IMPACT REPORT

June 2017
Our Progress

Since the release of Closed Loop Fund’s first impact report in November 2016, the portfolio has continued to make progress on key metrics.

As more projects launch in 2017, we expect to see exponential growth in volumes diverted from landfill, reductions in GHG emissions, households represented, and economic benefit for municipalities. This impact is made possible by our co-investors and partners.

To learn more about our portfolio and impact, please visit closedlooppartners.com /impact.
CLOSED LOOP FUND invests in solutions that address system bottlenecks in **Collections**, **Sortation**, and **Processing**.

**Product & Package Manufactures**
Design for recyclability and use of PCR critical for market growth and stability

**Consumer Engagement & Marketing**
Consumer choices and proper participation guarantee consistent and quality supply

**Materials Processors**
Local and international markets must exist for recycled material

**Collection Services**
Largest portion of system cost when not optimized. Must be convenient.

**MRF's/Sortation Facilities**
Right sized tech - local labor reduces processing costs

**OUR INVESTORS**
11 Investments Made to Date

Reflects committed investments at end of 2016, although some closed in Q1 2017
Our Progress
HIGHLIGHTS AS OF DECEMBER 2016
(ACTUAL TO DATE)

$25M
Committed to 11 projects

- 23M
  - 3.9M
  - 98.5K
  - Tons diverted from landfills

- 42M
  - 8.2M
  - 232K
  - Tons of GHG emissions reduced

- $58M
  - $40.6M
  - $533K
  - Economic benefit to municipalities*

- 18M
  - 4.9M
  - 1.2M
  - Households represented

- $300M
  - $64.4M
  - $64.4M
  - Co-investment leveraged (3:1)

*Savings from landfill tip fees avoided and revenue from commodities sales

- Target Fund Overall
- Projected by 2025
- As of Dec 2016 (8 projects reporting)
DISCLAIMER NOTICE TO RECIPIENTS

This document has been prepared to provide investors in Closed Loop Fund, LP (the “Fund”) and other stakeholders with certain information about the social impact of the Fund’s investments and the impact of certain other entities founded by Ron Gonen, Rob Kaplan, and/or certain limited partners in the Fund, and describing the Fund’s use of funds and the progress made toward achieving the purposes of the Fund. This document may not be used or reproduced, in whole or in part, for any other purpose.

No offer to purchase or sell securities. The information contained in this report has been prepared solely for informational purposes and does not constitute an offer to sell or a solicitation of an offer to buy any security and may not be relied upon in connection with the purchase or sale of any security.

Hypothetical illustrations and pro forma information. The statements in this report that contain terms such as “may,” “will,” “should,” “expect,” “anticipate,” “target,” “project,” “estimate,” “intend,” “continue” or “believe” or the negatives thereof or other variations thereon or comparable terminology are forward-looking statements and not historical facts. Any market analysis presented in this report represents the subjective views of Closed Loop GP, LLC, the general partner of the Fund (the “General Partner”). Actual events are difficult to predict, are beyond the control of the General Partner and its affiliates and may differ from those assumed. There can be no assurance that estimated returns or projections will be realized, that forward-looking statements will materialize or that actual returns or results will not be materially lower than those presented. All forward-looking statements included are based on information available on the date hereof, and neither the General Partner nor its affiliates assumes any duty to update any forward-looking statement.

No representations or warranties. No representation or warranty, express or implied, is made as to the accuracy or completeness of the estimates, projections and other information contained in this report, and nothing contained in this report shall be relied upon as a promise or representation whether as to the past or future performance. All performance information included herein is based on information reported to the Fund by municipalities and other borrowers and has not been independently verified by the Fund or the General Partner.

NOTE ON METHODOLOGY

Descriptions and analysis of specific projects have been synthesized from reports and interviews with borrowers and their project partners, and is provided with their permission.

We believe globally held standards of impact are important measures of our success, and apply definitions developed by the UN (SDGs) and GIIN (IRIS) to our reporting.

“Economic benefit to municipalities” is calculated for CLF municipal loans, where “economic benefit” is the sum of landfill tip fees avoided (tons x $/ton) + revenue from commodity sales (tons x $/ton, by material when possible). Projections are based on averages of fees and revenues provided by borrowers.

“Households represented” refers to the number of households served by CLF projects. We use two different methodologies, depending on the type of project. (1) For Collections and Sortation projects, this number is the actual number of carts or households that benefit from new or expanded service, as provided by the borrower or by using most recent US Census data. (2) For Processing projects, the number of households is an amount equivalent to material diverted by a project in a year divided by the amount of that same material found in a typical household’s recycling cart (350 lbs. of mixed recycling per year, per Moore & Kessler, June 2016). For example, if a project processes 50,000 tons of mixed recyclables annually, we use 285,000 households (50,000 tons x 2000 lbs/ton ÷ 350 = 285,714). In a typical residential single stream mix, we assume 15% is glass, 11% is plastic.

QUESTIONS?

Contact Ellen Martin, ellen@closedloopfund.com