

RESPONSIBLE AND SUSTAINABLE INVESTING

2020 ESG REPORT



10TH EDITION

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LETTER FROM OUR LEADERSHIP

This ESG Report – our tenth – is a special one for Angeleno Group. The report provides us with the opportunity to reflect on how our Responsible and Sustainable Investing Program has evolved over the past decade, and also to look forward to the future and, in particular, to the decade ahead.

2020 was a momentous year in numerous ways. Being faced with the COVID-19 pandemic showed us how interconnected we are, and how adaptive and resilient we can be. The social justice movement brought to the forefront systemic discrimination issues that businesses and society must address. The public and private markets exhibited remarkable growth in the clean energy sector. An inflection point was also reached among investors, corporations and governments that the need to transition to a low carbon economy cannot be delayed – and that a commitment to ESG principles will be integral to achieving long-term returns and creating shared value for all.

In our role as an active owner, Angeleno Group is focused on supporting the next generation of ESG-leading companies as they harness innovative clean energy and climate solutions, and bring these solutions to scale. We remain highly convicted about the long-term tailwinds in our sector – the need to generate renewable power at scale, make cities smarter and more resilient, and transition to a more electrified, digitized and sustainable world.

By applying a thoughtful, holistic and rigorous approach to integrating ESG principles into portfolio management, we are able to support our portfolio companies to meet their growth objectives and to deliver shared value. In 2020, our portfolio companies helped to avoid nearly 700 million metric tons of greenhouse gas from entering the atmosphere, and employed approximately 17,000 people globally in green jobs.

As we move forward in this critical decade – one that has been referred to as the climate decade – to make progress toward the UN Sustainable Development Goals and advance commitments driven by the Paris climate accord, Angeleno Group is well-positioned to provide meaningful growth capital to support these imperatives.

We would like to extend our sincerest thanks to our staff, portfolio companies, partners and advisors who have deftly and diligently navigated the challenges that the COVID-19 pandemic presented.

On behalf of our entire team, we look forward to continued partnership with our investors, portfolio companies and stakeholders to achieve environmental, social and financial impact.



Yaniv Tepper
Managing Partner



Daniel Weiss
Managing Partner



William Miller
Chief Operating
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FIRM PROFILE

INVESTING IN NEXT GENERATION CLEAN ENERGY AND CLIMATE SOLUTIONS COMPANIES

Founded in 2001, Angeleno Group is a pioneer in providing growth capital for next generation clean energy and climate solutions companies. We invest opportunistically in a range of deal types, with a strategy that is sector-focused, stage-agnostic and research-driven. Angeleno Group has become one of the longest standing dedicated clean energy and climate solutions growth equity investment firms, investing on a global basis with investment professionals and operating partners in the United States and Australasia. Our headquarters are in Los Angeles, California.

OUR PORTFOLIO

Angeleno Group invests in a diverse energy and climate solutions focused portfolio, selecting companies from a variety of energy market verticals, including utility-scale solar, specialized composite wind turbine blades, intelligent transportation, decentralized water treatment solutions, energy efficiency finance, energy storage, environmental and remediation services and other applications that promote efficient long-term management of natural resources. Angeleno Group's sector focus allows portfolio companies to benefit from the firm's longstanding relationships and deep industry experience.

Our current investment themes and research priorities are focused on the clean energy transition:

Clean Energy Transition: Renewable Power at Scale	Next Generation Energy Storage
Resource Efficiency in Water, Agriculture and Sustainable Inputs	Critical Infrastructure and Resiliency
Industrial Energy Efficiency and Digital Manufacturing	Carbon Mitigation and Climate Adaptation
Sustainable Mobility and Smart Cities	

OUR INVESTMENT APPROACH

Angeleno Group's investment process is designed to generate returns and mitigate risk at each stage of the investment cycle. Angeleno Group's perspective helps create value on behalf of both portfolio companies and investors, supporting entrepreneurs and management teams through the development and execution of strategic plans that leverage the insights and networks of the firm. Our investment philosophy and strategy are founded on this vision.

OUR TEAM, ADVISORS AND OPERATING PARTNERS

Together with our advisors and operating partners, Angeleno Group has breadth and depth of experience in leadership and operations across virtually every major segment and geography of the clean energy and climate solutions landscape. Angeleno Group's team of seasoned investment professionals has decades of combined investing, operating and advisory experience, including private equity, venture capital, technology development and investment banking. In addition, we have built a strong group of operating partners and advisors with sector insights and leadership at operating companies that complements and further enhances the capabilities of the broader Angeleno Group team.

PRINCIPLES FOR RESPONSIBLE INVESTMENT

Angeleno Group is a signatory to the United Nations-supported Principles for Responsible Investment (PRI). We aim to align Angeleno Group's Responsible and Sustainable Investing Program to support each of the six PRI principles:

1 – Incorporate ESG issues into investment analysis and decision-making processes

Angeleno Group completed its tenth year of executing on its formal Responsible and Sustainable Investing Program. We have also established an ESG Committee to oversee and advance execution on Angeleno Group's Responsible and Sustainable Investing Policy.

2 – Be active owners and incorporate ESG issues into our ownership policies and practices

Angeleno Group completed its tenth year of active ESG engagement with portfolio companies that met the specified growth milestones in its Policy. We continued to utilize the Task Force for Climate-related Financial Disclosures (TCFD) framework to evaluate climate change risks and opportunities as part of our ESG engagement cycle with portfolio companies.

3 – Seek appropriate disclosure on ESG issues by the entities in which we invest

Portfolio companies continued to complete ESG questionnaires pursuant to our Policy. Additionally, several of our portfolio companies – including New Forests and TPI Composites – reported publicly on ESG strategies and impact metrics in 2020.

4 – Promote acceptance and implementation of the Principles within the investment industry

Angeleno Group and its senior investment professionals continue to engage with leading organizations and their endowments – including the California Community Foundation, UCLA Institute of the Environment and Sustainability and World Resources Institute – to educate and heighten awareness of ESG issues and their relevance to institutional investing.

5 – Work together to enhance our effectiveness in implementing the Principles

We continued to collaborate with portfolio companies to establish annual ESG action plans and performance targets. Angeleno Group's 2020 Clean Energy and Climate Solutions CEO and Investor Summit convened industry, scientific and policy leaders to discuss ESG-related trends, including the low carbon economy transition, climate security and corporate sustainability practices.

6 – Report on our activities and progress towards implementing the Principles

Angeleno Group's 2020 ESG Report serves as our tenth annual report on our strategy and progress. Our reporting process and engagement activities are informed by valued feedback received from investors, advisors and portfolio companies.

CREATING VALUE

Angeleno Group's Responsible and Sustainable Investing Program is designed to create value in six key areas:

Informing Investment Themes	Enhancing Deal Sourcing
Supporting Management Teams	Complementing Exit Strategies
Driving Environmental and Social Impact	Promoting Sustainable Development

INFORMING INVESTMENT THEMES

Angeleno Group focuses on investing in companies that develop products and services that aim to reduce greenhouse gas emissions and proactively respond to critical sustainability and global challenges of our time.

There are three broad themes that underpin Angeleno Group's growth equity-focused investment selection process:

Investment Themes	Description
Tools / Technology	We like to invest in technology-agnostic tools that enable many industry participants to flourish.
Capital Efficiency	We seek to identify companies with efficient and flexible capital structures.
Near Term Markets	We look for significant and realistic near-term markets, which can be leveraged to longer-term and larger opportunities.

The evaluation of material ESG topics informs how we select investments and partner with portfolio companies to achieve growth and scalability objectives.

ENHANCING DEAL SOURCING

Angeleno Group's investment process is designed to generate returns and mitigate risk at each stage of the investment cycle. Our sourced deals include growth equity, first institutional equity (mid- to late-stage venture capital), and opportunistic investments including corporate divestitures, secondaries, buyouts and private investments in public equity (PIPEs). Our application of ESG considerations prior to investing provides an additional lens that we anticipate will further create value for our investors.

SUPPORTING MANAGEMENT TEAMS

Angeleno Group partners with experienced entrepreneurs to build successful companies. By focusing on ESG – and specifically the power of insights and relationships, we believe that we can better support the management teams within our portfolio.

Angeleno Group aims to serve as a catalyst for driving growth and profitability through deep industry, regulatory and corporate finance experience, and a global focus on business development and strategy. With over a decade of experience supporting clean energy entrepreneurs, Angeleno Group works to identify and build the industry leaders of tomorrow.

COMPLEMENTING EXIT STRATEGIES

The average holding period for our investments varies, but in broad terms, we expect to hold investments for four to eight years. Our engagement with selected portfolio companies on ESG issues is focused on managing growth and supporting our portfolio companies to achieve shared goals.

Six Years of ESG Engagement with Newterra Prior To Exit

In 2013, Angeleno Group made its initial investment in Newterra – a manufacturer of advanced and decentralized water, wastewater and groundwater treatment solutions to the municipal, industrial and environmental remediation sectors. In late 2020 – after years of working with the management team to successfully grow the business, Newterra was sold in a transaction with Frontenac Company, a Chicago-based private equity firm.

Over the course of our investment, Newterra has become one of the leading advanced modular wastewater treatment technology platforms. Newterra has expanded significantly through both organic growth and the acquisition and integration of several companies in key industrial and municipal sectors, broadening its capability to address the needs of global customers with their water and wastewater challenges.

Newterra participated for six consecutive years in Angeleno Group’s annual ESG engagement cycle and action plan development process. During that period, we partnered with Newterra to develop annual ESG targets and monitor material ESG risks and opportunities.

Angeleno Group is proud to have supported Newterra’s ability to make a real contribution to its customers and the planet. Today, Newterra is helping clients in a wide range of industries operate more efficiently, sustainably and safely at thousands of installations, treating over 60 billion gallons of water worldwide.

