



**Minority
CARES**

**Impact
Report**

3Q 2021

Minority CARES Impact Report

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On Juneteenth of 2020, Community Capital Management (CCM) announced the launch of its new initiative, Minority Community Advancement Racial Empowerment Strategy (CARES). The program allows institutional and retail investors the opportunity to direct their fixed income capital to advance racial equality, tackle social disparities, and help build an economy that provides opportunities for everyone from affordable housing to access to capital – the basic building blocks of income equality. Minority CARES anticipates investing over \$2 billion over the next five years in market-rate bonds that align with the values of social justice, improvement in the lives of those in historically marginalized communities, and increased economic opportunity for people of color.

Minority CARES utilizes CCM’s bespoke investment-grade fixed income impact strategy already available on major platforms and in various impact investing models. It looks to invest in market-rate and well-researched bonds that have direct and measurable positive societal impacts to minority individuals, families, and communities and includes investments made in majority-minority census tracts (greater than 50%) along with eight of CCM’s 18 existing impact themes. All of the investments made in Minority CARES are subject to CCM’s pioneering use of proceeds analysis and tracked within CCM’s proprietary impact database for reporting and transparency.

Minority CARES Highlights as of 09/30/2021¹

\$918m

Investment in initiative on behalf of clients since its launch

<h2 style="margin: 0;">48 States + District of Columbia</h2> <p style="margin: 0;">Number of states where capital targeting Minority CARES has been directed</p>	<h2 style="margin: 0;">1,250 Loans</h2> <p style="margin: 0;">Number of loans to minority borrowers</p>	<h2 style="margin: 0;">\$558m</h2> <p style="margin: 0;">Dollar amount invested in 1,082 unique majority-minority census tracts²</p>
<h2 style="margin: 0;">640 Loans</h2> <p style="margin: 0;">Number of loans to minority women borrowers</p>	<h2 style="margin: 0;">68,178 Units</h2> <p style="margin: 0;">Number of affordable rental housing units in Minority CARES initiative</p>	<h2 style="margin: 0;">\$147m</h2> <p style="margin: 0;">Dollar amount invested in 110 unique racially/ethnically concentrated areas of poverty (R/ECAP)³</p>

A **majority-minority census tract** has a population that is at least 50% minorities, which means that more than half of individuals in the census tract are minorities, i.e. Black, Asian, Hispanic, Asian-Pacific Islander, and/or Native American.

To assist communities in identifying **racially/ethnically-concentrated areas of poverty (R/ECAPs)**, HUD has developed a census tract-based definition of R/ECAPs. The definition involves a racial/ethnic concentration threshold and a poverty test.⁴

While gender lens is not one of the eight identified impact themes in the minority CARES initiative, we thought it was worthwhile to share this additional level of data given women’s fight for gender equality and their ongoing need for safe, decent, and affordable housing.

¹ All data are approximate figures. All data in this report is since the launch of the initiative on 06/19/20 to 09/30/21. An internal audit in the third quarter of 2021 reclassified some investments and impact metrics in Minority CARES.

² As of 06/30/21, we updated our count of majority-minority census tracts so that each census tract counts as one unique tract even if there are multiple investments in one majority-minority census tract.

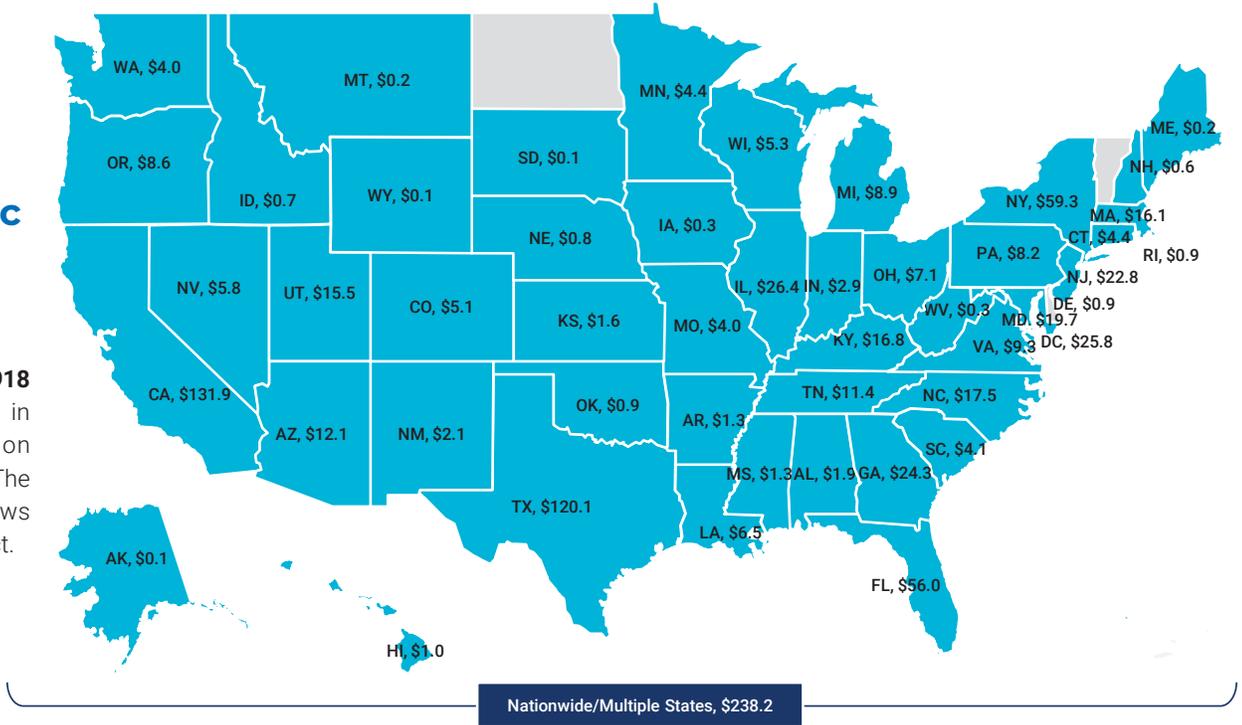
³ As of 06/30/21, we updated our count of R/ECAPs so that each census tract counts as one unique tract even if there are multiple investments in one R/ECAP.

