

ESG Policy

ESG Objectives and Beliefs

Cortland Credit's ("Cortland", "we") objective is to provide strong risk-adjusted returns to our investors through a diversified portfolio of private debt instruments designed to preserve investment capital and provide consistent monthly income. We believe environmental, social and governance (ESG) factors can enhance our investment process and help us identify and mitigate risk in prospective investments. Cortland intends to become a signatory to the United Nations-supported Principles for Responsible Investment (PRI) and supports its six underlying principles. Beyond our investments, Cortland seeks to strengthen the internal ESG practices of our firm's operations so that we can better serve our employees and community.

Commitments

In support of the above beliefs, Cortland commits to the following:

Loan research and due diligence

- Identify and assess, where feasible, material ESG factors relevant to each borrower's business and sector in borrower research, in accordance with the Sustainability Accounting Standards Board (SASB) materiality map
- Include questions related to material ESG factors on diligence questionnaires for borrowers
- Summarize material ESG factors and flags impacting potential investments on each Credit Committee memo

Loan monitoring and borrower engagement

- Where applicable, discuss ESG factors identified during due diligence with borrowers during the loan term to encourage improved ESG disclosure and performance
- Collect information on the environmental and social impacts of borrower activities

Reporting

- Periodically share information related to borrower ESG performance with investors
- Publicly disclose our approach to ESG integration activities

Stewardship

- Become a PRI signatory
- Seek opportunities to advocate for ESG integration among peers and partners in the private debt industry

Firm integration

- Provide a workplace free from of discrimination and harassment and promote diversity and inclusion through training and recruitment
- Contribute to our community by supporting charities and community organizations
- Provide training covering relevant ESG topics to investment professionals on at least an annual basis to support the implementation of this policy

Scope and Responsibilities

This policy applies to all of Cortland's employees. Cortland's CEO is responsible for approving this policy. The Executive Leadership Team is responsible for ensuring compliance with this policy. The Underwriting and Risk Management team oversees ESG integration activities and bears responsibility for day-to-day policy implementation within the borrowing lifecycle. Cortland staff are required to review this policy annually, and to participate in any applicable training sessions. This policy is reviewed and re-approved at least every 2 years.