



The market for carbon emission reduction certificates has grown at exponential rates in the last few years. With an estimated value of more than 126 billion USD, it offers huge opportunities to institutional investors. The risks associated with the carbon market differ significantly, however, from those of the financial markets. Successful utilization of the opportunities it represents requires intimate knowledge of the market, the regulatory policies backing it and the factors affecting price, risk and market. Investors wishing to generate returns from their investment in carbon certificates are therefore well advised to use carbon asset management experts such as First Climate.

Professional asset administration is key in successful carbon investment management. To monitor and control the very particular risks associated with the carbon market, investors need tools specifically designed for carbon assets and in-depth experience of the factors influencing the availability and price of carbon credits. In more than ten years in the market, we at First Climate have developed comprehensive quantitative and qualitative assessment techniques, adding to our solid background in the financial markets and expertise in structuring financial products. We have honed our services advising a number of institutional mandates, developing proprietary accounting and administration methods and further expanding our experience of project-related risks and opportunities. First Climate offers unparalleled technical and regulatory expertise as well as the capacity to analyze large numbers of projects accurately and efficiently.

First Climate Asset Management S.A. is a dedicated carbon investment management business based and regulated in Luxembourg. We provide carbon asset administration to investors looking to develop a lean, tax-efficient and effectively managed carbon credit portfolio, as well as to investors interested in reducing their individual risks by pooling their carbon assets in larger, independently administered structures. Present in all major carbon markets and with offices on five continents, First Climate has a decisive advantage in procuring and analyzing credits from projects around the world. Our clients value our assistance and advice in selecting the most beneficial fund structure and our provision of efficient and cost-effective carbon asset administration services.

••••• **Turnkey administration services for carbon investment entities – customized to your needs**

••••• **Experienced specialists – professional and efficient rendering of high-quality services**

••••• **Independent third-party administrator – a structural safeguard to protect your funds**

# Our Carbon Asset Administration Services:

## Fund Formation Services

- Portfolio structuring advice
- Review of all fund documentation
- Due diligence on all key parties
- Assistance with authorization
- Provision of fund directors and domiciliation
- Selection of auditors, accountants, and legal counsels
- Customer due diligence
- Settlement and registration
- Compliance validation

## Fund Administration Services

- Pricing and evaluation of portfolios
- Hedging and foreign exchange transactions
- Verifying trade information
- Calculation, collection, and payment of expenses and income
- Assistance with preparation of financial statements
- Reconciliation of assets and cash
- Risk and performance reporting
- Maintenance of corporate records
- Board and shareholders meetings, minutes and resolutions
- Statutory corporate filings and returns

## Specialist Carbon Portfolio Services

- Administration of ERPAs
- Monitoring of sellers' obligations and portfolio status
- Monitoring of exchange-traded and OTC transactions, in particular futures, options and swaps
- Management of cash accounts including collateral accounts
- Documentation and reporting

## First Climate – your partner for carbon investment solutions

### Carbon Portfolio Management

Building and managing primary and secondary carbon credit portfolios

### • Carbon Asset Administration

Carbon portfolio back-office services

### • Carbon Risk Management

Measuring and managing carbon portfolio risks

For more information about First Climate's Carbon Asset Administration Services please contact us:

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## Important Information

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