

2015 ENVIRONMENTAL POLICY FRAMEWORK

STRENGTHENING OUR COMMITMENT TO ENVIRONMENTAL STEWARDSHIP

Our commitment to environmental stewardship and sustainable economic progress remains unchanged, while our initiatives continue to advance. The updated 2015 Environmental Policy Framework encompasses the breadth of environmental initiatives across our businesses and codifies our roadmap for continued environmental progress. The following are highlights.

ENVIRONMENTAL MARKET OPPORTUNITIES

CLEAN ENERGY

Expanding our clean energy target to **\$150 billion** in financing and investment by 2025 to facilitate the transition to a low-carbon future



WATER

Harnessing markets to address the challenges of aging or inadequate water and wastewater infrastructure



GREEN BONDS

Developing innovative applications for green bonds and leveraging social impact bond principles for green opportunities



WEATHER RISK

Helping our clients manage extreme weather risks through catastrophe bonds and facilitating investments in infrastructure resiliency



CARBON MARKETS

Facilitating the efficient development of markets for carbon and other climate-related commodities as opportunities emerge



GOLDMAN SACHS ASSET MANAGEMENT

Expanding our ESG and impact investing capabilities across Goldman Sachs Asset Management



GLOBAL INVESTMENT RESEARCH

Incorporating ESG criteria into the fundamental analysis of companies across the Global Investment Research platform



CENTER FOR ENVIRONMENTAL MARKETS

Partnering to catalyze much-needed capital flows towards environmentally beneficial solutions through pilot projects and independent research



OUR OPERATIONAL IMPACT

ZERO

Net carbon emissions from 2015 onwards

100%

Renewable power by 2020

\$2^{BN}

Green operational investments by 2020

70%

Green-building certified real estate by 2020

ENVIRONMENTAL & SOCIAL RISK MANAGEMENT

We approach the management of environmental and social risks with the same care and discipline as any other business risk, and undertake a robust review process to take the environmental and social impacts and practices of our clients and potential clients into consideration in our business selection decisions. Our business teams are equipped with environmental and social due diligence guidelines for fourteen key sectors, which include the approach we take for sectors of particular environmental sensitivity.