

L&Q GHG emission recalculation policy

Baseline Methodology for KPI 1 – Operational Carbon Emissions (scope 1 & 2)

L&Q has used 2019/20 as the base year for our greenhouse gas ('GHG') emission calculation.

- The initial baseline reflects the relevant 2019/20 carbon emissions (tCO₂e) and does not reflect the impact of disposals that have been announced or completed subsequently
- The baseline calculation methodology is aligned to UK Streamlined Energy and Carbon Reporting ('SECR') regulation
- Reporting is for a full financial year to 31 March

To accurately track progress towards our GHG emission reduction targets, we may adjust our base year emissions to account for any significant changes, described below, if changes drive a cumulative increase/decrease in emissions of greater than 10% versus the initial baseline. We may also choose to recalculate our baseline for changes less than 10%, especially when structural changes occur.

1. Structural changes

Structural changes that significantly impact our base year GHG emissions and may trigger the adjustment of the baseline include acquisitions, divestitures or mergers. When significant structural changes occur in the middle of a financial year, the current and baseline year will be recalculated for the entire financial year. In the event of an acquisition, to ensure that full and accurate data are available, recalculation will be carried out within one year after the structural change has occurred

2. Calculation methodology changes

Methodology changes that significantly impact our base year GHG emissions and may trigger the adjustment of the baseline include updated emission factors or forecasts, improved data access or updated calculation methods or protocols.

3. Data errors

We will recalculate our emissions in the event of discovery of a significant error in data sourcing or calculations, or a number of cumulative errors that together are significant.

Timeline

Baseline adjustments will occur at the end of each financial year if we identify any changes described above that have occurred in the reporting period which may require us to recalculate our base year.

Reported

The recalculated baseline, when applicable, will be publicly reported in the following Sustainability Report and externally verified.

Refer to L&Q's Sustainability Finance Framework available at:

<https://www.lqgroup.org.uk/investors/investor-information>