

WaterEquity GHG Emissions 2024

Scopes and Categories	Tons CO2e
Scope 1	0
Scope 2	0
Scope 3	2,183.8
Category 1: Purchased Goods and Services	138.6
Category 6: Business Travel	336.0
Category 7: Employee Commuting (Remote Work)	17.2
Category 15: Financed Emissions (Scope 1 & 2)	1,692.0
Total	2,183.8

Intensity Metrics	
Operational Emissions per Employee: Tons CO2e per Average Number of Employees	16.1
Financed Emissions: Tons CO2e per \$1M Outstanding	6.52

PCAF Disclosure

Financed (Scope 3 Category 15) Emissions

Coverage: WEQ's financed emissions for calendar year 2024 reflect the portfolio as of Dec 31, 2024 using the business loans methodology. More than 99% of WEQ's total outstanding amount (38 or 39 companies) was included in the financed emissions calculation. Only one portfolio company (of 39), accounting for <1% of WEQ's outstanding loan amount, was excluded due to a different asset type and lack of data availability.

Boundary & Scope: To calculate financed emissions, WEQ used the operational control approach. WEQ only calculated scope 1 (direct fuel use) and 2 (purchased electricity) emissions across companies and excluded scope 3 due to lack of data availability but will explore how to expand measurement in the future.

Measurement Methodology & Attribution: All portfolio company emissions were calculated with a consistent, asset-level approach. The number of operational branches, as reported by each portfolio company, was used to estimate total square footage (assuming 1,000 sq ft per branch). Standardized assumptions for natural gas and electricity consumption per sq ft (specific to bank buildings) were applied to calculate total estimated energy use per company. Then consistent emissions factors were applied - 2025 EPA Natural Gas Fuel Tank to Wheel was used for natural gas, and the IFI Dataset of Default Grid Factors v3.2 provided country-specific grid emissions factors for purchased electricity. WEQ's attribution was calculated as WEQ's outstanding loan amount divided by the portfolio company's total liabilities and equity.

Data Quality: The use of reported branch numbers as asset-level data, combined with standardized floor area and activity assumptions, aligns with a PCAF data quality score of 3 for all companies. This reflects partially company-specific data with some reliance on estimation for asset characteristics and energy use. We endeavor to improve data quality in the future by attempting to gather specific company energy data or emissions as available.

PCAF Disclosure

Operational (Scope 1-3, excluding category 15) Emissions

Coverage: All in-scope operational activities within WEQ’s organizational boundary were assessed for calendar year 2024, ending December 31. Scope 1, 2, and 3 emissions were considered, with detail for key Scope 3 categories

Boundary & Scope: Operational emissions were calculated using the operational control approach, consistent with the GHG Protocol Corporate Standard. Scope 1 (direct fuel use) and Scope 2 (purchased electricity) emissions were both zero for 2024 due to the organization’s lack of physical buildings or offices. Scope 3 (indirect value chain) emissions were calculated for select categories, Purchased Goods & Services, Business Travel, and Employee Commuting (Remote Work), based on available data and relevance.

Measurement Methodology:

- Purchased Goods & Services: Spend-based estimation using Exiobase 2023 emissions factors, mapped to expenses such as hotels, software, office supplies, insurance, and fund administration.
- Business Travel: Activity-based calculation using 2024 DEFRA emissions factors, applied to 362 flights. Includes jet fuel combustion, well-to-tank emissions, and radiative forcing, with “average” seat class assumptions for all flights.
- Employee Commuting (Remote Work): Emissions estimated from electricity and natural gas use per employee, including transmission/distribution losses and well-to-tank factors. Country-specific emissions factors were used for natural gas and electricity from CT, BEIS, IEA, and EEA sources.

Data quality: WEQ will continue to enhance measurement approaches for Scope 3, tracking additional categories and refining data inputs with the release of updated emissions factors and staff data.