

ESG REPORT TOESCA AGRI

August 2023

toesca.
asset management

Signatory of:
 **PRI** | Principles for
Responsible
Investment

Agenda

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01

LETTER FROM OUR CEO



Letter from our CEO

In a progressively challenging and demanding investment landscape, Toesca has undertaken the commitment to incorporate ESG principles into our core foundations. We are not only cognizant of investors' requisites in this realm but also of the significant impact stemming from decision-making on the assets where our investments materialize. This impact extends to climate, neighboring communities, and society as a whole.

Two years since the inception of our Agricultural Strategy and as we observe the initial outcomes and progression of our flagship asset, "Los Monos," we have diligently labored on an ESG report. This report encompasses data from the project's outset and follows its evolution as it establishes its plantations.

Agri Toesca's ESG strategy and report are structured around the most pertinent principles we have identified as a company, principles that empower us to generate a positive impact on our partners, collaborators engaged in each asset, and their families.

This endeavor has been encapsulated within a materiality matrix, defining priorities and assessments that will transmute measurements into tangible steps. In this manner, we endeavor to leave an indelible mark that genuinely mirrors our company's values.

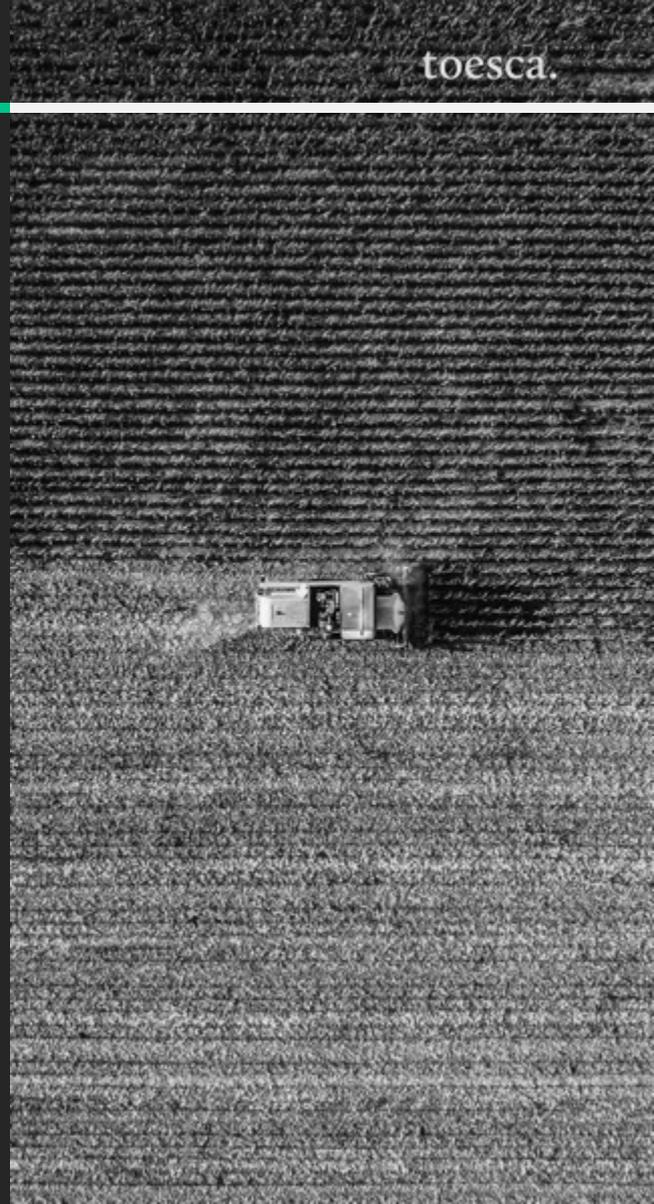
This is an ongoing and ever-evolving effort. This inaugural report signifies a milestone that solidifies our commitment to fortify and enhance our endeavors in this domain.