⁴ https://hudgis-hud.opendata.arcgis.com/datasets/56de4ed-ea8264fe5a344da9811ef5d6e_0

Minority CARES Geographic Impact

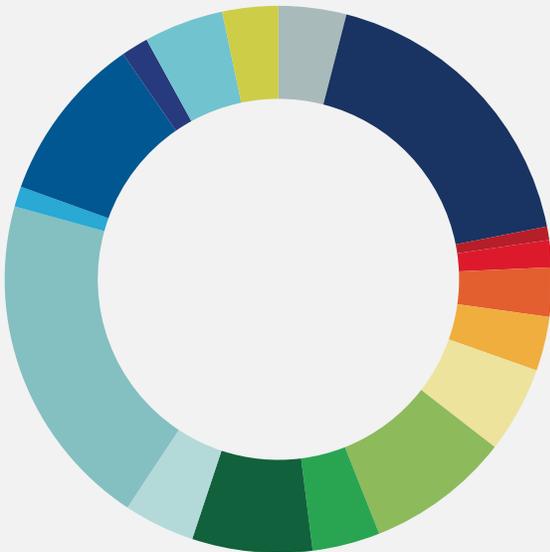
(in \$Millions)

CCM has invested **\$918 million** nationwide in Minority CARES on behalf of its clients. The following map shows state-by-state impact.