DRIVING ENVIRONMENTAL AND SOCIAL IMPACT

As a clean energy and climate solutions investment firm, our role is to select well-positioned companies and assist in bringing their environmental innovations to market and scale so that we can achieve strong financial returns for our investors.

In this context, we seek to foster our portfolio companies’ growth into responsible, sustainable enterprises with strong ESG practices. We also seek to accelerate our portfolio companies’ abilities to produce meaningful outcomes in support of the transition to a low carbon economy. Key metrics that we use to measure the degree of economic, environmental and social impact outcomes within our portfolio include the metric tons of avoided greenhouse gas emissions and the number of “green” jobs created globally.


Shared Objectives with Institutional Investors

Angeleno Group has a strong contingent of institutional investors that include leading university endowments, foundations, corporate and public pension funds, insurance companies, and family offices from the United States, Europe, Asia and Australia. Endorsement and application of principles for responsible investing is commonplace among our institutional investors. Angeleno Group’s Responsible and Sustainable Investing Policy and Program are intended to enable us to better meet their needs and support shared objectives.

PROMOTING SUSTAINABLE DEVELOPMENT

As part of our commitment to advancing responsible investment, we aim to illuminate connections where our portfolio companies can support meaningful progress toward the UN 2030 Sustainable Development Goals, a leading global framework.

Through our investments, we continue to drive progress to support these global goals – prioritizing opportunities to advance energy, water, infrastructure, climate change resiliency, job creation and gender equality around the world:

 <p><i>Advancing gender equity and empowering women and girls</i></p>	 <p><i>Enabling sustainable management of water and sanitation for communities</i></p>	 <p><i>Achieving renewable energy at scale, and increasing energy efficiency</i></p>
 <p><i>Creating green jobs globally across local economies</i></p>	 <p><i>Delivering leading-edge technologies to make cities smarter and more resilient</i></p>	 <p><i>Reducing global greenhouse emissions and supporting climate change adaptation solutions</i></p>

AWARDS AND RECOGNITION

In 2020, our portfolio companies continued to receive awards and recognition for innovation and leadership. Highlights include the following:

- **Patriot Environmental Services** was ranked as a Top 30 All-Environmental Firm by the *Engineering News-Record* for the second year in a row.
- **Stem** became a six-time honoree of the 2020 Global Cleantech 100 list, in which a panel of nearly 90 experts recognized companies with the most “innovative and promising ideas in cleantech” in the world. (**INRIX**, **Newterra** and **Renew Financial** are also past Global Cleantech 100 members.)
- **ZincFive** was named a 2020 S&P Global Platts Energy Awards finalist in the Emerging Technology of the Year category for its nickel-zinc battery energy storage system.

INVESTING FOR THE FUTURE

Angeleno Group provides growth capital to companies with innovative environmental solutions – tools, products and services – that respond to major global challenges through sustainable growth businesses.

Our near-term investment themes and research priorities are currently focused on:

1. The Clean Energy Transition: Renewable Power at Scale
2. Next Generation Energy Storage
3. Resource Efficiency: Water, Agriculture and Sustainable Inputs
4. Critical Infrastructure and Resiliency
5. Industrial Energy Efficiency and Digital Manufacturing
6. Carbon Mitigation and Climate Adaptation
7. Sustainable Mobility and Smart Cities

The Clean Energy Transition: Renewable Power at Scale



Throughout the 20th century, fossil fuels generated electricity and powered transportation vessels at a lower cost per unit of energy than renewables. However, in recent years, the convergence of technology advances and market demand for clean energy have reached an inflection point in the low-carbon transition and renewable sources of electricity, such as solar and wind, can now, in many settings, generate power at lower cost than conventional sources of energy. As a result, the majority of new installed global electricity generation capacity has been and is projected to be renewable, presenting exciting opportunities for existing as well as new businesses.

Next Generation Energy Storage



Advanced battery technologies are poised to dramatically change how we produce and consume energy in the foreseeable future. The high potential for energy storage use in a wide range of industries and applications – from transportation (electric vehicles), to data centers (mission-critical power), to the built environment (backup power and demand charge reductions across commercial, industrial and residential segments) and renewables (to address intermittency issues) – is driving substantial and growing demand and the need for various types of energy storage technologies.

Resource Efficiency: Water, Agriculture and Sustainable Inputs



As the world population grows towards an expected 8 billion people in 2023, sources of potable water, acreage of arable land, and quarries of minable minerals continue to decline. Resource efficiency is now an urgent, global, and expensive problem given population pressures exacerbated by climate change. Key innovations in waste management, clean water availability, sustainable agriculture, and responsible production of raw materials are vital to address these global challenges.

Critical Infrastructure and Resiliency



Most of the world's energy infrastructure network is aged, outdated, inflexible, and highly vulnerable to attack. Based around centralized power generators and a hub-and-spoke power grid, the system is highly fragile if compromised. Furthermore, climate change is putting increased stresses on the grid and exposing its vulnerability under this centralized architecture. Innovation in distributed energy resource management systems, cybersecurity and industrial controls, as well as technologies that predict damage to infrastructure, monitor emissions and environmental conditions, and help companies and governments adapt to climate change will be central to creating the future of the grid.

Industrial Energy Efficiency and Digital Manufacturing



Competitive and environmental pressures on industrial resources are spurring a boom in technologies that make factories, supply chains, and data processing more efficient than ever. This structural shift in industrial processes and manufacturing provides fertile ground for innovative technology and service companies focused on productivity and waste reduction. These businesses are having a significant impact on climate change by advancing sustainability in factory environments through sustainable design, responsible material sourcing, localization of supply chain, cradle-to-cradle manufacturing, and real-time emissions monitoring among other areas.

Carbon Mitigation and Climate Adaptation



Climate change is a multi-dimensional challenge involving science, economics, society and politics. Responding to climate change involves both reducing the levels of greenhouse gases in the atmosphere ("mitigation") and adapting to climate change effects already occurring ("adaptation"). It is estimated that addressing the impacts of climate change will require tens of trillions of dollars over a period of decades, employing both existing technologies and approaches while also relying on new advancements and methodologies.

Sustainable Mobility and Smart Cities



With more than half the world's population living in urbanized areas today, modern cities and transportation systems have a critical role to play in accelerating the clean energy transition. Cities are home to a variety of energy-intensive sectors and major transport systems that support the creation of over 80% of global GDP. From electric scooters and electric buses to energy efficient appliances and the sharing economy, electrification is driving investment in a wide range of technologies and business models, including clean transit options, charging infrastructure, and urban sustainability improvements in smart cities around the world.

The rapidly changing economics of clean energy – coupled with sustainability imperatives from governments and corporations, the need to upgrade aging infrastructure and technological innovation in the low carbon economy – creates multi-decade tailwinds for these investment themes.

IMPACT IN ACTION

Through our investments and our role as active partners with our management teams, we believe that Angeleno Group is strongly positioned to drive substantive impact on critical environmental and social issues.

As of result of our targeted investment approach, we are focused on supporting demonstrative impact across the following themes:

Angeleno Group ESG Impact Themes		
Renewable Energy	Energy and Resource Efficiency	Water
Smart Cities	Sustainable Forestry	Diversity, Equity and Inclusion

In this section, we share 2020 highlights from our portfolio companies across these six ESG impact themes.



RENEWABLE ENERGY

Demand for renewable energy is increasing every year, and that growth continues to accelerate – outpacing demand for conventional energy sources. The growth in demand for renewable energy reflects the decline in cost and widespread interest across consumers, including corporations, individuals and property owners.

Angeleno Group actively invests in growth companies that are working to dramatically increase the adoption of solar, wind and other forms of renewable energy.

MAXIMIZING EFFICIENCY AND RESILIENCE OF SOLAR POWER



Kinematics is a leading provider of smart torque technology solutions for numerous mission critical applications, with over one million operating units in the field servicing customers in North America, South America, Europe, Australia and Asia.

As a leader in designing, manufacturing, testing, validating and delivering advanced slew drive solutions for the solar tracker industry, Kinematics has grown into the world's leading manufacturer of slew drives and worm reducers to the utility-scale solar tracker

markets – contributing to the installation of more than 33 gigawatts of renewable energy capacity to date.

A critical challenge for the solar industry is to maintain both efficiency and reliability when extreme weather events occur. Industrial and environmental conditions can apply extreme torque in seconds. To address this challenge, Kinematics' design labs have successfully integrated clutch technology – intended to slip when the torque exceeds the “normal” operating range of the equipment – to its slew drives. The ability to efficiently manage these impulse forces within the system capacity, before damage occurs, can deliver significant value in terms of equipment cost, maintenance, uptime, and safety.

To further support the solar industry, Kinematics is also actively incorporating “smart drive” technology with sensors that continuously report essential drive conditions to the cloud accelerating the capture of data giving Kinematics' product designers quicker insights into field performance for further improvements in system performance and reliability.

SMART DESIGN FOR DURABILITY AND VERSATILE APPLICATIONS

Kinematics' design philosophy is centered on technically understanding the application environments where its products are deployed, and coupling this understanding with continuous improvement fed by collected field and laboratory data. Based on its field durability data and Highly Accelerated Life Testing (referred to as “HALT”) results, Kinematics now provides its customers with a 30-year assurance program.

With over 60 patents to date, Kinematics' unique technology is also able to support construction cranes, industrial automation and now the next generation of phones – using torque and slew drive technologies to accurately enable satellite receivers to complete the link between phone users.

DELIVERING WIND ENERGY AT SCALE

TPI Composites (NASDAQ: TPIC), is a leading wind blade manufacturer and the only independent manufacturer of composite wind blades with a global footprint. In 2016, TPI Composites successfully completed the largest pure-play wind equipment initial public offering in U.S. capital market's history.

Contributing to approximately 13% of the global onshore wind energy market, TPI Composites has manufactured over 65,000 wind blades since 2001.



