

Brookfield

Brookfield Infrastructure Partners

GREEN PREFERRED UNITS REPORT

SEPTEMBER 2021



In September 2020, Brookfield Infrastructure Partners L.P. (“BIP”) issued its inaugural series of green preferred units. Since the inaugural offering of \$200 million 5.125% green preferred units, we have completed one additional offering.⁽¹⁾

At the time of each offering, BIP committed to provide annual updates on its website with information on the green preferred units program, including amounts allocated to “Eligible Green Projects” and the balance of unallocated proceeds.

This Green Preferred Units Report provides information on the allocation of issuance proceeds to Eligible Green Projects.

The reporting herein is consistent with our commitment to track and report funding of environmental projects and is in alignment with the frameworks and best practices set out in the Green Bond Principles 2021 (“GBP”) by the International Capital Markets Association.

We are pleased to report that we have fully allocated the proceeds of our September 2020 green preferred units offering to projects that meet our predefined and previously disclosed eligibility criteria.

We hope this report will aid investors in evaluating the environmental impact of their investment in BIP’s green preferred units.

(1) On January 21, 2021 BIP issued \$200 million 5.00% green preferred units.

We manage our investments with integrity, balancing economic goals with responsible citizenship. Our approach to ESG is based on the following guiding principles:



Mitigate the Impact of Our Operations on the Environment

- Strive to minimize the environmental impact of our operations and improve our efficient use of resources over time.
- Support the goal of net zero greenhouse gas (“GHG”) emissions by 2050 or sooner.



Ensure the Well-being and Safety of Employees

- Foster a positive work environment based on respect for human rights, valuing diversity, and zero tolerance for workplace discrimination, violence or harassment.
- Operate with leading health and safety practices to support the goal of zero serious safety incidents.



Uphold Strong Governance Practices

- Operate to the highest ethical standards by conducting business activities in accordance with our Code of Business Conduct and Ethics.
- Maintain strong stakeholder relationships through transparency and active engagement.



Be Good Corporate Citizens

- Ensure the interests, safety and well-being of the communities in which we operate are integrated into our business decisions.
- Support philanthropy and volunteerism by our employees.



In 2020, we became a signatory to the [Principles for Responsible Investment](#), a step we took in formalizing our longstanding commitment to responsible investment and ESG best practices.



In 2021, we became supporters of the [Task Force on Climate-related Financial Disclosures](#) ("TCFD"). The TCFD aims to guide companies in incorporating the considerations of the effects of climate change into business and financial decisions to help facilitate the transition to a more sustainable, lower carbon economy.



We are Alliance members of the [Sustainability Accounting Standards Board](#) ("SASB"). SASB helps businesses around the world identify, manage and report on the sustainability topics that matter most to their investors. We have incorporated the SASB engagement guide into our due diligence process.



In 2021, we joined the [Net Zero Asset Managers initiative](#), which consists of a group of international asset managers committed to supporting the goal of net zero GHG emissions by 2050 or sooner, emphasizing our alignment with the Paris Agreement.



In 2021, we joined the [ILPA Diversity in Action initiative](#), which brings together limited partners and general partners who share a commitment to advancing diversity and inclusion in the private equity industry. Joining the Diversity in Action initiative underscores our commitment to advance diversity and inclusion, both within our organization and the industry more broadly.

BIP allocated an amount equal to the net proceeds from the offering of its Series 13 Class A Preferred Limited Partnership Units to the financing and refinancing of recently completed Eligible Green Projects (as defined below), including the development and redevelopment of such projects.

“Eligible Green Projects” are defined as:

- i. Projects that materially contribute to, or facilitate, the generation, transmission or distribution of renewable energy sources;
- ii. Expenditures related to the development or provision of intelligent energy systems or other energy efficiency improvements, such as technology or “smart” systems that are proven to contribute to reduced energy consumption or mitigate greenhouse gas emissions;
- iii. Expenditures related to data infrastructure initiatives, including network or data transmission and storage infrastructure, that are proven to contribute to reduced energy consumption and/or increase energy efficiency;
- iv. Projects that materially improve the energy efficiency and/or consumption of new or existing properties or operations, including the distribution and storage of energy or the consumption of renewable energy sources; and
- v. Other projects that materially improve the energy management of, or make other environmentally beneficial improvements to, existing or new properties or operations; this can include investments in automation or other expenditures that can be proven to directly result in increased energy efficiency, reduced energy consumption or the mitigation of greenhouse gas emissions.

