



الأندلس العقارية  
Alandalus Property

# Responsible Property Investment Policy





## Policy Approval

This policy was approved by Board Resolution No. 122 issued on 11/03/2026

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## 1. Policy Statement

Alandalus Property Company recognizes that responsible property investment is essential to protecting long-term asset value, managing environmental and social risks, and meeting stakeholder expectations. The Company adopts this Responsible Property Investment Policy to integrate environmental, social, and governance considerations into investment decision-making across its real estate portfolio, supporting sustainable growth and prudent capital allocation.

## 2. Introduction

Investment decisions in the real estate sector have long-term implications for financial performance, environmental impact, and community outcomes. As a listed real estate company in the Kingdom of Saudi Arabia Market, Alandalus considers ESG-related risks and opportunities alongside financial criteria when evaluating acquisitions, joint ventures, and asset management strategies. This policy formalizes the Company's approach to responsible property investment.

## 3. Accountability

Oversight of this policy is assigned to the Board of Directors, with executive accountability delegated to senior management. Investment-related implementation is coordinated through Investment, Property Management, Finance, Business development, and Sustainability under review Governance, Risk, and compliance functions. All personnel involved in investment evaluation and asset management are required to adhere to this policy.

## 4. Scope and Applicability

This policy applies to all real estate investment activities undertaken by Alandalus Property Company, including acquisitions, joint ventures, and divestments. It applies throughout the investment lifecycle, from initial screening and due diligence to ongoing asset management and exit decisions.

## 5. Responsible Investment Principles

The Company's responsible property investment approach is guided by the following principles:

- Integration of environmental, social, and governance considerations into investment analysis
- Identification and management of material ESG risks and opportunities
- based on the requirements of the Capital Market Authority, Tadawul, national environmental and social regulations, and guidance from Saudi Vision 2030, with occasional reference to international standards such as the UN PRI.
- Consideration of asset resilience, operational efficiency, and long-term value creation
- Alignment of investment decisions with the Company's sustainability strategy and risk appetite.

## 6. Integration into Investment and Asset Management Decisions

- ESG considerations are incorporated into relevant stages of the investment and asset management process. This includes high-level screening of potential investments, review of environmental and social risks during due diligence, and consideration of governance and compliance factors. The depth of assessment is proportionate to asset type, investment structure, and risk profile.

## 7. Monitoring, Measurement, and Reporting

The Company monitors ESG-related risks and performance indicators across its property portfolio as part of ongoing asset management. Relevant information is reviewed by management and disclosed through sustainability and regulatory reporting where appropriate.

## 8. Continuous Improvement

Alandalus adopts a continuous improvement approach to responsible property investment by incorporating lessons learned, market developments, and evolving best practices into investment and asset management frameworks.

## 9. Policy Review

This policy is reviewed at least annually, or earlier if required due to changes in regulation, business activities, or environmental risk profile. Revisions are subject to review by the Governance, Risk, and Compliance Department and Board approval.