

## ALTERNATIVE PERFORMANCE MEASURES (“APMs”)

APM	Purpose	Calculation	APM value	Reconciliation to IFRS
<b>Total shareholder return (since IPO and annualised)</b>	Measure of financial performance, indicating the amount an investor reaps from investing since IPO and expressed as a percentage (annualised or total since IPO of the Company)	Since IPO: closing share price as at 30 September 2023 plus all dividends since IPO assumed reinvested, divided by the share price at IPO, expressed as a percentage	70.1%	Calculation for total shareholder return since IPO: closing share price as at 30 September 2023, as per key investments metrics on page 32 plus all dividends since IPO assumed reinvested, divided by the share price at IPO, expressed as a percentage
		Annualised: closing share price as at 30 September 2023 plus all dividends since IPO assumed reinvested, divided by the share price at IPO, to the power of one over the number of years since IPO, expressed as a percentage	5.7% annualised	Calculation for annualised total shareholder return: closing share price as at 30 September 2023 as per key investment metrics on page 32 plus all dividends since IPO assumed reinvested, divided by the share price at IPO, to the power of one over the number of years since IPO, expressed as a percentage
<b>Net Asset Value per share</b>	Allows investors to gauge whether shares are trading at a premium or a discount by comparing the Net Asset Value per share with the share price	The net assets divided by the number of ordinary shares in issuance	119.7 pence	The calculation divides the net assets as per the statement of financial position on page 39 by the closing number of ordinary shares in issue as per note 12 page 48
<b>Market capitalisation</b>	Provides an indication of the size of the Company	Closing share price as at 30 September 2023 multiplied by the closing number of ordinary shares in issuance	£653.6 million	The calculation uses the closing share price as at 30 September 2023 as per the key investment metric table on page 32 and the closing number of ordinary shares as per note 12 of the financial statements on page 48
<b>Gross Asset Value (“GAV”)</b>	A measure of the value of the Company’s total assets  Gross Asset Value on investment basis including debt held at SPV level	The sum of total assets of the Company as shown on the statement of financial position and the total debt of the Group and underlying investments	£1,109.8 million	This is the total debt (RCF drawn: £125.0 million plus project level debt: £192.8 million) plus the Net Asset Value as per statement of financial position on page 39

**ALTERNATIVE PERFORMANCE MEASURES (“APMs”)** continued

APM	Purpose	Calculation	APM value	Reconciliation to IFRS
<b>Gearing</b>	Ascertain financial risk in the Group’s balance sheet	Total debt of the Group and underlying investments as a percentage of GAV	28.7%	The calculation uses the total debt (RCF drawn: £125.0 million plus project level debt: £192.8 million) and shows this as a percentage of the GAV
<b>Distributions, repayments and fees from portfolio</b>	A measure of performance from the underlying portfolio	Total cash received from investments in the period	£46.2 million	As per “Cash flows of the Group for the period”, also titled “Cash distributions from environmental infrastructure investments” on page 34
<b>Cash flow from operations of the Group</b>	Gauges operating revenues and expenses of the Group	As per the “Cash flows of the Group for the period” table on page 34, the calculation takes the cash distributions from environmental infrastructure investments and subtracts the following: administrative expenses, Directors’ fees and expenses, Investment Manager fees, financing costs (net of interest income)	£32.2 million	Detailed breakdown as per page 34 in the “Cash flows of the Group for the period”
<b>Cash dividend cover</b>	Investors can gauge the ability of the Group to generate cash surplus after payment of dividend	Cash flow from operations of the Group divided by dividend paid within the reporting period	1.32x	The calculation uses the cash flows from operations as per “Cash flows of the Group for the period” on page 34 and the dividends paid in cash to shareholders as per the cash flow statement on page 41