Yours sincerely,

Carlos Saieh L.
CEO, Toesca

02

ESG APPROACH



ESG Approach

Agriculture offers stable long-term investments with attractive returns and protection against inflationary pressures, among other benefits.

The industry presents significant challenges, such as the disposal of chemical waste and the proper care and management of soils, biodiversity, and impacts on rural communities. Additionally, optimal utilization of water resources must be ensured.

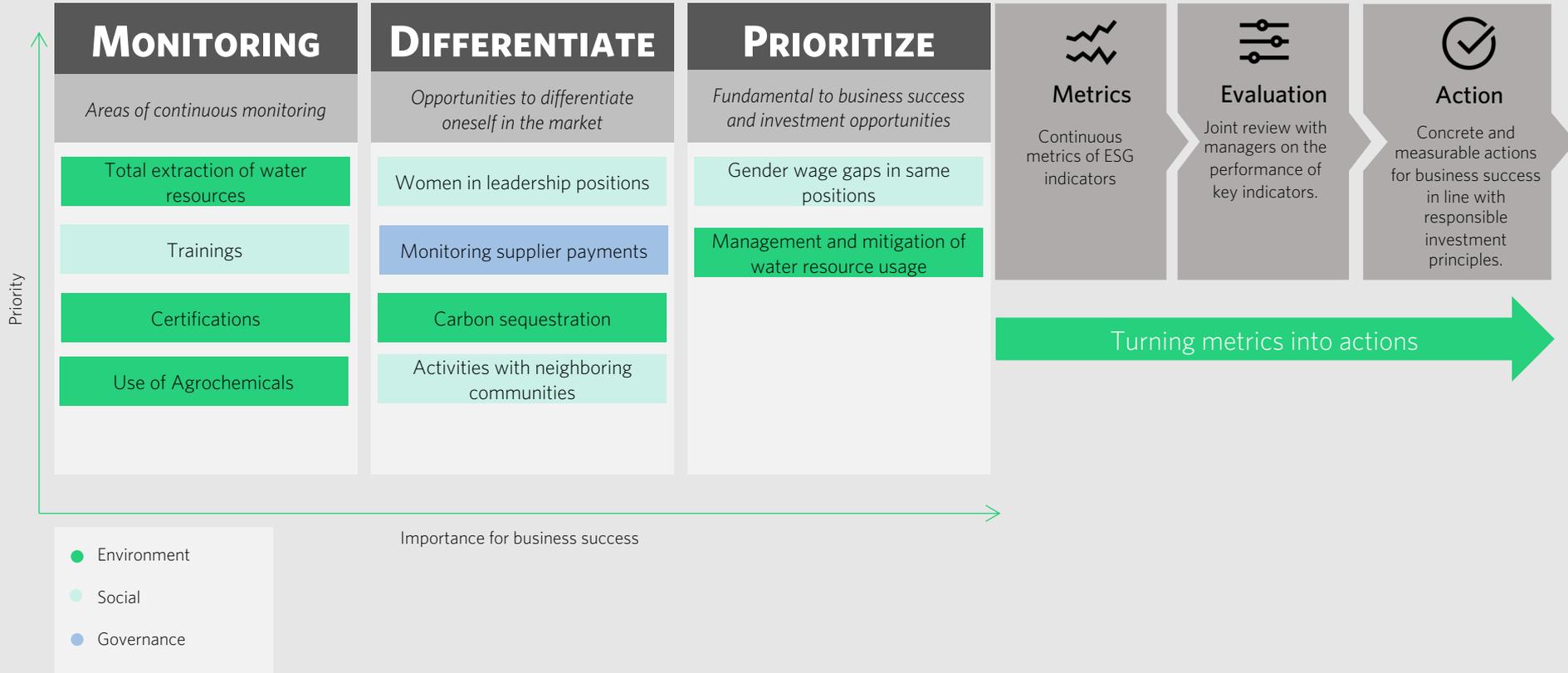
On the other hand, agriculture is highly reliant on human resources, making the social (S) component inherent in the day-to-day operations of this activity.

