



REPORT FOR ACTION WITH CONFIDENTIAL ATTACHMENT

Direct Investment Request – 2022 - #1

Date: April 11, 2022
To: Board of Directors of the Toronto Atmospheric Fund
From: Vice President, Impact Investing

REASON FOR CONFIDENTIAL INFORMATION

The attachments to this report contain commercial and financial information, supplied in confidence to the Toronto Atmospheric Fund, which, if disclosed, could reasonably be expected to prejudice significantly the competitive position or interfere significantly with the contractual or other negotiations of a person, group of persons, or organization.

SUMMARY

The Direct Investment Committee is recommending an investment of up to US\$1,000,000 based on due diligence demonstrating the potential for appropriate risk-adjusted return and strong alignment with TAF's mandate.

RECOMMENDATIONS

The Vice President, Impact Investing recommends that the Toronto Atmospheric Fund Board of Directors:

1. Approve investment of up to \$1,000,000 in US dollars, subject to the terms and conditions outlined by the Investment Committee at its meeting on March 31, 2022, as set out in Confidential Attachment 1;
2. Direct Vice President, Impact Investing to implement the investment to the satisfaction of TAF's Solicitor; and
3. Direct that the confidential information contained in Confidential Attachment 1 remain confidential in its entirety, as it contains commercial and financial information, supplied in confidence to the Toronto Atmospheric Fund, which, if disclosed, could reasonably be expected to prejudice significantly the competitive position or interfere significantly with the contractual or other negotiations of a person, group of persons, or organization.

FINANCIAL IMPACT

None.

DECISION HISTORY

At its meeting on March 31 2022, the Direct Investment Committee recommended that TAF's Board of Directors approve the investment described in Confidential Attachment 1.

COMMENTS

The proposed investment is structured as a secured working capital line.

Analysis indicates that there is strong potential for direct and indirect emission reduction, including benefits in the Greater Toronto and Hamilton Area.

At the maximum, this Direct Investment would constitute 1.25% of NAV and not exceed the Direct Investment asset allocation, of which there is \$34M unallocated.

CONTACT

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SIGNATURE

Tim Stoate
Vice President, Impact Investing

ATTACHMENTS

Confidential Attachment #1