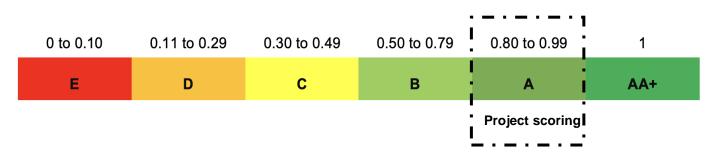
Nat5 Scoring

Key project	LT-012-MEX-210823 CHIHUAHUA, MÉXICO	
Project name	Santa Isabel Water and Soil Credits	
Company	Stichting Life Terra (foundation)	On-Chain Protocol

Scope	Variable	Description	Level	Weighting
Types of credits	Credits	The soil regeneration project in Soto, Angel Trias, Chihuahua is applying to two types of credits: soil credits VSCs and water credits VWCs.	Multi-credit project	1.00
Climatic catastrophes	Forest fires	According to the "Municipal Indicators of Danger, Exposure and Vulnerability" map of the National Center for Disaster Prevention (CENAPRED), the municipality of Santa Isabel, where the project is located, is in a zone classified as "non-hazardous" for flammable substances: http://www.atlasnacionalderiesgos.gob.mx	No risk	1.00
	Floods	According to the map of "Municipal Indicators of Danger, Exposure and Vulnerability" of the National Center for Disaster Prevention (CENAPRED), the municipality of Santa Isabel, where the project is located, is in a zone classified with a low risk of flooding: http://www.atlasnacionalderiesgos.gob.mx	Low risk	0.75
	Droughts	According to the map of "Municipal Indicators of Danger, Exposure and Vulnerability" of the National Center for Disaster Prevention (CENAPRED), the municipality of Santa Isabel, where the project is located, is in a zone classified with a medium risk of drought: http://www.atlasnacionalderiesgos.gob.mx	Medium risk	0.50
	Hail	According to the map of "Municipal Indicators of Danger, Exposure and Vulnerability" of the National Center for Disaster Prevention (CENAPRED), the municipality of Santa Isabel, where the project is located, is in a zone classified with a low risk for hail: http://www.atlasnacionalderiesgos.gob.mx	Low risk	0.75
Climate change	Loss of ecological conditions necessary for the adaptability of reforested species.	According to the map of "Municipal Indicators of Danger, Exposure and Vulnerability" of the National Center for Disaster Prevention (CENAPRED), the municipality of Santa Isabel, where the project is located, is in a zone classified as having a low vulnerability to the impacts of climate change. http://www.atlasnacionalderiesgos.gob.mx	Low vulnerability	0.75
Legal, political and social conditions	Legal risk	The State of Chihuahua, where the project is located, has a Ley de Cambio Climático Estatal (Última Reforma POE 2017.02.22/No.15), which establishes the mechanisms for the design, implementation, execution and evaluation of public policies for climate change adaptation and mitigation of greenhouse gas and compound emissions.	Existence of a comprehensive national regulatory framework on VCM and climate action	1.00
	Political risk	The State of Chihuahua, where the project is located, has a Programa Estatal de Cambio Climático (PECC), which establishes mitigation measures to address this problem in support of national policy.	Positive outlook toward VCM and in favor of climate action as a national priority	1.00
	Social risk	The project identified and involved the main local stakeholders: the landowner and the ejido community. The results and processes of the social consultation can be found in the LSC format.	The project proponent has notified focal points prior to project registration and has conducted stakeholder consultation	0.75
Project Developer	Project developer's risk	The project developer: Stichting Life Terra, is a foundation created in 2019. According to its 2022 activity report, the organization has planted 1,578,961 trees in 13 different countries. The report can be accessed via the following link: https://www.datocms- assets.com/50353/1695717433-annual-report- 2022_compressed.pdf	The project developer has generated similar projects (VCM) in the past and has successfully completed them	1.00
	Strength of the project team	Although the foundation was created 4 years ago (2019), the internal team has more than 7 years of experience in developing similar projects.	The internal team has a combined technical experience of less than 7 years and/or a combined commercial experience of less than 7 years	1.00

Transparency and communication	Transparency and clarity of project communication	The project developer has shared all non- confidential information in a timely manner as required by the aOCP. Providing photographic record of the reforestation event held with the local school and mayor; as well as the land use agreement signed with the landowner.	The developer has made all non- confidential project information public and easily accessible in appropriate formats and has adopted appropriate strategies and measures to maintain communication with different stakeholders	1.00
Participation and alliances	Involvement of the local community in the project team	During the development of the project, local people were temporarily employed for construction work and planting activities.	The project has seasonal employment for members of the local community	0.50
	Ability of the project to form partnerships	The project has some partnerships and actively engages with relevant organizations across the board	The project has strategic partnerships	0.50
			Total	0.82

Nat5 Scoring Classification



Notes:

- The project score is "A" (0.82);
- The variable that lowered the project's score is mainly the formation of strategic project partnerships;
- In terms of political and legal conditions the project was evaluated with the highest score (1);
- In terms of developer experience, the project was evaluated with the highest score (1);

• In terms of transparency and communication, the project was evaluated with the highest score (1).

A detailed explanation of Nat5 Scoring can be found in the aOCP Procedures document version 2.0