

VERIFIER STATEMENT

Independent Impact Management Verification

Prepared for KKR Global Impact: March 13, 2019



BACKGROUND

As a signatory of the Operating Principles for Impact Management (the Principles), KKR Global Impact is committed to disclosing the degree of alignment of its impact management (IM) system with the Principles.¹ KKR Global Impact engaged Tideline to undertake the assessment.

ASSESSMENT METHODOLOGY

Tideline reviewed KKR Global Impact's set of IM tools and processes for the purpose of assessing its degree of alignment with the Principles.² To do so, Tideline used a proprietary rubric informed by:

1. The text of each Principle and associated implementation guidance;
2. Tideline's proprietary process assessment criteria, which are mapped to each Principle; and
3. Tideline's retained knowledge of the state of IM practices

SUMMARY ASSESSMENT

Tideline conducted an assessment to verify the KKR Global Impact IM system's degree of alignment with the Principles. As of March 2019, total assets under management in alignment with the Principles were confidential since the Fund had not yet reached its final close. Key takeaways from the assessment are:

- **Areas of strength:** KKR Global Impact has well-articulated impact objectives (Principle 1) and a thoughtful approach to establishing its contribution to impact and managing impact and ESG risks (Principles 3, 5). The system builds on best industry practices, including the Sustainability Accounting Standards Board (SASB) Materiality Map, the Impact Management Project (IMP), the United Nations Sustainable Development Goals (SDGs), and the Operating Principles for Impact Management.
- **Areas for improvement:** Tideline identified opportunities for building additional considerations into the assessment of expected impact for each investment (Principle 4), as well as opportunities for further consideration of impact at exit (Principles 7, 8).

ABOUT TIDELINE

Tideline Advisors, LLC is a certified women-owned advisory firm in impact investing. Since its founding in 2014, Tideline has become a recognized leader in impact measurement and management, focused on the design and verification of IM systems with leading asset owners and managers. In 2020, Tideline established a subsidiary with a separate, dedicated team focused on impact management verification.

Tideline has offices in New York, NY and San Francisco, CA and is headquartered at 915 Battery St, San Francisco, CA 94111, USA.

¹ Principle 9 states that signatories shall "publicly disclose alignment with the Principles and provide regular independent verification of the alignment: The Manager shall publicly disclose, on an annual basis, the alignment of its impact management systems with the Principles and, at regular intervals, arrange for independent verification of this alignment. The conclusions of this verification report shall also be publicly disclosed. These disclosures are subject to fiduciary and regulatory concerns."

² Tideline's full assessment for KKR Global Impact states each of the Principles, describes the KKR Global Impact IM processes covered by the Principles, and identifies areas where further alignment is appropriate and feasible. The scope of Tideline's assessment procedures does not include the verification of the resulting impacts achieved. Tideline's assessment is based on its analyses of publicly available information and information in reports and other material provided by KKR Global Impact. Tideline has relied on the accuracy and completeness of any such information provided by KKR Global Impact. The assessment results represent Tideline's professional judgment based on the procedures performed and information obtained.