For clarity, Eligible Green Projects include projects with disbursements made in the two years preceding the issuance of the preferred units.

Green Preferred Units Issuance & Allocation

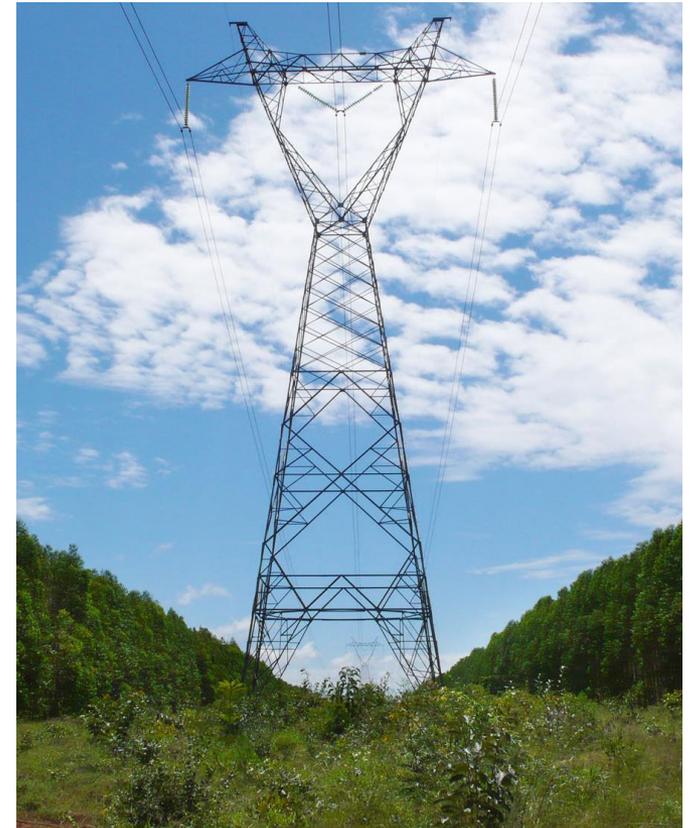
Green Preferred Unit Issuance	Issuer	Issuance Date	Currency	Net Proceeds ⁽¹⁾
5.125% Class A Preferred Limited Partnership Units, Series 13	Brookfield Infrastructure Partners L.P.	September 21, 2020	USD	\$195.4M
Total				\$195.4M

Eligible Green Project / Business	Location	GBP Category	Allocation
Brazilian Electricity Transmission Business	Brazil	Renewable Energy	\$144.4M
South American Data Center Operation	Brazil	Renewable Energy	\$51.0M
Total Allocated Proceeds			\$195.4M
Total Unallocated Proceeds			\$nil

(1) Excludes net proceeds received from the \$200 million offering of green preferred units completed on January 21, 2021.

Renewable Energy

- Our Brazilian electricity transmission business is a greenfield development of transmission lines that **supports the transmission of renewable energy** (including wind, solar, and hydroelectricity)
- The current portfolio includes the build-out of **~5,300 km** of new transmission lines across the country; approximately 2,650 km have been completed to date
- The development, operation, and maintenance of our transmission lines helps to facilitate the connection of renewable energy generation to the general network
- **~85%** of total electricity transmitted on the business's transmission lines is **generated from renewable sources**



Renewable Energy

- Our South American Data center, Ascenty, is a **market leader** in hyperscale development and operations in Brazil
- Given the large amount of electricity required by data centers to operate, Ascenty is prioritizing the migration from conventional energy to renewable sources
- Approximately **90%** of the electricity used by Ascenty's data centers in Brazil **comes from renewable sources**; by 2024, Ascenty expects this to reach 100%



Independent Practitioner's Reasonable Assurance Report

To the Board of Directors of Brookfield Infrastructure Partners L.P.

We have undertaken a reasonable assurance engagement of the accompanying statement of Brookfield Infrastructure Partners L.P.'s (the "Partnership") compliance regarding management's assertion that the net proceeds of \$195 million from the issuance of the 5.125% Class A Preferred Limited Partnership Units, Series 13 on September 21, 2020 (the "Prospectus") were allocated by the Partnership during the period from September 21, 2018 to September 21, 2020 for the financing and/or refinancing of eligible green projects, including the development and redevelopment of such projects (the "Subject Matter Information") as set forth on page 6 in accordance with the criteria set forth on page 5 (the "Applicable Criteria").