In 2020, TPI Composites reached a record high of more than 10,600 wind blades produced. TPI Composites continues to expand its partnerships with industry-leading wind turbine OEMs, including Vestas, GE, Siemens Gamesa, Nordex, and ENERCON.

CARBON NEUTRALITY AND LONG-TERM ESG GOALS TO SUPPORT GROWTH

TPI Composites is committed to the decarbonization of the electric sector and electrification of the vehicle fleet globally and continues to improve its own ESG practices and develop long-term ESG goals.

TPI Composites' ESG program is propelled by a highly impactful, top-line metric to avoid millions of metric tons in greenhouse gas emissions from entering the atmosphere. The wind blades manufactured in 2020 have the potential to eliminate 392 million metric tons of greenhouse gas emissions over their average 20-year lifespan. Concurrently, TPI Composites continued to reduce its recordable incident rate and lost time incident rate both significantly below the U.S. Bureau of Labor Statistics industry rates in 2019 and 2020. In 2020, TPI Composites' employees also contributed over 14,000 hours of volunteered time to serve their communities despite the challenges of the pandemic including lockdowns and restrictions at most locations, and many of its facilities donated PPE and other supplies to hospitals and front-line workers.

TPI Composites recently released its second annual sustainability report, which covers 2020 performance and achievements, alignment with the GRI and SASB standards and UN 2030 Sustainable Development Goals, and its commitment to long-term ESG goals – including promoting a zero-harm culture focused on eliminating unsafe behaviors, improving its overall representation of traditionally underrepresented groups, and becoming carbon neutral by 2030 with 100% of its energy coming from renewable resources.

COMPOSITE SOLUTIONS TO ELECTRIFY TRANSPORT

TPI Composites' solutions are also well-suited for clean transportation applications because of the benefits associated from weight reduction, which extends the battery range for electric vehicles. Other benefits include corrosion resistance, strength, durability, the ability to scale production with lower upfront production investment and lower total cost of ownership for end users. In 2020, TPI Composites continued to develop innovative composite solutions for vehicles across passenger automotive, bus, truck and delivery vehicles.

ENERGY AND RESOURCE EFFICIENCY

Energy production and consumption is currently the largest source of global greenhouse gas emissions. The pressures of climate change and economic growth also place constraints on the Earth's natural resources – from minerals to fossil fuels.

Angeleno Group actively invests in energy efficiency technologies that reduce rates of household, commercial and industrial energy loss and consumption. We also invest in companies that identify compelling and profitable ways to enhance resource efficiency in commercial and industrial applications.

GAME CHANGING USE OF ARTIFICIAL INTELLIGENCE FOR RENEWABLE ENERGY

As the energy industry continues to utilize more variable renewable energy sources, maintaining accurate forecasts of power generation and net load are becoming essential to ensuring system reliability while also reducing greenhouse gas emissions. The use of artificial intelligence (AI) is providing better prediction capabilities to improve demand forecasting and asset management; and enabling the creation of “virtual power plants” that facilitate the transition toward increased use of renewable energy.



Stem provides solutions that address the challenges of today's dynamic energy market. By combining advanced energy storage solutions with Athena™, a leading artificial intelligence (AI)-powered analytics platform, Stem enables customers and partners to optimize energy use by automatically switching between battery power, onsite generation and grid power. Athena™ also enables frequency regulation so that an energy storage system can be charged or discharged to alleviate demands on the grid. Referred to as “peak shaving”, grid demand can be reduced – providing the opportunity to sell power into the wholesale market.

A MILESTONE TRANSACTION TO PROPEL GROWTH IN ENERGY STORAGE MARKETS

Today, Stem operates the world's largest energy storage network. Currently, over 900 systems are operating or contracted with Stem's proprietary Athena™ software platform in more than 200 cities – representing approximately one gigawatt hour of storage capacity.

In 2020, Stem announced plans to become publicly traded on the New York Stock Exchange, following its combination with Star Peak Energy Transition Corp. (NYSE: STPK), a special purpose acquisition company or “SPAC”. Upon the closing of the transaction, the combined company will be named Stem and trade on the New York Stock Exchange under the new ticker symbol “STEM.”

The transaction will make Stem the first pure play smart energy storage company to go public and will provide further growth capital so that Stem can expand its leadership position within the global energy storage market, which is expected to grow 25-fold by 2030.

As a public company, Stem finds itself well positioned to support the widespread, systemic shift towards cloud-coordinated, local energy resources as an alternative to the traditional model for power supply, which relies on large-scale generation and long-distance transmission.

PROTECTING GRID RELIABILITY

Stem's approach to energy storage enables new strategies for resilience, allowing businesses to operate as self-sufficient microgrids should power fail in the wake of a disaster or during planned outages. Advanced storage solutions are also vital in ensuring access to basic necessities and manufacturing operations. For example, the grocery stores and distribution facilities that safeguard our food supply cannot afford to let food spoil because of power outages to refrigerators or freezers.

In 2020, grid reliability became critical in California as the state faced an intense heatwave and was ravaged by wildfires. As California began to order rolling blackouts, Stem was able to immediately deliver 50 megawatts — enough to power 20,000 homes — from batteries it had installed at businesses, local governments and other customers. At the time, Stem could have delivered exponentially more megawatts but its ability to contribute more to support grid reliability in California was limited by regulations. However, in 2020, federal courts affirmed and resolved jurisdictional questions for the Federal Energy Regulatory Commission's Order 841, which eliminates barriers for distributed energy storage systems to participate in wholesale energy markets.

PARTNERSHIPS BEHIND AND IN FRONT OF THE METER

Stem offers full support for solar partners interested in adding storage to standalone, community or commercial solar projects – both “behind” and “in front” of the meter. In 2020, Stem launched its first “solar + storage” independent power producer site, which is part of its portfolio of large-scale solar + storage projects that Stem is operating in partnership with Syncarpha Capital, LLC in Massachusetts. Stem is also constructing and operating a portfolio of 36 behind-the-meter energy storage systems in California, as part of its partnership with Greenbacker Renewable Energy Company LLC. Stem was awarded an exclusive contract to provide its Athena™ software for managing a portfolio of storage assets comprising 345 MWh with 25 customers, owned in partnership by SK E&S and SUSI Partners. Additionally, Stem entered into a joint venture with Copec that will bring Stem's technologies to South America.

In 2020, Stem launched its new Stem Partner Program to develop a network for solar developers, distributors, and their solar + storage developments. In connection with this effort, it also announced the launch of Stem University, an online certification program that provides required educational tools for the solar companies in the Stem Partner Program to gain experience in storage for success across the entire energy lifecycle.

A CIRCULAR, RESOURCE EFFICIENT APPROACH TO BATTERY SOLUTIONS

An alternative to traditional lead-acid and lithium-ion batteries, **ZincFive's** nickel-zinc batteries offer a longer operating life, a smaller environmental footprint and a wider operating temperature range. With over 100 patents awarded to date, ZincFive's batteries are more energy efficient and fully recyclable at end-of-life.

These attributes help to ensure that backup power is always available for traffic signals and critical infrastructure. ZincFive's battery solutions are now deployed across mission critical applications for transportation systems, data centers, the automotive industry and emergency responders. Currently, more than 150 transportation departments in the United States and Canada depend on ZincFive's safe, uninterruptible power solutions. In 2020, Zinc Five's nickel-zinc technology was found to avoid six times more greenhouse gas emissions than lithium-ion batteries, and received a score of 9.4 out of 10 on positive environmental impacts in the Boundless Impact Research and Analytics' Climate Impact Profile.

INNOVATIVE, AFFORDABLE FINANCING FOR RESIDENTIAL MARKETS

In 2020, **Renew Financial**, a specialty finance technology company continued to deliver value through Property Assessed Clean Energy (PACE) programs in the U.S. These programs play a critical role in enabling homeowners to upgrade their homes with energy efficiency, renewable energy and water efficiency enhancements.



PACE financing – invented by Renew Financial – has been named by Scientific American as one of the "top 20 ideas that can change the world". PACE programs allow property owners to finance costs of renewable energy, safety, and energy efficient home improvements at a fixed interest rate with flexible payment terms. PACE financing has helped more than 200,000 homeowners invest more than \$5 billion in projects in states where PACE is available, including Renew Financial's service areas in California and Florida. Additional states have expressed interest in implementing PACE programs. In 2020, Renew Financial announced the sale of \$160 million of residential PACE assets to Amalgamated Bank, known as America's socially responsible bank.

Renew Financial customers have avoided over 1.4 million metric tons of greenhouse gas emissions and saved approximately two billion gallons of water. Renew Financial's financing programs have also created approximately 15,000 green jobs and new revenue streams in local communities. In California alone, Renew Financial has invested approximately \$420 million over the past decade to empower homeowners to add on-site solar systems.

SUPPORTING CLIMATE RESILIENCE IN FLORIDA

Every year, Florida homeowners are challenged by hurricanes and storms. In the years to come, extreme weather events are expected to become more severe.

Anticipating this challenge, Renew Financial has invested more than \$100 million in Florida over the past three years to finance projects to make homes safer, more efficient and more resilient. Financed resiliency projects include those to install wind-resilient roofs, roof-to-wall reinforcements, and hurricane impact windows and doors. These resiliency measures enable homeowners to better protect their families and have the potential to avoid millions of dollars in property damage for homeowners and insurers.

Renew Financial also continues to support disaster relief in Florida by providing millions of additional dollars in zero-cost working capital to help contractors respond to the needs of those affected by Hurricane Irma and other recent extreme weather events.



WATER

According to the World Resources Institute, more than one billion people currently live in water-scarce regions, and as many as 3.5 billion people could experience water scarcity by 2025. Equally concerning, pollution also threatens the health of freshwater and coastal aquatic ecosystems, which are critical for food production, sanitation and the survival of communities around the world.

