIT will annually disclose impact reporting on our corporate sustainability website. Performance indicators may change from year to year and may include some of the following indicators:

1. List of eligible buildings that received third-party verified green building certification;
2. Energy consumption reduced per square foot;
3. Greenhouse gas emissions reduced by an eligible green project;
4. Water consumption reduced; and
5. Amount of waste sent to landfill reduced.