

Victorian Correctional Facilities



1. Asset information

The Victorian Correctional Facilities were delivered by the Victorian Correctional Infrastructure Partnership (the Portfolio Company) under a design, build, finance, and maintain PPP model, and comprises of two correctional facilities: the Metropolitan Remand Centre (MRC) and Marngoneet Correctional Centre (MCC).

MRC is a 1,006 bed maximum-security correctional facility located in Ravenhall, Victoria, approximately 20km west of Melbourne. MRC opened in 2006 and was built to alleviate pressure on other correctional facilities in Victoria and to provide a modern dedicated remand environment for unsentenced adult male offenders.

MCC is a 653 bed medium-security prison located near Lara, Victoria, approximately 70km southwest of Melbourne. The facility opened in 2006 and focuses on rehabilitation and reintegration, offering intensive treatment programs for sentenced male offenders.

The Portfolio Company is responsible for ongoing facilities maintenance services and Corrections Victoria operate both correctional facilities.



Correctional facilities

2. Impact

Victorian Correctional Facilities provides a modern correctional facility, promoting the rule of law as a necessary component for a functional judicial system. The facility provides a secure environment for c.1,650 detainees a year.

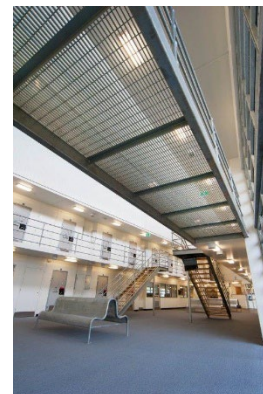
The Portfolio Company is responsible for the physical infrastructure asset, providing ongoing facility management services over the term of the concession. Our obligation under the project documents is to ensure the facilities are available at all times and remains fit for purpose in accordance with the project documents. The Portfolio Company is not responsible for the custodial services (prison management and treatment of prisoners).



3. Environment

GHG emissions

The Victorian Correctional Facilities was delivered in 2006, and features a combined floor area of 63,946m². Both facilities were designed with an emphasis on durability, energy efficiency, and rapid construction, utilising energy efficient precast concrete walls to enhance thermal regulation. This innovative design improves inmate comfort while reducing energy consumption for heating and cooling. The Portfolio Company, along with FM Contractor, continues to actively monitor energy performance throughout the concession, identifying opportunities to further reduce emissions.



Climate risk

The project was screened to evaluate the potential physical impacts from climate change based on 'Paris-aligned' (RCP2.6 ~+1°C) and 'High emissions' (RCP8.5 ~+3.7°C) scenarios across three time periods (2020, 2050 and 2100). The project maintains a Low physical climate risk score under both scenarios until 2050.

Waste & Water

The management services provider actively monitors waste and water consumption and continuously explores opportunities to reduce them. The project's Waste Management and Disposal services contribute to lowering future greenhouse gas emissions at both facilities by significantly reducing waste sent to landfill, thereby preventing substantial greenhouse gas emissions.

Biodiversity

The asset is built to meet local environmental regulations and demonstrates a commitment to environmental stewardship throughout the concession period. The Portfolio Company actively supports initiatives to enhance ecosystems, fostering natural carbon sinks and building resilience to climate-related impacts. Additionally, the Portfolio Company has a Biodiversity policy in place.



4. Social

Health & Safety

Health and safety is an agenda item at each board meeting. Our asset managers work actively with the Portfolio Company and/or its management service providers, to promote a strong health and safety culture, and facilitate the sharing of best practices.

We endorse a zero-tolerance approach to occupational health and safety incidents. Additionally, the Portfolio Company has a Health & Safety policy in place and regularly conducts a health and safety audit.

Diversity

Not applicable as the Portfolio Company does not employ any staff.

Impact for local communities

BBGI has supported the YMCA Bridge Project and YMCA ReBuild Project in Victoria. These programs focus on rehabilitating young ex-offenders by offering training, mentoring, and employment opportunities, helping to break the cycle of crime and imprisonment.



5. Governance

Delegation & oversight

The Portfolio Company directors review on a quarterly basis a comprehensive board report, including both general project management and financial management. The project has a rigorous governance structure in place with quarterly board meetings, ad-hoc meetings when required and an authority delegation matrix to the management services provider.

The Portfolio Company has robust ESG policies and procedures in place and clear board-level responsibility to monitor their application. The ESG standard policies include:

- Biodiversity policy
- Code of Conduct, including anti-bribery, anti-corruption and non-discrimination
- Conflict of interest
- Cyber-security
- ESG
- Health and safety
- Anti-slavery & Human Trafficking policy (Modern Day Slavery)
- Rapid escalation
- Responsible contractor
- Tax
- Whistleblowing

The Portfolio Company holds frequent meetings with the public sector client to promote collaboration, coordination and integration of operations.

Reporting

The Portfolio Company uses a quarterly board pack, reporting to the board of directors on the operational and financial performance of the project and compliance with its obligations and regulation/legislation, including the policies.

Additionally, the Portfolio Company reports annually into BBGI's ESG KPI survey, which is composed of 100+ data points, covering all aspects of ESG oversight.

Cyber security

Portfolio Company and its subcontractors continuously monitor that the cyber security policy is in place and perform information risk analysis and develops mitigating measures. They have a robust and comprehensive IT backup system in place.

Contact

Registered Office EBBC
6E route de Trèves
L-2633 Senningerberg
Grand Duchy of Luxembourg
Telephone: + 352 263479-1

esg@bb-gi.com
www.bb-gi.com

Registre de Commerce et des Sociétés
Luxembourg B163879



This information which has been compiled by BBGI Global Infrastructure S.A. (BBGI) does not constitute or form part of any offer or invitation to sell, or any solicitation of any offer to purchase or subscribe for any shares or any other securities nor shall it (or any part of it) form the basis of, or be relied on in connection with, any contract in connection therewith.

This information is not a financial promotion and should not be taken as an inducement to engage in any investment activity and is for the purpose of providing background information about BBGI only. No recipient of this information should engage in any behavior in relation to securities or financial instruments in BBGI which would amount to an offence under the EU Market Abuse Regulation.

No representation or warranty, express or implied, is made as to, and no reliance should be placed on, the fairness, accuracy, completeness or correctness of the information provided, or for any opinions expressed by BBGI in relation thereto. Neither BBGI, nor any of BBGI's advisers or representatives shall have any responsibility or liability whatsoever (for negligence or otherwise) for any loss howsoever arising from any use of this information or its contents or otherwise arising in connection with this information. The information may be subject to updating, completion, revision, verification and amendment and such information may change materially. Neither BBGI nor any other person is under an obligation to keep this information current.

This information may contain certain forward looking statements with respect to the financial condition, results of operations and business of BBGI. These forward-looking statements represent BBGI's expectations or beliefs concerning future events and involve known and unknown risks and uncertainty that could cause actual results, performance or events to differ materially from those expressed or implied in such statements. BBGI's targeted returns are based on assumptions which BBGI considers reasonable. However, there is no assurance that all or any assumptions will be justified, and BBGI's returns may be correspondingly reduced. In particular, there is no assurance that BBGI will achieve its dividend targets (which for the avoidance of doubt are targets only and not profit forecasts).