Angeleno Group actively invests in companies with innovative solutions that protect both the quality and quantity of clean water supplies in remote and urban locations around the world.

DEPLOYING HOLISTIC, MODULAR WATER SOLUTIONS

Newterra is a leading manufacturer of advanced, decentralized water, wastewater and groundwater treatment technology solutions to the municipal, industrial and environmental remediation sectors. Newterra's treatment systems currently protect watersheds in some of the most remote regions of the planet, enduring the freezing temperatures of Canada's arctic, the intense heat of Zambia, and high-altitude sites in Chile. Newterra's systems are built to be tough enough to endure the realities of harsh environments, and also feature smart technologies for remote monitoring and operation by Newterra's service team.

In recent years, Newterra has expanded its product line to include a full suite of advanced clean water solutions, which include advanced water and stormwater treatment, membrane modules, groundwater remediation and fabrication for natural resources focused industries. Notably, Newterra is able to treat water sources contaminated with polyfluoroalkyl substances (PFAS), trace metals and hydrocarbons which have been identified to have potential links with numerous health conditions, including bone health deterioration, diabetes, and certain types of cancer.

LEADING THE CHARGE TO PROTECT AND REMEDIATE WATERWAYS



Patriot Environmental Services ("Patriot") is a premier provider of comprehensive, vertically integrated environmental services, including emergency spill response, hazardous waste management and transportation, industrial cleaning, wastewater treatment and environmental remediation. Patriot offers full-service capabilities to transport and treat wastewater safely and cost-effectively and is currently in the process of expanding its wastewater processing capabilities.

In 2020, Patriot's National Response Services expanded to cover a wider range of offerings – including COVID-19 decontamination – with expert project management, coordination and administration for projects of all sizes and in any location. In two years, Patriot's National Response Services team has completed over 1,000 projects across nearly 900 locations.

AN ESSENTIAL FIRST RESPONDER TO CUSTOMERS DURING COVID-19

At the onset of the pandemic, Patriot launched COVID-19 emergency response, decontamination and remediation services for customers. Using its knowledge and experience in keeping people safe, Patriot was able to disinfect virus infected sites, help manage hazardous waste streams, and provide emergency active case decontamination and remediation and virus protection services for customers.

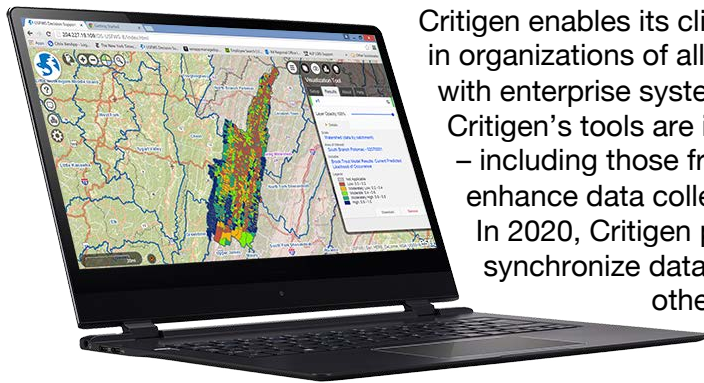
SMART CITIES

Today, more than one-half of the world's population now live in urbanized areas. As cities become more multi-modal and the movement of people, goods and data become more connected, opportunities exist for cities to become “smarter” – using insights from real-time data to manage resources efficiently and improve the quality of life for its citizens.

Simultaneously, the advancement of smart cities will be critical to address climate risks. As electrification increases our reliance on grids, it will be necessary to increase grid resilience and security. Additionally, sustainable mobility is central to make cities smarter, safer, less congested and polluted, and more vibrant.

SPATIAL VISUALIZATION AND MAPPING OF GEO-DATA

Critigen is a geospatial company that uses mapping technology in support of sustainable social and economic development around the world serving governments – including utilities, corporations and non-profit organizations to improve decision making, maximize efficiencies and support critical infrastructure.



Critigen enables its clients to make spatial technologies work in organizations of all sizes, integrating spatial technologies with enterprise systems – creating “geoenablement”.

Critigen’s tools are integrated with enterprise data sources – including those from Critigen partners Esri and SAP – to enhance data collection, analysis, and decision making.

In 2020, Critigen partnered with GeoNexus to synchronize data between Esri and SAP, as well as other enterprise systems.

Critigen’s mobile applications also help workers in the field increase system performance, reduce costs and protect community safety. Critigen’s mobile application capabilities include offline access, which is critical for field technicians that are handling emergencies and/or working in areas with limited internet or cellular connectivity.

APPLYING OPEN DATA MAPPING TO ADVANCE SUSTAINABLE DEVELOPMENT

In 2020, Critigen began to collaborate with YouthMappers, a growing network composed of student-led chapters from more than 200 campuses in more than 50 countries who create and apply open geospatial data to global humanitarian and development challenges.

Building on each organizations’ active participation in the OpenStreetMap (OSM) community, Critigen and YouthMappers have agreed to a shared common vision to communicate, coordinate, and cooperate to enhance the use and creation of open geospatial data and technology.

Critigen will serve as a Technical Advisor on the YouthMappers Steering Committee, and will continue to identify projects and professional opportunities to equip YouthMappers students with the skills and experience needed to enter the geospatial workforce and create more resilient communities.

BIG DATA ANALYTICS FOR REAL-TIME, MISSION-CRITICAL MONITORING

Comprised of modular building blocks, **mPrest**'s unique software technology gathers data from millions of sensors and subsystems, applies big data analytics utilizing its AI algorithms, and enables cross-discipline correlations in real-time. Leveraging its experience in real-time mission-critical command and control software, mPrest has developed the leading distributed asset orchestration and optimization software. mPrest's micro-services based, real-time orchestration and optimization platform brings the power of AI and IoT to the digital transformation of various industries including utilities, smart and safe cities, critical infrastructure protection, connected cars and smart agriculture.

HELPING UTILITIES ADDRESS UNPREDICTABLE DEMAND DURING COVID-19

At the onset of the pandemic, utilities were challenged by unpredicted loading patterns and usage behavior. mPrest's technology was able to help utilities dynamically respond with grid edge control, while simultaneously limiting face-to-face contact between employees.

mPrest's partnership with utilities across the globe to provide real-time situational awareness supports a wide variety of use cases, including the COVID-19 pandemic. mPrest has developed the world's first cloud-based, production DERMS – short for Distributed Energy Resources Management Systems – and its “system of systems” orchestration platforms.

mPrest's intelligent grid “system of systems” applications directly address evolving energy challenges – including rapidly decentralizing networks, sharp changes in energy demand, extreme weather events and cybersecurity threats. Distributed energy resources are a new reality for utilities. They include physical assets, including those for generation, storage and electric vehicles — in addition to virtual assets, such as virtual power plants. Frequently, these distributed energy resources are not owned by the utilities – making orchestration across these connected systems even more critical.

LOCAL INSIGHTS TO ENABLE GLOBAL SUSTAINABLE MOBILITY



INRIX is a world leading developer of connected car services and transportation analytics that is committed to making mobility smarter, safer, and more efficient. Annually, traffic congestion results in billions of dollars in avoidable costs and contributes to poor air quality and greenhouse gas emissions.

In collaboration with the Center for Advanced Transportation Technology, INRIX has launched a suite of sophisticated tools

and data – entitled INRIX Analytics – to help transport agencies proactively manage congestion and improve safety across road networks. INRIX Analytics integrates anonymous data from diverse datasets enabling insights around trips, volumes and commute patterns. INRIX also launched INRIX IQ, a new software-as-a-service (SaaS) application suite to help organizations gain deep location-based insights including those related to roadway performance, travel trends, and data on road rules, parking capacity and accidents.

CUSTOMER APPLICATIONS FOR CONNECTED VEHICLES

In 2020, INRIX partnered with HERE Parking – a global connected vehicle service – to leverage INRIX's dynamic parking data that covers over 20,000 cities around the world. INRIX's data will also be used in Ford Motor Company's new SYNC 4 connected vehicle navigation systems, starting with its all-electric Mustang Mach-E, Bronco 4x4 and all-new F-150 models.

SUSTAINABLE FORESTRY

The world's forests are critical to climate regulation and rich in biodiversity and ecosystem services necessary to support health and prosperity. The World Wildlife Fund estimates that forest area the size of nearly 30 soccer fields is lost every minute. Halting the loss and degradation of these natural systems and promoting their restoration have the potential to contribute over one-third of the total climate change mitigation that scientists believe is required by 2030.

New models are emerging that help to remove carbon from the atmosphere, while also supporting local economies. Major shifts in demand-supply dynamics, sustainability considerations and investment are all reshaping the forestry sector and enabling the scalability of a compelling new impact investing asset class.

FINANCIAL, ENVIRONMENTAL AND SOCIAL RETURNS FROM CONSERVATION



New Forests is an international sustainable real assets investment manager offering leading-edge strategies in responsible forestry, land management, and conservation of resources. New Forests manages investments based on a view that future value encompasses both production and conservation. Its investment strategy is to manage forests to optimize revenues from a combination of timber harvest and carbon-offset sales.

New Forests for over 15 years has been providing institutional investors targeted opportunities in the Asia-Pacific region and the U.S., with more than AUD 5.7 billion in assets under management globally.

In 2020, New Forests announced the conversion of its flagship forestry fund launched in 2010, the Australia New Zealand Forest Fund (ANZFF), to a long-term mandate enabling investors to hold high-quality forestry and forestry-related assets for the long-term. The ANZFF estate includes approximately 283,000 gross hectares of land area and provides nearly 1,500 jobs.

In 2020, New Forests also realized more than 7.5 million tons of forest carbon credits in the United States, the majority of which came from projects in partnership with Native Alaskan corporations.