Furthermore, a decade after the declaration of the Sustainable Development Goals (SDGs), the importance of careful attention to food security, responsible land use, and sustainable agriculture is growing.

As a signatory of the PRI (Principles for Responsible Investment), Toesca evaluates its agricultural investments through the Responsible Investment Guidelines, ensuring compliance with ESG principles through a materiality priority matrix, with a specific emphasis on the SDGs, as well as the indicators proposed by the SASB.



Materiality Priority Matrix



SDG Contribution

Responsible Corporate Governance

Constant pursuit of creating better business environments and sustainable development.



Environmental Impact

Practices that consistently enhance the quality of the environment and are mindful of their impact.



Community Impact

Impact on communities near agricultural projects, improving development and growth conditions.



Societal Impact

Agriculture serves as the global driver of food production, influencing food security policies, hand in hand with natural resources stewardship.



03

ESG PERFORMANCE & RESULTS



ESG Performance

Toesca's measurement of ESG indicators is the outcome of gathering and evaluating historical data, along with market trends and recommendations from SASB.*

*Regarding the initial measurement for the 2021/2022 season, new metrics and qualitative analyses were introduced, leading to an in-depth evaluation of over 50% compared to the indicators from the previous year.

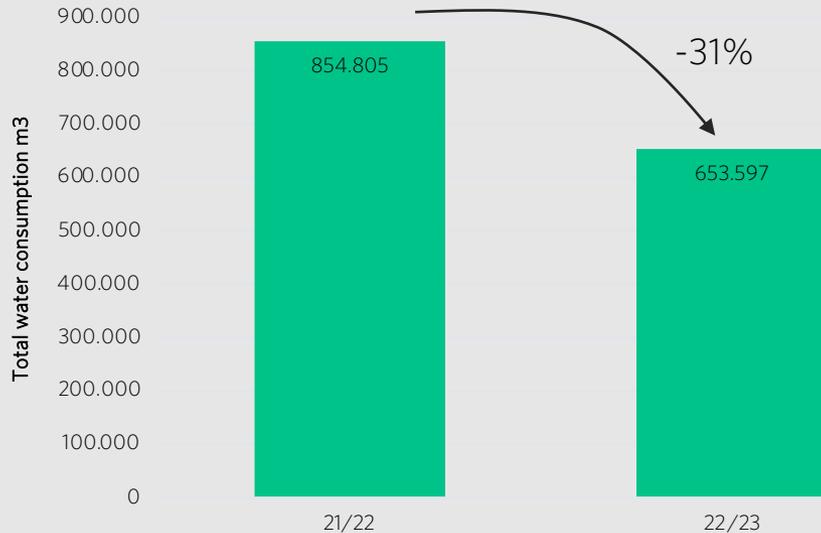
In contrast to IRIS+ (a generally accepted system for measuring and optimizing impact at an international level, encompassing 21 metrics associated with agricultural development), Toesca has been **measuring 32 metrics** since the 2022/2023 agricultural season, of which 13 align with IRIS+. Moreover, during the ongoing season, **five new measurements** will be implemented:

1. Monitoring of payment to suppliers by asset managers of the Fund.
2. Assessment of soil conservation practices.
3. Measurement of indirect greenhouse gas emissions.
4. Measurement of gender pay gaps in the same positions.
5. Average age of agricultural workers.



Environmental (E) Component Results

➤ Total water extraction:



Compared to the previous season, a significant reduction of 31% in total water extraction was achieved.