**ALTERNATIVE PERFORMANCE MEASURES ("APMs")** continued

APM	Purpose	Calculation	APM value	Reconciliation to IFRS
<b>Ongoing charges ratio</b>	A measure of the annual reduction in shareholder returns due to operational expenses, based on historical data	The ongoing charges have been calculated, in accordance with AIC guidance, as annualised ongoing charges (i.e. excluding acquisition costs and other non-recurring items) divided by the average published undiluted Net Asset Value in the period. Total annualised ongoing charges include Investment Manager fees, legal and professional fees, administration fees, Directors' fees	1.18%	Annualised ongoing charges for the year ended 31 March 2023 have been calculated as £9.7 million. The ongoing charges ratio divides this by the published average Net Asset Value over the last four quarters to the calculation date (including 31 March 2023)
<b>NAV total return since IPO</b>	Measure of financial performance (annualised), which indicates the movement of the value of the Company since IPO	Closing NAV per ordinary share as at 30 September 2023 plus all dividends since IPO assumed reinvested, divided by the NAV at IPO, to the power of 1, over the number of years since IPO	120.3%	Calculated as the closing NAV per ordinary share as per the Statement of Financial Position on page 39

## GLOSSARY OF KEY TERMS

### AD

anaerobic digestion

### AIFM

Alternative Investment Fund Manager

### AIFM Directive

the EU Alternative Investment Fund Managers Directive (No. 2011/61/EU)

### APMs

alternative performance measures are financial measures that are not currently defined or specified in the applicable financial reporting framework

### bps

basis points

### business day

means any day (other than a Saturday, Sunday or bank holiday) on which commercial banks are open for non automated business in London and Guernsey

### the Company or JLEN or the Fund

JLEN Environmental Assets Group Limited (formerly John Laing Environmental Assets Group Limited)

### controlled environment

refers to the science of cultivating human-grade produce in a contained structure that is precisely regulated to ensure control over environmental conditions such as lighting, temperature, humidity, water supply, air quality, nutrient content etc.

### discontinuation vote

As part of the Company's discount management policies, the Board intends to propose a discontinuation vote if the ordinary shares trade at a significant discount to Net Asset Value per share for a prolonged period of time. If, in any financial year, the ordinary shares have traded, on average, at a discount in excess of 10% to the Net Asset Value per share, the Board will propose a special resolution at the Company's next annual general meeting that the Company ceases to continue in its present form. If such vote is passed, the Board will be required to formulate proposals to be put to shareholders within four months to wind up or otherwise reconstruct the Company, bearing in mind the illiquid nature of the Company's underlying assets. The discount prevailing on each business day will be determined by reference to the closing market price of ordinary shares on that day and the Net Asset Value per share

### DNO

Distribution Network Operator

### EGL

Electricity Generator Levy

### ESG

Environmental, Social and Governance

### EU

European Union

### FEIP

Foresight Energy Infrastructure Partners

### Foresight Group or Foresight

Foresight Group LLP

### FPCs

Fixed Price Certificates

### GHG

greenhouse gas

### GPA

gas purchase agreement

### Group

JLEN Environmental Assets Group Limited and its intermediate holding companies UK HoldCo and HWT Limited

### GWh

gigawatt hour

### intermediate holding companies

companies within the Group which are used as pass-through vehicles to invest in underlying environmental infrastructure assets, namely UK HoldCo and HWT Limited

### Investment Manager

Foresight Group

### IPO

Initial Public Offering

### MWe

megawatt electric

**GLOSSARY OF KEY TERMS** continued**MWh**

megawatt hour

**MWhth**

megawatt hours of heat

**MWth**

megawatt thermal

**NAV**

Net Asset Value

**Net Asset Value per share**

The net assets of the Company divided by the number of ordinary shares in issuance

**NO<sub>x</sub>**

nitrogen oxides

**ordinary shares**

means ordinary shares of no par value each in the capital of the Company

**portfolio**

the 42 assets in which JLEN had a shareholding as at 30 September 2023

**portfolio valuation**

the sum of all the individual investments' net present values

**PPAs**

Power Purchase Agreements

**PPP/PFI**

the Public Private Partnership procurement model

**PRI**

Principles for Responsible Investment

**price cannibalisation**

the depressive influence on the wholesale power price at timings of high output from intermittent weather-driven generation such as solar and wind

**RCF**

revolving credit facility

**REMA**

review of electricity market arrangements

**RIDDOR**

Reporting of Injuries, Diseases and Dangerous Occurrences Regulations

**ROCs**

Renewables Obligation Certificates

**RPI**

Retail Price Index

**SFDR**

Sustainable Finance Disclosure Regulation

**SONIA**

Sterling Overnight Index Average

**SPV**

special purpose vehicle

**TCFD**

Task Force on Climate-related Financial Disclosures

**total shareholder return**

total shareholder return combines the share price movement and dividends since IPO expressed as an annualised percentage