A TRIPLE BOTTOM LINE MANAGEMENT APPROACH

New Forests has developed a Sustainable Landscape Investment framework to monitor six economic, environmental and social criteria: (1) Productivity, (2) Land Use Planning, (3) Ecosystem Services, (4) Shared Prosperity, (5) Risk Management and (6) Governance. Specific topics covered within these criteria include biodiversity, water, recreation and cultural use, community development, employment and livelihoods, and health and safety.

New Forests is also a Certified B Corporation®, a member of the World Business Council for Sustainable Development, and continues to receive an “A+” rating in its UN Principles for Responsible Investment assessment report.

ACTION PLAN TO BECOME A CLIMATE NEUTRAL BUSINESS

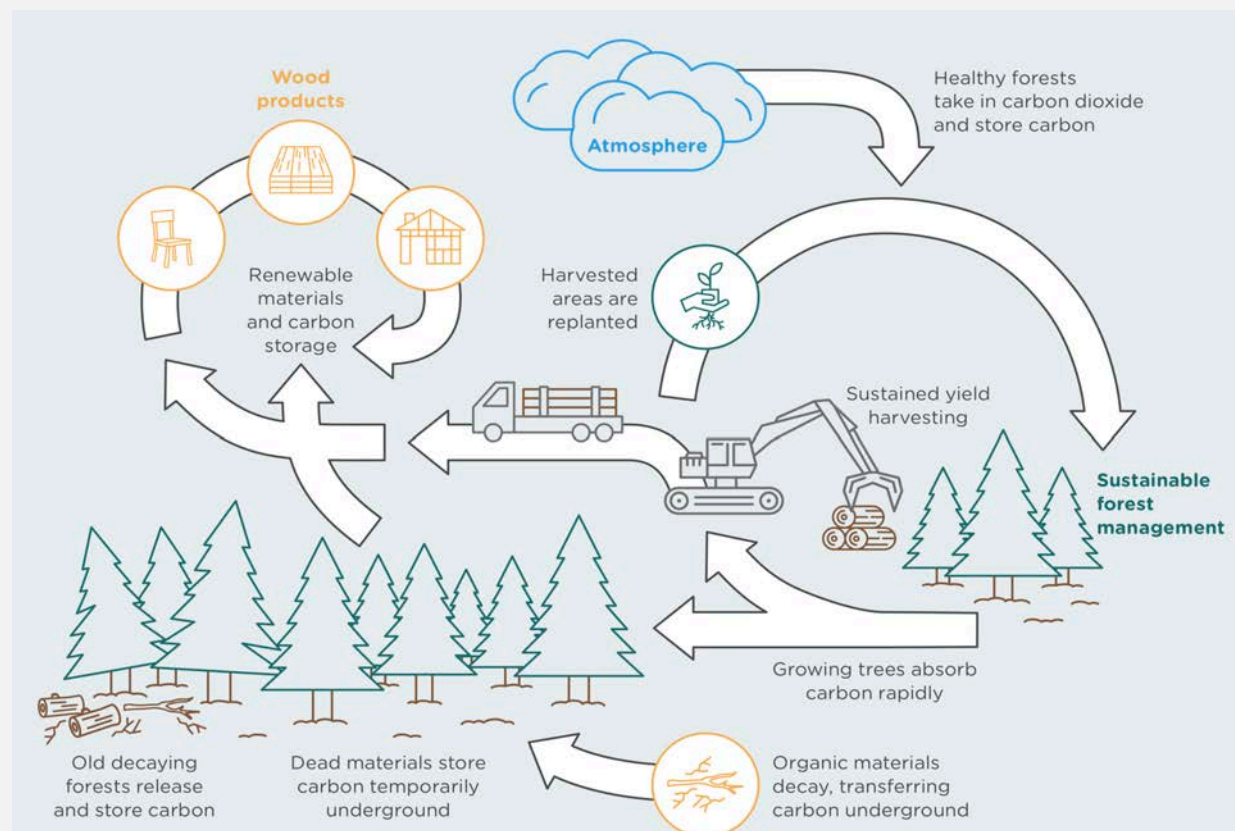
In 2020, **New Forests** released its first Climate Disclosure Report, which implemented the Task Force for Climate-related Financial Disclosures' recommendations. In the Report, New Forests announced an ambitious Climate Action Plan that combines the company's advocacy for forestry-based climate solutions with the development of robust greenhouse gas accounting methods to support a science-based target for its investment portfolio.

Three powerful commitments underscore New Forests' Climate Action Plan: (1) New Forests will be a climate neutral business, (2) New Forests will work collaboratively to ensure that forestry is recognized as a climate solution, and (3) New Forests will demonstrate investable pathways to transition the forestry sector from a net greenhouse gas emission source to a source of net carbon removals.

As New Forests embarks on its Climate Action Plan, the company acknowledges the challenges that will need to be addressed – specifically related to the shifting of the sector's historical emissions profile from 24% of global emissions (for forestry and land use combined) to one where forestry and land use instead contribute 30% or more of all climate mitigation by 2030. Other challenges relate to accounting methods to accurately capture the role of carbon removals by forests and carbon storage in durable wood products.

A CIRCULAR APPROACH TO FORESTRY

New Forests' circular approach to forestry management utilizes carbon sequestration and storage and life-cycle systemic planning in support of its carbon neutrality goal.



As trees are harvested, replanting and growth of young stands creates a carbon balance across the forest. Harvested wood materials also retain carbon. Other materials, such as paper products, can be recycled as part of the circular bio-economy.

DIVERSITY, EQUITY AND INCLUSION

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We believe that advancing diversity, equity and inclusion is a powerful accelerator to achieving financial success and enabling each of our portfolio companies to achieve their respective missions. Angeleno Group's goal is to partner with and support our portfolio companies as they focus on increasing diversity, equity and inclusion in all forms.

OUR DIVERSITY AND INCLUSION PLEDGE

Recognizing the need to sharpen our focus and deepen our impact, we enacted the Angeleno Group Diversity and Inclusion Pledge in 2018. Signed by every member of our team, the pledge is intended to reinforce a coordinated commitment among Angeleno Group's partners, officers and staff to increase equity for all, including women, Blacks, Latinos, Asians, Native Americans, LGBTQ+, disabled and veteran Americans.

We pledge to continue making our workplace a trusting place to have complex and difficult conversations about diversity and inclusion; to bring awareness to unconscious biases; and to share both best and unsuccessful practices along the way. In 2020, 100% of our partners and staff completed training on diversity and inclusion, unconscious bias and microaggressions in the workplace. All partners and managers also completed an additional training module on the prevention of discrimination and harassment.

INCREASING REPRESENTATION OF WOMEN ON BOARDS

Within our sphere of influence, Angeleno Group actively encourages our portfolio companies to increase the representation of women on their Boards of Directors. In 2020, we supported the additions of five women to board roles – three to the Board of Directors of public portfolio companies and two as new members of our Board of Advisors.

Stem announced the new members of its Board of Directors, effective following its merger with Star Peak Energy Transition Corp. (NYSE: STPK), a publicly traded special purpose acquisition company. Three of the eight Directors are women. One of the women directors – Dr. Laura Tyson – is a member of Angeleno Group's Board of Advisors. Dr. Tyson was the first woman to serve in the position of Chair of the President's Council of Economic Advisors, and also served as Director of the White House National Economic Council under the Clinton administration. She is a Distinguished Professor of the Graduate School and Professor Emeritus at the Haas School of Business at the University of California, Berkeley and is currently serving as a director of the CBRE Group, Inc., Lexmark International, Inc., Apex Swiss Holdings, SARL and the SASB Foundation.

TPI Composites selected Linda Hudson – also a member of Angeleno Group's Board of Advisors – to serve on its Board of Directors. Ms. Hudson is the former President and Chief Executive Officer of BAE Systems, Inc., a U.S.-based global defense, aerospace, and security company. She is the first woman to be the head of a company that is a major contractor with the Pentagon and has been cited as one of Fortune Magazine's 50 Most Powerful Women in Business four times. Ms. Hudson is also currently serving as a director of Bank of America and Trane Technologies (formerly Ingersoll Rand).

The appointment of Ms. Hudson supports TPI Composites' ongoing initiatives to enhance its Board's skill set and diversity, and its public, long-term ESG goal to achieve 33% women and 33% racially and ethnically diverse persons on its Board of Directors by 2023.

RESPONDING TO THE CALL TO ADDRESS SYSTEMIC INEQUALITIES



The leadership at Angeleno Group portfolio companies – including **Critigen**, **Renew Financial Stem** and **TPI Composites** – quickly responded in the aftermath of the public outrage and movement to address systemic racial inequalities following the death of George Floyd in 2020.

In public statements and internal communications with employees, common themes expressed from leadership at our portfolio companies are the importance of listening and the need to do more and make long-term, authentic commitments to advance diversity, equity and inclusion.

Critical foundational steps that portfolio companies are undertaking include the development of Diversity and Inclusion Committees with executive sponsorship,

the expansion of employee resource groups and deployment of employee-wide training programs.

ADVANCING ENERGY EQUITY AND ENVIRONMENTAL JUSTICE

Stem is focused on how energy storage can alleviate issues related to energy equity and environmental justice – by bringing the benefits of energy storage and access to uninterrupted electricity to under-resourced schools, hospitals, housing, religious centers and other community spaces. Stem is working to advance energy equity through public policy engagement and compelling projects that support historically disadvantaged populations.

As part of California’s Self-Generation Incentive Program, Stem and its sales partners have been selected to deploy more than \$35 million in new energy storage projects to support disadvantaged and low-income communities throughout California. Beneficiaries will include educational institutions, nonprofits and small businesses.

Renew Financial’s innovative low-cost, upfront financing solution supports homeowners that traditionally may have greater difficulty accessing affordable financing. This financing can be used to protect homeowners – including those in disadvantaged or under-served communities – from unexpected costs and risks associated with extreme weather events.

