



13 October 2016

To our stakeholders

UN Global Compact, Communication on Progress – Grace Period

We recognise that a key requirement for participation in the UN Global Compact is the annual preparation and posting of a Communication on Progress (COP) that comprises of a statement of continued support for the UN Global Compact, a description of practical actions with regard to the principles of the UN Global Compact and a measurement of outcomes or expected outcomes.

Over the past year, we have made significant progress in the practical steps to implement the UN Global Compact principles into the culture, strategy and day to day operations of our organisation. These include, the implementation of our Sustainability Framework to focus our efforts around 12 material elements, with a clear aspiration, or long-term goal, for each. Our Sustainability Framework embodies the principles of the UN Global Compact. To provide additional near term focus, we have also established 20% by 2020 reduction targets for three of these: energy, water and waste.

We will publish progress against our Sustainability Framework, key initiatives and case studies as an integral part of our Group reporting and website rather than a separate publication or report, highlighting the strategic importance of sustainability to our business. To find out more about our approach to sustainability, including our Sustainability Framework, aspirations and targets please visit [here](#)¹

This year Lendlease produced its first Annual (Integrated) Report in late August 2016, for the financial year ending 30 June 2016. This was an important shift to the way in which we would like to describe progress against sustainability embodying the UN Global Compact Principles. We are subsequently taking more time to align our COP with this shift in reporting.

Our new COP report will be posted on the UN Global Compact website by 15 December 2016 at the latest.

Yours sincerely

A handwritten signature in black ink, appearing to read "Geoff Dutailis", is positioned above the printed name.

Geoff Dutailis
Group Head of Sustainability
Lendlease

¹ <http://www.lendlease.com/worldwide/sustainability.aspx>