**UK HoldCo**

JLEN Environmental Assets Group (UK) Limited, wholly owned subsidiary of JLEN Environmental Assets Group Limited

**WADR**

weighted average discount rate

## KEY COMPANY DATA

<b>Company information</b>	JLEN Environmental Assets Group Limited is a Guernsey-registered closed-ended investment company (registered number 57682) with a premium listing on the London Stock Exchange and a constituent of the FTSE 250 index	<b>ISA, PEP and SIPP status</b>	The ordinary shares are eligible for inclusion in PEPs and ISAs (subject to applicable subscription limits) provided that they have been acquired in the market, and they are permissible assets for SIPPs
<b>Registered address</b>	1 Royal Plaza, Royal Avenue, St Peter Port, Guernsey GY1 2HL	<b>AIFMD status</b>	The Company is classed as an externally managed Alternative Investment Fund under the Alternative Investment Fund Managers Regulations 2013 and the AIFM Directive. The Investment Manager acts as the Company's AIFM
<b>Ticker/SEDOL</b>	JLEN/BJL5FH8	<b>Non-mainstream pooled investment status</b>	The Board conducts the Company's affairs, and intends to continue to conduct the Company's affairs, such that the Company would qualify for approval as an investment trust if it were resident in the United Kingdom. It is the Board's intention that the Company will continue to conduct its affairs in such a manner and that independent financial advisers should therefore be able to recommend its ordinary shares to ordinary retail investors in accordance with the FCA's rules relating to non-mainstream pooled investment products
<b>Company year end</b>	31 March	<b>FATCA</b>	The Company has registered for FATCA and has a GIIN number 2BN95W.99999.SL.831
<b>Dividend payments</b>	Quarterly in March, June, September and December	<b>Investment policy</b>	The Company's investment policy is set out on pages 29 to 31 of the Annual Report 2023
<b>Investment Manager</b>	Foresight Group LLP, No OC300878, registered in England and Wales and authorised and regulated by the Financial Conduct Authority	<b>Website</b>	<a href="http://www.jlen.com">www.jlen.com</a>
<b>Company Secretary and Administrator</b>	Sanne Fund Services Limited, a company incorporated in Guernsey on 13 April 2005 (registered number 43046)		
<b>Market capitalisation</b>	£653.6 million at 30 September 2023		
<b>Investment Manager fees</b>	1.0% per annum of the Adjusted Portfolio Value of the investments up to £0.5 billion, falling to 0.8% per annum for investments above £0.5 billion. No performance or acquisitions fees		
<b>Investment Manager term</b>	Rolling one-year notice		

## DIRECTORS AND ADVISERS

### Directors

Ed Warner (Chair)  
Stephanie Coxon (Senior Independent Director)  
Alan Bates  
Jo Harrison  
Hans Joern Rieks  
Nadia Sood

### Administrator to the Company, Company Secretary and registered office

**Sanne Fund Services (Guernsey) Limited**  
(formerly Praxis Fund Services)  
1 Royal Plaza  
Royal Avenue  
St Peter Port  
Guernsey GY1 2HL  
Channel Islands

### Registrar

**Link Registrars (Guernsey) Limited**  
Mont Crevelt House  
Bulwer Avenue  
St Sampson  
Guernsey GY2 4LH  
Channel Islands

### UK transfer agent

**Link Asset Services**  
The Registry  
34 Beckenham Road  
Beckenham  
Kent B43 4TU  
United Kingdom

### Auditor

**KPMG Channel Islands Limited**  
Gategny Court  
Gategny Esplanade  
St Peter Port  
Guernsey GY1 1WR  
Channel Islands

### Investment Manager

**Foresight Group LLP**  
The Shard  
32 London Bridge Street  
London SE1 9SG  
United Kingdom

### Public relations

**SEC Newgate**  
14 Greville Street  
London EC1N 8SB  
United Kingdom

### Corporate broker

**Winterflood Securities Limited**  
The Atrium Building  
Cannon Bridge House  
25 Dowgate Hill  
London EC4R 2GA  
United Kingdom

### Corporate bankers

**HSBC**  
PO Box 31  
St Peter Port  
Guernsey GY1 3AT  
Channel Islands