500 WOMEN SCIENTISTS

In 2020, **Critigen** deepened its partnership with the non-profit organization 500 Women Scientists – which is dedicated to making science open, inclusive and accessible.

Critigen has worked closely with the 500 Women Scientists’ team to design, build and release a new system that can not only handle the more than 20,000 women who use the system, but also one that offers a secure and safe environment for women to communicate and collaborate around the world.

The next phase of the work is focused on creating “pods” that serve as virtual mini-communities to enhance connections, provide mentorship and promote women in science.

ESG AT ANGELENO GROUP

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We are guided by our Responsible and Sustainable Investing Policy, which extends to both pre-investment and post-investment considerations, and is applicable to our firm's fundamental strategies to achieve differentiated returns:

Firm Strategies	Our Approach and Application
Deal Sourcing and Selection	ESG risks and competencies are considered within our deal sourcing and selection processes.
Disciplined Portfolio Management	ESG management principles are encouraged in alignment with our commitment to disciplined portfolio management throughout the holding period of our investments.
Value Creation in Our Portfolio Companies	Value creation efforts consider the role of ESG practices within portfolio companies in creating value and accelerating sustainable growth.

FOCUSING ON EMERGING ESG TOPICS ACROSS THE VALUE CHAIN

Our Responsible and Sustainable Investing Program aims to be adaptive and responsive to emerging ESG topics. Climate risk management, cybersecurity and equity – based on gender and race – are examples of some of the emerging ESG topics that we emphasize through portfolio company engagement.

As part of our approach to Responsible and Sustainable Investing, we also emphasize the management of value chain risks and opportunities. Supply chain risks, such as those related to non-adherence with the UN Guiding Principles on Human Rights and International Labor Organization conventions, are emphasized. As such, we assess portfolio companies' current practices. Within the sphere of our influence, we also promote the benefits of practices, such as establishing Supplier Codes of Conduct and engaging in supplier audits.

GOVERNANCE OF RESPONSIBLE AND SUSTAINABLE INVESTING

The governance of our Responsible and Sustainable Investing Policy and Program emphasizes accountability, engagement and formal review. Angeleno Group's ESG Committee has the highest level of direct responsibility for oversight and management of our Responsible and Sustainable Investing Policy and Program. The ESG Committee is comprised of one of Angeleno Group's Managing Partners, our Chief Operating Officer and our Vice President of Finance and Sustainability. The ESG Committee is chaired by our Vice President of Finance and Sustainability.

The participation of Managing Partners on our ESG Committee enables direct line of sight and coordination on any relevant matters with Angeleno Group's Investment Committees.

On an annual basis, Angeleno Group's ESG Committee formally reviews our policy, incorporating stakeholder feedback. We also created a formal issues escalation mechanism wherein portfolio companies and firm employees should escalate ESG issues that present significant risks or opportunities to our Chief Operating Officer, Vice President of Finance and Sustainability and/or Managing Partners.

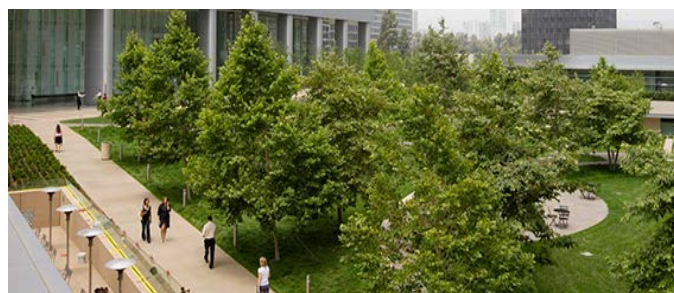
OUR CULTURE

As we engage with our current and prospective portfolio companies on responsibility and sustainability, we believe that it is important that we “walk the talk” and aspire to lead by example at Angeleno Group in the areas of environmental, social and governance.

ENVIRONMENTAL STEWARDSHIP

Our culture has organically grown to be one that is environmentally conscious, in alignment with the nature of our investments in clean energy and climate solutions technologies.

Our corporate headquarters are LEED® Gold certified. Our corporate headquarters were selected in part due to the building’s sustainable attributes, which include natural and LED lighting, low flow toilets, onsite recycling and 100% self-reliance for landscape irrigation. Angeleno Group has collaborated with our building’s management to optimize energy efficiency and utilize new technologies at our corporate headquarters.



We promote reuse and recycling within our offices and the use of all-electric or hybrid vehicles for commuting to work. Approximately 70% of our staff currently drive all-electric or hybrid vehicles, and electric vehicle charging stations are available on-site.

While working from home during the COVID-19 pandemic, members of Angeleno Group’s team used solar panel systems to efficiently power their home offices and electric vehicles.

CORPORATE CITIZENSHIP

Angeleno Group and its partners continue to support national and local organizations that align with our sector focus and support the communities where our firm and portfolio companies operate:

2020 Focus Areas	Organizations Supported by Angeleno Group
Climate and Ecosystem Protection	<ul style="list-style-type: none"> ▪ Natural Resources Defense Council ▪ UCLA Institute of the Environment and Sustainability ▪ World Resources Institute
Leadership Development	<ul style="list-style-type: none"> ▪ Coro Southern California ▪ Los Angeles Cleantech Incubator
COVID-19 Support, Disaster Relief and Public Health	<ul style="list-style-type: none"> ▪ American Cancer Society ▪ American Red Cross ▪ California Community Foundation ▪ Didi Hirsch Suicide Prevention Center ▪ Epilepsy Foundation ▪ Garces Foundation ▪ Los Angeles Regional Food Bank
Research and Policy	<ul style="list-style-type: none"> ▪ Pacific Council on International Policy

EMPLOYEE VOLUNTEERISM

Our employees have a proud history of actively volunteering in local communities. In recent years, our partners and staff have volunteered to help those in need at the Los Angeles Regional Food Bank; clean the coastline with Heal the Bay; mentor girls to help them fulfill their potential with Step Up; bring inspiration and enrichment to children through Reading to Kids; and improve lives and build community through Big Sunday.

In 2020, we continued our multi-year support for the Los Angeles Regional Food Bank, making donations that have provided approximately 5,000 meals for those in need. Over the past two years, our team's support through volunteerism and donations has provided more than 10,000 meals to local families in our community.

COMMUNITY AND STAFF SUPPORT DURING COVID-19

Like most organizations, Angeleno Group quickly adapted and adjusted to a new way of living, working and supporting communities during COVID-19.

The pandemic has underscored the service-oriented impulses of our team. Some of our staff have taken advantage of Angeleno Group's charitable contribution matching program to give to local non-profits providing relief for those most vulnerable and disproportionately affected by COVID-19. Others have volunteered more directly to help others, such as giving blood via the local Red Cross.

We also engaged in virtual volunteerism opportunities. Using Zoom, our Senior Analyst Irene Nicolae has been volunteering with Built by Girls – participating in mentoring sessions with high school and college girls as they prepare for college and to enter the workforce.

During COVID-19, our staff has continued to work full time, and in many cases, has increased its workload to be available and engaged with portfolio companies on a 24/7 basis – particularly at the onset of the pandemic. To maintain our sense of community, we have been organizing virtual team social events to commemorate team members' birthdays and other special occasions.

ESG-FOCUSED INVESTMENT SELECTIONS IN COMPANY RETIREMENT PLANS

Angeleno Group has ESG-focused investment selections incorporated into its retirement plan choices for participants. The objective of this option is to further institutionalize our commitment to ESG and identify opportunities to deepen our impact across all relevant investment activities.

ETHICS AND GOVERNANCE

To strengthen our longstanding commitment to strong ethics and governance, Angeleno Group has enacted an Investment Management Ethics Pledge for all partners, officers and staff. Angeleno Group's Ethics Pledge clearly outlines our obligations with regard to managing potential conflicts of interest, ensuring respect in the workplace and maintaining compliance with all laws.

We also recognize the power that our industry has to drive both private value creation and sustainable, positive societal transformation. As such, Angeleno Group's Ethics Pledge is designed to both reflect and further promote our firm's cultural strengths and ability to serve all stakeholders.

ANGELENO GROUP'S BOARD OF ADVISORS

Angeleno Group's Board of Advisors represents a group of highly distinguished industry leaders, sector scientists and former policymakers who provide insights on strategic issues, high-level business matters and bring to bear their professional experience and distinguished backgrounds relevant to our portfolio companies and initiatives.

RECENT ADDITIONS TO THE BOARD OF ADVISORS

In 2020, we expanded our Board of Advisors to include two new members: Ambassador Ertharin Cousin and The Honorable Janet Napolitano.

Ambassador Ertharin Cousin has previously served as the US Ambassador to the UN Agencies for Food and Agriculture, the Executive Director of the United Nations World Food Program, and as Executive Vice President and Chief Operating Officer of America's Second Harvest (now Feeding America). She has been included on the *Forbes* 100 Most Powerful Women List, on *Time's* 100 Most Influential People list, and as one of the 500 Most Powerful People on the Planet by *Foreign Policy* magazine. Ambassador Cousin is currently a member of the Bayer AG Supervisory Board and the Royale Dutch DSM Sustainability Advisory Board. Her nonprofit board memberships include the London-based Power of Nutrition and Heifer International.

The Honorable Janet Napolitano served as Secretary of Homeland Security in the Obama administration and is a former two-term Governor of Arizona, a former Attorney General of Arizona, and a former US Attorney for the District of Arizona. Currently, she is a Professor of Public Policy at the Goldman School of Public Policy at the University of California, Berkeley. She served as the twentieth president of the University of California, the nation's largest public research university with ten campuses, five medical centers, three affiliated national laboratories, and a statewide agriculture and natural resources program. Under her leadership, the university announced the Carbon Neutrality Initiative, which committed the University of California to achieving net zero greenhouse gases from its buildings and vehicle fleet by 2025.