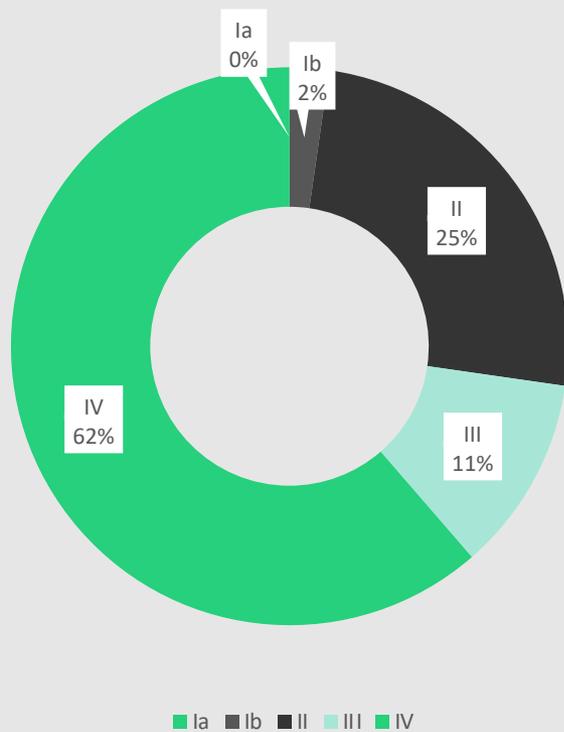
This accomplishment is the result of meticulous analysis and permanent management conducted by the technical team, in collaboration with a hydrogeological management consultant. Special emphasis has been placed on reservoir management and the interaction of different wells to ensure efficient orchard water supply, thereby reducing unnecessary extractions.

During the 22/23 season, a total of 653,693 m3 of water was extracted. Out of this amount, 89% was directly allocated for orchard irrigation. The remaining 11% is accounted for by the natural drainage of reservoirs and the evaporation that occurs within them, which is an inevitable natural phenomenon.

We remain committed to continuously improving our practices to ensure responsible and sustainable use of water resources in our agricultural operations.

Environmental (E) Component Results

➤ Toxicological Classification*



Through Resolution No. 2196 dated 31/08/2000, Chile adheres to the toxicological classification of the World Health Organization's Globally Harmonized System (GHS). This standard defines the classification of products into five categories: Category Ia (extremely hazardous), Category Ib (highly hazardous), Category II (moderately hazardous), Category III (slightly hazardous), and Category IV (non-hazardous).

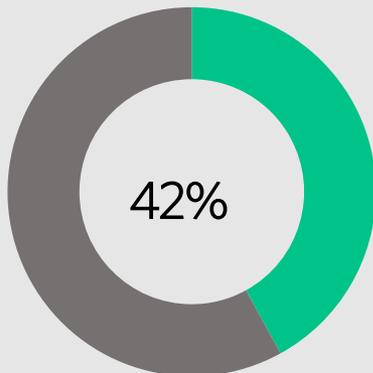
It's important to note that these hazard categories primarily refer to the handling of such products and not their toxic effects on fruit production.

During the 22/23 season, no Category Ia products, the most hazardous, were used. Only 1 product classified as Category Ib, representing 2% of the total products used, was employed. The remaining 98% consists of lower-risk products, with the most significant portion being the 61% categorized as "green label," meaning they are classified as "Non-Hazardous."

These results demonstrate our commitment to the responsible and safe use of chemical products in our agricultural operations, prioritizing those with lower risks to health and the environment..

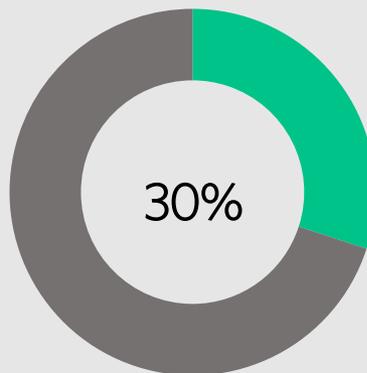
Social (S) Component Results

➤ Social Impact



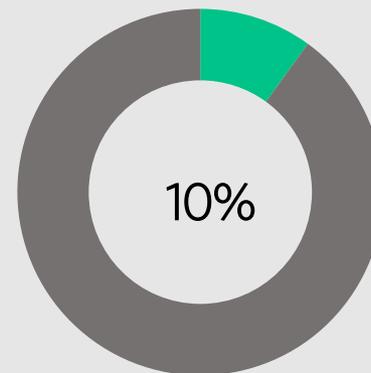
N° OF WOMEN IN
STAFF

INCREASES BY 27%,
COMPARED TO 21/22 (15%).