Our assurance does not extend to any other information included in the September 2021 Green Preferred Units Report. We have not reviewed and do not provide any assurance over the individual project information reported therein.

Management's Responsibility

Management is responsible for the preparation of the Subject Matter Information in accordance with management's selection of investments in eligible green projects as defined in management's assertion on page 5. Management is also responsible for such internal control as management determines necessary to enable the preparation of the Subject Matter Information that is free from material misstatement, whether due to fraud or error.

Our Responsibility

Our responsibility is to express a reasonable assurance opinion on the Subject Matter Information based on the evidence we have obtained. We conducted our reasonable assurance engagement in accordance with Canadian Standard on Assurance Engagements 3000, *Attestation Engagements Other than Audits or Reviews of Historical Financial Information*. This standard requires that we plan and perform this engagement to obtain reasonable assurance about whether the Subject Matter Information is fairly stated, in all material respects.

Reasonable assurance is a high level of assurance but is not a guarantee that an engagement conducted in accordance with this standard will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the decisions of users of our report. The nature, timing and extent of procedures selected depends on our professional judgment, including an assessment of the risks of material misstatement of management's assertion, whether due to fraud or error, and involves obtaining evidence about the preparation of the Subject Matter Information in accordance with the Applicable Criteria.

We believe the evidence we obtained is sufficient and appropriate to provide a basis for our opinion.

Our Independence and Quality Control

We have complied with the relevant rules of professional conduct / code of ethics applicable to the practice of public accounting and related to assurance engagements, issued by various professional accounting bodies, which are founded on fundamental principles of integrity, objectivity, professional competence and due care, confidentiality and professional behavior.

The firm applies Canadian Standard on Quality Control 1, *Quality Control for Firms that Perform Audits and Reviews of Financial Statements, and Other Assurance Engagements* and, accordingly, maintains a comprehensive system of quality control, including documented policies and procedures regarding compliance with ethical requirements, professional standards and applicable legal and regulatory requirements.

Opinion

In our opinion, management's assertion that the net proceeds of \$195 from the issuance of the Prospectus were allocated by the Partnership during the period from September 21, 2018 to September 21, 2020 in accordance with the Applicable Criteria is fairly stated, in all material respects.

Purpose of Statement

Management's statement of compliance has been prepared to report on the Partnership's compliance with the specified requirements. As a result, management's statement of compliance may not be suitable for another purpose.

The signature of Deloitte LLP is written in a cursive, handwritten style.

Chartered Professional Accountants
Licensed Public Accountants

Toronto, Canada
September 17, 2021

Brookfield Infrastructure Partners L.P. is not making any offer or invitation of any kind by communication of this Green Preferred Units Report and under no circumstance is it to be construed as a prospectus or an advertisement.

This Green Preferred Units Report may contain “forward-looking information” within the meaning of Canadian provincial securities laws and “forward-looking statements” within the meaning of Section 27A of the U.S. Securities Act of 1933, as amended, Section 21E of the U.S. Securities Exchange Act of 1934, as amended, “safe harbor” provisions of the U.S. Private Securities Litigation Reform Act of 1995 and any applicable Canadian securities regulations. Forward-looking statements include statements that are predictive in nature, depend upon or refer to future events or conditions, include, but are not limited to, statements which reflect management’s expectations regarding the operations, business, financial condition, expected financial results, performance, prospects, opportunities, priorities, targets, goals, ongoing objectives, strategies and outlook of Brookfield Infrastructure Partners L.P. and its subsidiaries, as well as the outlook for North American and international economies for the current fiscal year and subsequent periods, and include words such as “expects,” “anticipates,” “plans,” “believes,” “estimates,” “seeks,” “intends,” “targets,” “projects,” “forecasts” or negative versions thereof and other similar expressions, or future or conditional verbs such as “may,” “will,” “should,” “would” and “could” which are predictions of or indicate future events, trends or prospects, and which do not relate to historical matters.

The reader should not place undue reliance on forward-looking statements and information because they involve known and unknown risks, uncertainties and other factors, many of which are beyond our control, which may cause the actual results, performance or achievements of Brookfield Infrastructure Partners L.P. to differ materially from anticipated future results, performance or achievements expressed or implied by such forward-looking statements and information.