2020 CEO AND INVESTOR SUMMIT ON CLEAN ENERGY AND CLIMATE SOLUTIONS

In 2020, Angeleno Group held a virtual event focused on the latest technology, business developments and growth capital opportunities in the clean energy and climate solutions sector with presentations by Angeleno Group partners, portfolio company CEOs and directors, and selected industry, scientific and policy leaders, along with providing an overview of key investment activity within the Angeleno Group funds, both private and public, as well as a review of the current investment landscape.

The event included a segment on Los Angeles as a laboratory and a leader in defining an agenda for the 21st century sustainable city with the City of Los Angeles' Mayor Eric Garcetti, who also serves as the Chairman of the C40 Cities Climate Leadership Group.

Topical presentations by Angeleno Group's Board of Advisors included:

- **Ambassador Ertharin Cousin**, addressing the nexus of agriculture, water, energy and new opportunities for technology and innovation;
- **Linda Hudson**, providing board-level insights and perspectives on corporate sustainability; and
- **The Honorable Janet Napolitano**, discussing the intersection of national security and climate security.

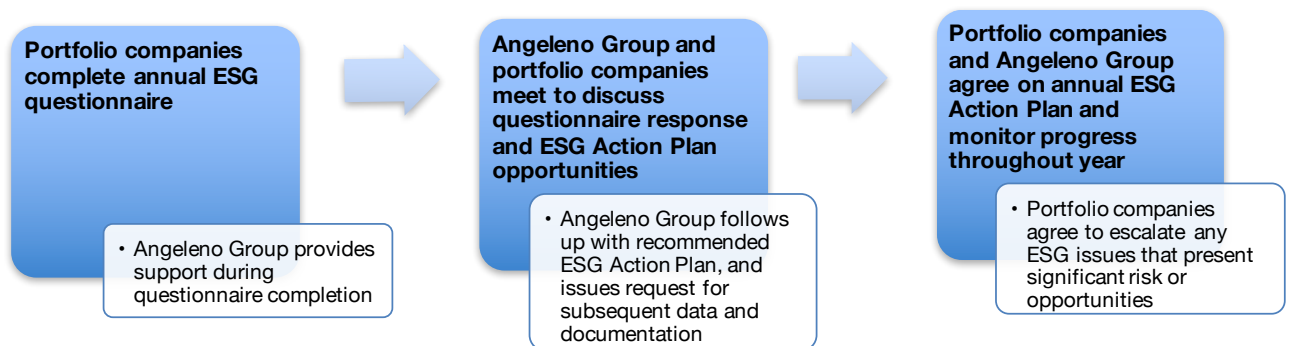
STAKEHOLDER ENGAGEMENT

Stakeholder engagement is central to Angeleno Group's Responsible and Sustainable Investing Program. We aim to create shared value through active and thoughtful engagement with portfolio companies, investors, employees, business community peers and universities.

PORTFOLIO COMPANY ENGAGEMENT

Pursuant to our Responsible and Sustainable Investing Policy, we engaged in an annual post-investment ESG engagement cycle with the portfolio companies that met the revenue, EBITDA and/or employee count guidelines of our policy. Because all portfolio companies complete a pre-investment ESG questionnaire prior to investment, post-investment engagement on ESG issues is informed by our pre-investment engagement activities.

In 2020, we completed our tenth year of post-investment portfolio company engagement on ESG issues. Over the past ten years, we have developed an effective process, which begins with the distribution of a tailored ESG questionnaire and culminates with the development of an ESG Action Plan:



In our first year of engagement with a portfolio company, we aim to (1) assess what ESG programs, policies and management systems are currently in place; (2) discuss the greatest ESG risks, opportunities and business drivers; and (3) provide the foundation for subsequent ESG engagement cycles. In the following years of engagement, we identify and refine key performance indicators with associated targets. These key performance indicators and targets are included in our portfolio companies' annual ESG Action Plans.

Integrating the Task Force for Climate-related Financial Disclosures

Established by the Financial Stability Board, the Task Force on Climate-related Financial Disclosures (TCFD) is a market-driven initiative that has developed a set of recommendations for voluntary and consistent climate-related financial risk disclosures.

In 2020, Angeleno Group continued to integrate the TCFD framework into its portfolio engagement process. In our post-investment ESG questionnaire, portfolio companies evaluate their degree of potential exposure to TCFD risk and opportunity categories over short-term, medium-term and long-term horizons. We then review their TCFD assessments and provide feedback on an annual basis.

Across our portfolio companies, our common theme is the prevalence of unique, compelling opportunities to support both climate change mitigation and adaptation.

INVESTOR ENGAGEMENT

Each year, we receive valued feedback from our investors, advisors and portfolio companies, which we review to help us evolve our ESG program and inform each year's upcoming engagement cycle. As a result of past investor engagement, we have identified and executed on the opportunity to develop formal ESG Action Plans with specific goals and targets to stimulate both short-term and long-term improvements.

INDUSTRY ENGAGEMENT

Angeleno Group's investment professionals, Board of Advisors and portfolio companies actively engage with industry to promote responsible investment, provide thought leadership and contribute to the development and deployment of solutions to critical sustainability and global environmental challenges.

Sustainability Accounting Standards Board (SASB)

Our Chief Operating Officer Bill Miller has served on the SASB's Industry Working Group for the Renewable Resources & Alternative Energy sector, providing guidance to assist public corporations to develop sustainability disclosure information for investors. Our Vice President of Finance and Sustainability Michelle Kincanon has also passed Level I of the Fundamentals of Sustainability Accounting Credential from SASB.

World Resources Institute (WRI)

Angeleno Group Managing Partner Daniel Weiss serves on the Board of Directors of the WRI, a leading organization – spanning more than 60 countries – that is focused on solving global challenges related to critical topics including climate, energy, food, forests, water and transport. Mr. Weiss is the co-chair of WRI's Global Leadership Council, a select group of leaders committed to helping WRI achieve its mission of moving human society to live in ways that protect the Earth's environment and its capacity to provide for the needs and aspirations of current and future generations.

Additional Engagement to Support Responsible Investing

Our Chief Operating Officer Bill Miller serves on the Southern California Private Equity/Venture Capital regional board of the Financial Executives Alliance (FEA). In 2020, he presented to the national FEA membership on creating shareholder value from ESG.

In 2020, Angeleno Group Managing Partner Daniel Weiss participated in a series of speaking engagements to support responsible investing – including a panel on impact investing for the VerdeXchange 2020 Conference; a roundtable with the Mayor of Los Angeles Eric Garcetti on investing in sustainable infrastructure as a vehicle for accelerating a post-pandemic green recovery; and an interview with Coro Los Angeles Fellows as part of their water and energy focus week.

In February 2020, Mr. Weiss participated in an open innovation forum on the future of the energy grid hosted by Edison International. Principal Anil Tammineedi participated in a follow up forum in June 2020 on reimagining the grid. The innovation forums supported Southern California Edison's Pathway 2045 vision, a blueprint to use 100% carbon-free electricity by 2045 to achieve the state's carbon neutrality goals, which are focused on decarbonizing electricity, and electrifying buildings and transport.

Mr. Weiss also co-authored two timely op-ed articles, which reflect on clean energy transition opportunities resulting from the COVID-19 pandemic and the commencement of the Biden administration. The first article – entitled "LA's time to lead a fair, strong and clean COVID-19

recovery” – was published in July 2020 by the International Business Times and co-authored with fellow WRI director Tammie Arnold. The second article – entitled “How Joe Biden can tap the private sector to accelerate transition to clean energy” – was published in December 2020 by CNBC and co-authored with Angeleno Group Board of Advisors member, Dr. Laura Tyson.

ACADEMIC ENGAGEMENT

We believe that academic institutions provide fertile ground for innovation and the productive exchange of ideas. Angeleno Group aims to help create shared value – focusing on advancing responsible investment in the city of Los Angeles where we are headquartered.

UCLA Institute of the Environment and Sustainability

Angeleno Group actively supports the UCLA Institute of the Environment and Sustainability (IoES), whose mission is to move science to action on the frontlines of environmental progress and is recognized for having pioneered a unique, hands-on approach to environmental research and practice.

Angeleno Group Managing Partner Daniel Weiss currently serves as co-chair on UCLA IoES’s Board of Advisors. Angeleno Group’s partners and staff also continue to actively participate in UCLA IoES events, which bring together students, technical experts and leaders to explore the business community’s role in advancing environmental solutions.

Additional Engagement with UCLA

We continue to support and participate in events across the UCLA campus. In 2020, Angeleno Group Principal Anil Tammineedi was a faculty advisor to UCLA Anderson School of Management Executive MBA students on their final leadership project applying tools from core curriculum to a real-world business challenge and launching their own business. Mr. Tammineedi was also a co-lecturer for a course at the UCLA Anderson School of Management, where students examined and explored case studies and strategies for technology entrepreneurship.

Mr. Tammineedi was a panelist at the 2020 Energy Innovation Conference hosted by the UCLA Anderson Energy Management Group. The Energy Management Group is the gateway to the world of energy, mobility and cleantech for students at UCLA Anderson. Mr. Tammineedi and Angeleno Group Principal Danny Jaffe also participated in the 2020 UCLA Anderson Energy Management Group Career Night.

USC Marshall School of Business

In 2020, Angeleno Group was featured for a second consecutive year as a case study for the “Investing in Impact Ventures” course within the Lloyd Greif Center for Entrepreneurial Studies at the USC Marshall School of Business. The “Investing in Impact Ventures” course examines the many meanings of “impact”, the methods of measuring that impact, and the interplay between investment and impact.

