

# HASI Internal Carbon Price

In keeping with our historic leadership on climate positive investing and absent a national or global policy-mandated carbon price, we adopted the investor and corporate issuer best practice of establishing an internal price of carbon for the emissions associated with both business operations and investments. We believe instituting an internal carbon price encourages transparent emissions reporting and long-term climate positive investments.

## Methodology

According to a recent World Bank analysis,<sup>1</sup> direct carbon pricing now covers approximately 29% of global greenhouse gas emissions across 87 implemented policies, with nearly one-third of global GHG emissions expected to be covered if policies currently under development are fully implemented by 2030.

We have set an internal carbon price of \$100/tCO<sub>2</sub>e, which is well above the global average carbon price of nearly 21/tCO<sub>2</sub>e in 2026.

At the end of each year, we sum the Scope 1, Scope 2 and Scope 3 (including Category 15) carbon emissions from the prior year.

We then net the avoided emissions associated with our investments as of the end of the most recent year against only our Scope 3 Category 15 emissions, if any. If the result of this calculation is less than zero, we simply assign a value of zero to this subtotal. Note that we do not net avoided financed emissions (Scope 3 Category 15) against Scope 1 or Scope 2 emissions.

We strongly believe that all companies should report the avoided emissions associated with their investments. Further, allowing companies to net their avoided financed emissions against their Scope 3 Category 15 emissions supports the allocation of capital in accordance with long-term climate positive investment strategies.

## HASI Internal Carbon Pricing Calculation (FY26)

Scope 1 Emissions (tCO <sub>2</sub> e)	0
Scope 2 (Market-Based) Emissions (tCO <sub>2</sub> e)	0
Scope 3 (Categories 1-14) Emissions (tCO <sub>2</sub> e)	213
Scope 3 (Category 15) Emissions (tCO <sub>2</sub> e)	142,831
Total Gross Emissions (tCO <sub>2</sub> e)	143,044
“Scope 4” Avoided Financed Emissions (FY25, tCO <sub>2</sub> e)	(1,665,033)
Net Scope 3 (Category 15) Emissions (tCO <sub>2</sub> e)	(1,521,989)
Total Net Emissions (tCO <sub>2</sub> e)	213
HASI Internal Carbon Price (\$/tCO <sub>2</sub> e)	\$100
HASI Internal Carbon Fee (FY26)	\$21,300

## Use of Proceeds from Internal Carbon Fee

Each year, the total internal fee for CO<sub>2</sub> emissions is donated to the HASI Foundation as a component of the company's annual Social Dividend.

(1) World Bank, The State and Trends of Carbon Pricing (May 2026)