N° OF WOMEN IN
LEADERSHIP
POSITIONS

INCREASES BY 26%,
COMPARED TO 21/22 (4%).



WORKPLACE
ACCIDENTS/STAFFING*

INCREASES BY 8%,
COMPARED TO 21/22 (2%).

*Equivalent to 1 accident with a staff of 42 people in 21/22 and 5 accidents with a staff of 58 people in 22/23.

04

ANNEX: GENERAL RESULTS



Annex

➤ Gas Emissions

METRIC	START DATE	END DATE	UNIT	RESULT
CO ₂ Emission	April 2022	April 2023	Metric tons	168,7

➤ Energy

METRIC
Fuel Consumption in Machinery, Freight, and Generator Supply.

MONTH	UNIT	RESULT
apr-22	L	6.242
may-22	L	6.368
jun-22	L	3.714
jul-22	L	3.593
aug-22	L	5.864
sept-22	L	4.053
oct-22	L	6.182
nov-22	L	9.229
dec-22	L	4.078
jan-23	L	4.054
feb-23	L	3.659
mar-23	L	3.686
apr-23	L	3.175
Total	L	63.897

METRIC
Energy consumption.

MONTH	UNIT	RESULT
apr-22	KWh	
may-22	KWh	
jun-22	KWh	
jul-22	KWh	1.425
aug-22	KWh	2.475
sept-22	KWh	8.325
oct-22	KWh	4.050
nov-22	KWh	45.825
dec-22	KWh	70.050
jan-23	KWh	93.825
feb-23	KWh	76.425
mar-23	KWh	56.100
apr-23	KWh	18.975
Total	KWh	377.475

Annex

➤ Social Impact

METRIC			
Staff	ITEM	UNIT	RESULT
	Staff	Number	48
	Number of women in staff	%	42%
	Number of women in leadership positions	%	30%
	Trainings	Hr	268,5
	Foreign workers	Number	0
	Average gross salary	CLP	\$815.929

METRIC			
Record of Occupational Accidents			
MONTH	UNIT	RESULT	NOTES
apr-22	Number	1	3 days lost
may-22	Number	0	
jun-22	Number	0	
jul-22	Number	0	
aug-22	Number	0	
sept-22	Number	0	
oct-22	Number	0	
nov-22	Number	1	No days lost
dec-22	Number	1	1 day lost
jan-23	Number	1	2 days lost
feb-23	Number	1	No days lost
mar-23	Number	0	
apr-23	Number	0	

Annex

➤ Water Resources

METRIC		
Total water extraction		
MONTH	UNIT	RESULT
apr-22	m3	0
may-22	m3	623
jun-22	m3	0
jul-22	m3	0
aug-22	m3	4.273
sept-22	m3	11.890
oct-22	m3	89.519
nov-22	m3	73.060
dec-22	m3	140.886
jan-23	m3	134.231
feb-23	m3	111.978
mar-23	m3	64.566
apr-23	m3	22.571
Total	m3	653.597

METRIC		
Water consumption		
MONTH	UNIT	RESULT
apr-22	m3	154
may-22	m3	0
jun-22	m3	0
jul-22	m3	174
aug-22	m3	0
sept-22	m3	5.252
oct-22	m3	42.479
nov-22	m3	94.245
dec-22	m3	114.184
jan-23	m3	135.576
feb-23	m3	95.407
mar-23	m3	64.636
apr-23	m3	26.742
Total	m3	578.849

METRIC		
Total Water Consumption as a Percentage of Extraction		
MONTH	UNIT	RESULT
apr-22	%	
may-22	%	0%
jun-22	%	
jul-22	%	
aug-22	%	0%
sept-22	%	44%
oct-22	%	47%
nov-22	%	129%
dec-22	%	81%
jan-23	%	101%
feb-23	%	85%
mar-23	%	100%
apr-23	%	118%
Total	%	89%

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