Angeleno Group Managing Partner Yaniv Tepper and Angeleno Group Operating Partner Thomas Zarrella virtually mentored approximately 75 USC Marshall School of Business students – walking through a case study on impact investing in solar, and providing real world perspectives on issues and critical success factors. Mr. Tepper and Angeleno Group’s Vice President of Finance and Sustainability Michelle Kincanon also advised students in this course as they presented their final project, in support of UN Sustainable Development Goal 12: Responsible Consumption and Production.

AFFILIATIONS TO SUPPORT ECONOMIC DEVELOPMENT

In the state of California where we are based, we aim to do more than just make financial contributions. We actively donate our time, talent and resources to support economic development and innovation.

California Community Foundation

Angeleno Group Managing Partner Daniel Weiss serves on the Board for the California Community Foundation, which has been entrusted with nearly \$1.8 billion in assets to advance its mission to lead positive systemic change that strengthens Los Angeles communities. He also serves on the California Community Foundation's Investment Committee.

Economic Advisory Council for Federal Reserve Bank of San Francisco

In 2020, Angeleno Group Managing Partner Daniel Weiss was appointed to serve on the Federal Reserve Bank of San Francisco's Economic Advisory Council.

Economic Advisory Council members provide observations, opinions, and advice to members of the Board of Directors and management of the Federal Reserve Bank of San Francisco on current and pending developments in the regional and national economies.

Los Angeles Cleantech Incubator (LACI)

Angeleno Group is a longtime supporter of LACI. Committed to working with regional stakeholders to create 600,000 green jobs by 2050, LACI is focused on creating an inclusive green economy by unlocking innovation through startups, transforming markets and enhancing communities.

The Los Angeles Cleantech Incubator has sharpened its focus to emphasize the following three priority areas: Zero Emissions Transportation, 100% Clean Energy and Smart, Sustainable Cities. The organization also maintains targeted goals to decrease greenhouse gas emissions and to improve air quality and social equity.

In 2020, Angeleno Group was a sponsor of LACI's fourth Annual Virtual Night at the Campus to support LACI's impactful programs for a future with an inclusive green economy. LACI's programs include supporting diverse entrepreneurs and small business owners in Los Angeles through its startup incubation and Founders Business Accelerator programs to increase their impact on the economy, communities, and the environment; and a groundbreaking workforce development initiative that trains underemployed and formerly incarcerated individuals to maintain and fix electric vehicle charging stations. In 2020, LACI also worked to produce tens of thousands of face shields for frontline medical workers during COVID-19.

Mexico-Los Angeles Commission (MEXLA)

Established by Mexico's Foreign Minister Marcelo Ebrard and the City of Los Angeles' Mayor Eric Garcetti, MEXLA is a commission comprised of residents from Los Angeles and Mexico who will work together to reinforce the already strong ties between the two regions.

Angeleno Group Managing Partner Daniel Weiss was appointed to serve on the MEXLA commission and to help advance shared priorities, including those related to climate and energy. MEXLA is the first commission of its kind, and creates a new avenue of collaboration between a city and a federal government.

PORTFOLIO MANAGEMENT

Our approach to Responsible and Sustainable Investing (RSI) supports and aligns with our values and our commitment to value creation and disciplined portfolio management. Our application of ESG considerations is intended to complement, without replacing, our firm's principles and associated investment strategies.

PRE-INVESTMENT DUE DILIGENCE

As part of our Responsible and Sustainable Investing Policy, Angeleno Group will analyze ESG risks, competencies and other relevant considerations as part of our due diligence prior to making an investment. As appropriate, we will also engage in dialogue with management on ESG considerations prior to making an investment.

We are stage-agnostic, and actively select companies that are innovative, well managed and positioned for high-growth. As such, some of our portfolio companies are early stage investments (e.g., fewer than 100 employees and/or not yet cash flow positive).

Stages	Approach
Early Stage Investments	Given the more limited nature of their financial and human resource capabilities, we consider the ability of their management teams to responsibly and successfully execute their strategy and the ability of their products, technologies and/or services to provide environmental benefits that serve marketplace needs.
Later Stage Investments	We consider a broader range of ESG issues.

To support our due diligence processes, we utilize a pre-investment questionnaire for prospective investments that highlights a set of prioritized ESG risks and opportunities.

POST-INVESTMENT SUPPORT AND COLLABORATION

In alignment with our firm's principles and its Responsible and Sustainable Investing Policy, we collaborate with and support our portfolio companies as they grow to encourage strong ESG management practices that are value-accretive.

To support portfolio companies, we also make available information on applicable ESG standards and best practices. We also provide access to subject matter experts within our firm and network.

Our engagement with portfolio companies occurs on an ongoing basis and culminates each year with our annual engagement and reporting process. We select portfolio companies for ESG engagement based on specific revenue, EBITDA and/or employee count milestones.

For portfolio companies that meet the specified milestones at the time of investment, we begin engagement during the annual cycle that follows the one-year anniversary of the date of the initial investment.

A TARGETED, ADAPTIVE APPROACH

Angeleno Group recognizes that each portfolio company will have a unique set of ESG risks and opportunities depending on its stage, sub-sector, business model, stakeholders, operating locations, supply chain, product and services life cycle, revenue, employee count, applicable regulations and other factors.

As such, we consider these differences when assessing and managing environmental, social and governance issues within our portfolio. However, as our portfolio companies grow in revenue and employee count, we typically find that a common set of ESG issues are of high materiality across our portfolio.

APPLYING A MATERIALITY-BASED LENS

When assessing material issues for our portfolio companies, we use the Global Reporting Initiative (GRI) Standards to conduct a materiality assessment during our first year of active ESG engagement with portfolio companies.

To inform how we engage with portfolio companies, we have prioritized the following ESG topics across our entire investment portfolio:

Environmental	Social	Governance
<ul style="list-style-type: none"> Product and Service Benefits Operational Efficiency Compliance and Responsible Practices 	<ul style="list-style-type: none"> Human Capital Development Diversity, Equity & Inclusion Health, Safety & Wellness Positive Community Impacts Supply Chain Responsibility Compliance and Responsible Practices 	<ul style="list-style-type: none"> Sustaining Growth Corporate Culture and Reputation Risk and Crisis Management Board Integrity Ethical Behavior Compliance and Responsible Practices

Mapping to the UN Sustainable Development Goals

The UN Sustainable Development Goals serve as an important guidepost for engagement on ESG issues. Through ESG engagement with portfolio companies, we collaborate to prioritize and illuminate the specific UN Sustainable Development Goals where each portfolio company is uniquely positioned to drive progress as they work to achieve their core business objectives.

DEVELOPING ESG ACTION PLANS

In 2020, we continued to partner with our portfolio companies to develop annual ESG Action Plans, which provide a structured framework for which we can measure progress on our portfolio companies' management of material ESG topics each year.

Our ESG Action Plans are focused on stimulating annual ESG improvements that will also strengthen the organization and support current objectives to grow and scale their businesses.

Each ESG Action Plan includes key performance indicators and targets, which we review during our annual engagement cycles. Angeleno Group's goal is to serve as a partner and to provide support and advice to our portfolio companies as they execute on their annual ESG Action Plans.

VISION FOR THE NEXT DECADE

As we look ahead to the second decade of Angeleno Group's Responsible and Sustainable Investing Program, we are committed to continuous evolution and broadening our impact. We will continue to leverage this Program in support of our primary goal to provide accretive returns to our investors from both prospective and current investments.

LEADERSHIP AND STRATEGIC INVESTMENTS

Angeleno Group maintains a dynamic pipeline of investment opportunities, sourced through our own bottom-up research, as well as our proprietary network of senior advisors and investors. Our focus in 2021 and onwards is to continue to drive value and create exits for our current investments.

We plan to continue to provide our investors and portfolio company management teams with deep sector experience with our team of experienced investment professionals and our active, distinguished Board of Advisors. Our advisory group is comprised of industry leaders, technology experts and regulatory officials, which include former senior leaders of the U.S. Congress and Executive Branch agencies. Additionally, we will continue to cultivate our extensive network of strategic limited partners which includes more than 25 former CEOs and board members from leading global energy and engineering companies including AECOM, AEP, Chevron, Edison, Exelon, Sempra and Shell.

VALUE CREATION, RISK MANAGEMENT AND ACTIVE ENGAGEMENT

As our Responsible and Sustainable Investing Program evolves, Angeleno Group remains focused on making continued improvements and achieving demonstrative outcomes to enhance existing value creation and risk management mechanisms within our portfolio.

We acknowledge that portfolio companies' approaches to ESG will need to be structurally, developmentally, and financially appropriate, particularly for early-stage investments. Angeleno Group is typically a minority participant in our portfolio companies, and our degree of influence that comes from serving on the boards of portfolio companies varies accordingly. Within our capacity as a minority participant, we will continue to engage with management and other co-investors on the board to proactively address ESG risks and opportunities.

In 2021, we plan to continue the collaboration with the portfolio companies that participated in our tenth engagement cycle – monitoring their progress and providing support as they execute on their ESG Action Plans.

EXPANDING OUR REACH AND SUPPORTING OUR INVESTMENT STRATEGIES

We aim to continue to engage our portfolio companies and employees through our Responsible and Sustainable Investing Program, Diversity and Inclusion Pledge and related activities. Additionally, we plan to further align our ESG activities to proactively respond to changing market conditions and support our three fundamental strategies for differentiated returns: (1) deal sourcing and selection, (2) disciplined portfolio management and (3) value creation in our portfolio companies.

We look forward to working collaboratively with our portfolio companies and investors to achieve greater prosperity for those we collectively serve.

INVITATION TO DIALOGUE

We believe that collaboration, active dialogue and engagement are important components of our approach to responsible and sustainable investing.

Angeleno Group encourages comments, feedback and questions on this Report, our Responsible and Sustainable Investing Program and environmental, social and governance topics related to our firm and its portfolio companies.