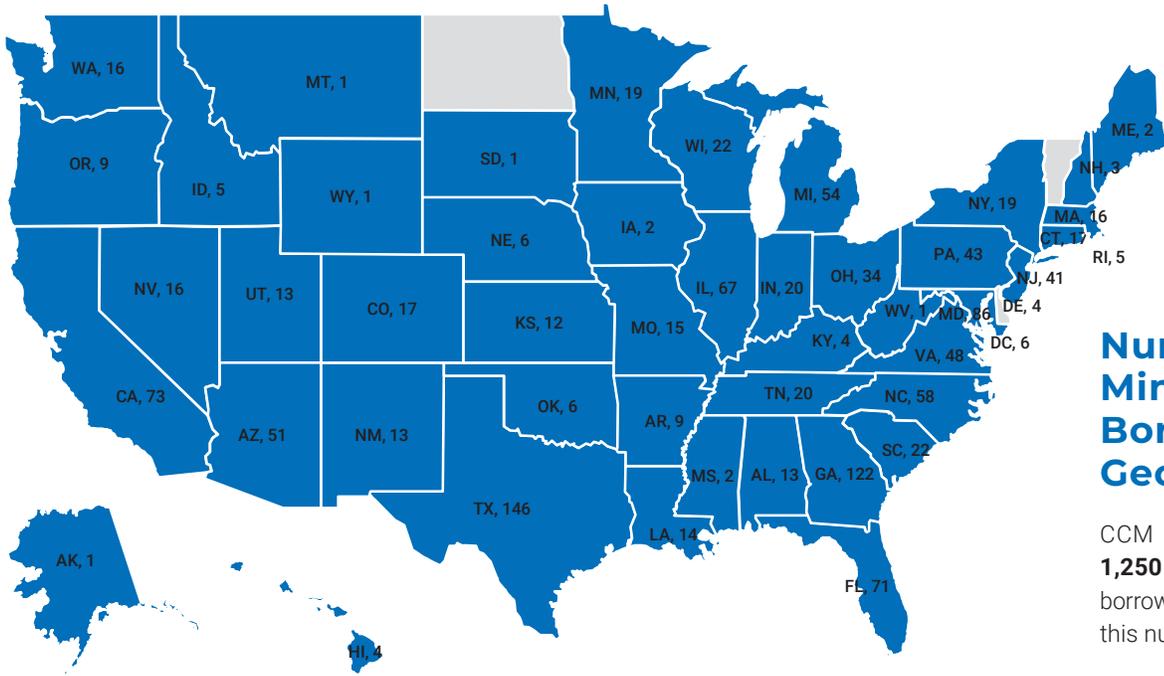


Minority CARES and Impact Themes

The chart below shows how the investments in Minority CARES align with all of CCM's 18 impact themes, with each investment aligning with at least one of the eight themes in the program.



Affordable Health and Rehabilitation Care	4.6%
Affordable Housing	18.7%
Arts, Culture, and the Creative Economy	0.7%
Disaster Recovery, Resilience, and Remediation	1.4%
Economic Inclusion	3.4%
Education and Childcare	4.3%
Enterprise Development and Jobs	5.0%
Environmental Sustainability	7.9%
Gender Lens	4.3%
Healthy Communities	6.4%
Human Empowerment	4.2%
Minority Advancement	20.0%
Neighborhood Revitalization	0.8%
Poverty Alleviation	9.7%
Rural Community Development	1.5%
Seniors and the Disabled	4.4%
Sustainable Agriculture	0.0%
Transit-Oriented Development	2.7%

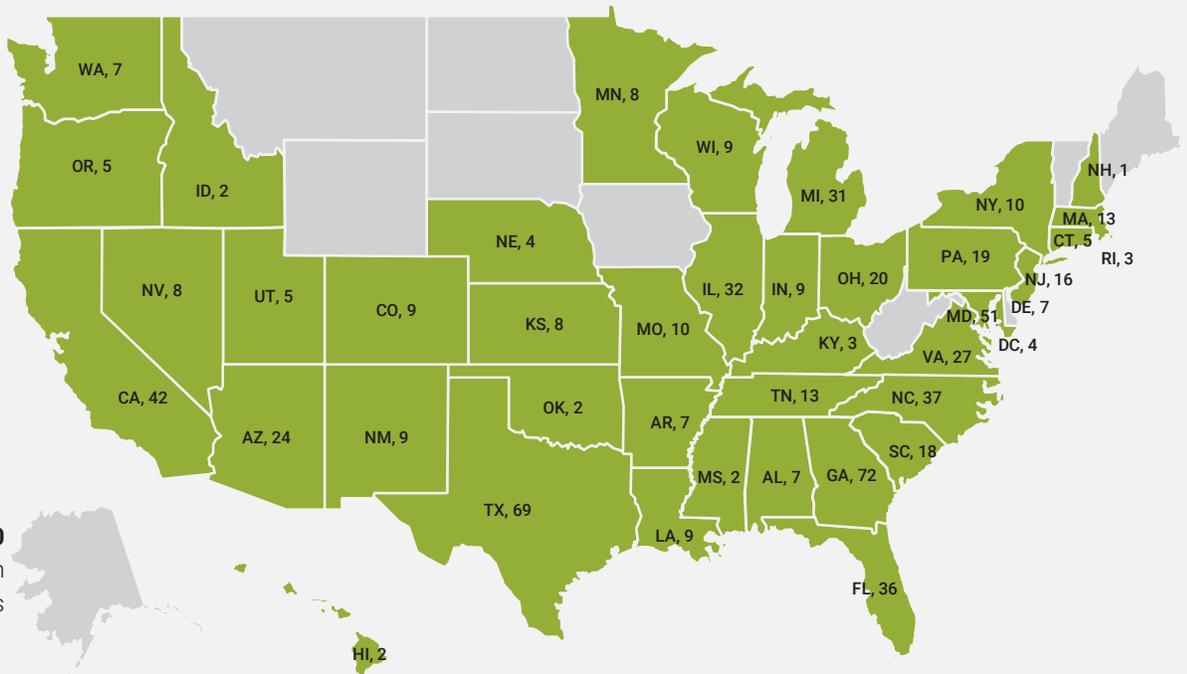


Number of Minority Borrowers by Geography

CCM has invested in **1,250 loans** to minority borrowers. The map shows this number by state.

Number of Minority Women Borrowers by Geography

CCM has invested in **640 loans** to minority women borrowers. The map shows this number by state.



