



**Environmental and Corporate Social Responsibility Policy**

**Approved by the Board of Trustees on April 23, 2019**



## **Environmental and Corporate Social Responsibility Policy**

As an owner of a portfolio of automotive dealership properties in Canada, Automotive Properties Real Estate Investment Trust ("REIT") considers sustainability and social responsibility in its decision making and investing activities. The REIT promotes a culture of improvement with regards to sustainability and social responsibility for the benefit of all its stakeholders, including employees, tenants, suppliers, unitholders and local communities.

We are committed to:

- Protecting our investors by managing sustainability-related risks;
- Informing our tenants, suppliers and investment partners of sustainable options;
- Collaborating on sustainability with industry bodies;
- Pursuant to the REIT's Administration Agreement, executive management and other staff are currently employed by the Dilawri Group ("Dilawri"). The REIT has communicated its philosophy as it relates to diversity and code of conduct to Dilawri and has requested that such policies be followed.

As an owner of real estate in Canada, primarily automotive dealership properties, the REIT is subject to various Canadian federal, provincial, territorial and municipal laws relating to environmental matters. The REIT's operating policy is to obtain, or be able to rely on, a phase I environmental site assessment, conducted by an independent and experienced environmental consultant, prior to acquiring a property and to have phase II environmental site assessment work completed, where recommended in a phase I environmental site assessment. The REIT intends to make, or require the tenants to make, the necessary capital and operating expenditures to comply with environmental laws and address any material environmental issues.

**Environmental Responsibility and Sustainability:**

The REIT is committed to complying with environmental laws and reducing our impact on the environment.

- Our officers must adhere to all of the REIT's policies and procedures regarding environmental, sustainability and compliance with environmental legislation; and
- Our officers to report if they suspect that other personnel are not following the REIT's environmental policies or procedures.

**Corporate Social Responsibility:**

The REIT strives to be a model corporate citizen, guided by fundamental principles of corporate social responsibility including:

- respecting the environment;
- sourcing with integrity; and
- offering a safe place to work.