Impact Stories: Minority CARES Investments

Baker School Apartments

Location: **Denver, CO** | Sector: **Agency CMBS**

Baker School Apartments is a Low-Income Housing Tax Credit (LIHTC) property in Denver, Colorado. Under the LIHTC agreement, all 142 units are reserved for low-income residents whose income does not exceed 60% of the area median income. The property is in a moderate-income, majority-minority, and high-poverty census tract where 68% of the population are minorities and 31% lives below the poverty line.

Baker School Apartments offers its residents amenities including a community kitchen, classroom, business center, fitness center, dog park, playground, and counseling rooms. The property is within walking distance of Westminster Public Schools, a nature preserve, and three parks. Constructed in 2018, the property was fitted with solar panels to help decrease traditional energy use. Apartments feature Energy-star appliances, an in-unit washer and dryer, and a private patio or balcony. Gas, water, electricity, sewer, and trash removal are all included in the rent.

Baker School Apartments is owned and managed by Delwest Management, which has partnered with local Denver organizations to provide supportive services to residents. These organizations include Maiker Housing Partners (formerly Unison Housing Partners), a socially conscious housing authority that seeks to create attainable and sustainable housing and communities for vulnerable families and individuals, and Growing Home, a non-profit serving children and families in north metro Denver. Growing Home provides high-need services at Baker School Apartments including after-school programs, cooking classes, and financial planning assistance for all residents and for the surrounding community.

Through Delwest and its partners, Baker School Apartments offers additional wrap-around services, resources, and programming to empower its residents, including pop-up health clinics and dental screenings. Delwest was one of the first affordable housing developers in Colorado to privately fund educational support pods for any school-aged child in its affordable housing developments. The Delwest Community Support Pods ensure that families and their children have the academic, emotional, and nutritional support necessary to perform well in school and beyond.

Delwest also seeks to address food insecurity for its residents. It built and stocks a food and clothing pantry for residents of its properties and regularly provides packaged meals as well as after-school snacks, pizza parties, and food for any community programming it offers. During the early stages of the COVID-19 vaccination rollout in the spring of 2021, Delwest partnered with the Colorado Department of Health to host a two-part, free vaccination clinic. Approximately 100 residents from Delwest affordable housing developments as well as community members who might have otherwise had a hard time accessing the vaccine received the Pfizer two-part dose.



Source: <https://bakerschoolapartments.com/>

IMPACT THEMES THIS INVESTMENT HELPED SUPPORT:

Affordable Health and Rehabilitation Care 	Affordable Housing 
Disaster Recovery, Resilience, and Remediation 	Economic Inclusion 
Education and Childcare 	Environmental Sustainability 
Healthy Communities 	Human Empowerment 
Minority Advancement 	Poverty Alleviation 

Rockwood Apartments A-2

Location: **Anaheim, CA** | Sector: **Agency CMBS**

Rockwood Apartments is a Low-Income Housing Tax Credit (LIHTC) property with 70 units in Anaheim, California. Under the LIHTC agreement, 69 residential units are reserved for low-income tenants. Specifically, 27 units are reserved for people with incomes at or below 60% of the area median income (AMI) and 42 units are reserved for people with incomes at or below 50% of AMI, with 30 of those reserved for people with incomes at or below 30% of AMI. The property is in a high-minority census tract where 83% of the population are minorities.

Rockwood Apartments A-2 provides stable housing and supportive services for 48 formerly homeless children and their families, 15 permanent supportive housing units for Mental Health Services Act (MHSA) clients living with mental illness, and six affordable apartments for large families. The 48 apartments serve families who are a part of the Homeless Assistance Pilot Program, which is a collaboration of the City of Anaheim, the Anaheim Union School District, and the Illumination Foundation, a non-profit that provides targeted, interdisciplinary services for vulnerable homeless adults and children to disrupt the cycle of homelessness.

Rockwood Apartments A-2 is located near schools, shopping centers, and public transportation in Anaheim. Amenities include a community center, computer lab, laundry facility, playground, and basketball court. As a green building, the property earned the LEED for Homes Gold certification and was built in accordance with CalGreen Title 24, California's green building standard code.

Rockwood Apartments A-2 is managed by Jamboree Housing Corporation, which provides an on-site resident service coordinator to give residents access to Jamboree's services and programs. These customized services and programs, known as REACH, are designed to build community, provide educational enhancement, encourage healthy living, and increase financial and housing stability for both Jamboree residents and residents of the surrounding community. At all its properties, Jamboree engages with neighborhood local partners to identify the needs of that neighborhood and build a healthy community.

About CCM

Community Capital Management, LLC (CCM) is an investment adviser registered with the Securities and Exchange Commission. Headquartered in Fort Lauderdale with employees in Boston, Charlotte, the New York City area, and Southern California, CCM was founded in 1998 and manages approximately \$4 billion in assets. The firm believes a fully integrated portfolio – one that includes environmental, social, and governance (ESG) factors – can deliver strong financial performance while simultaneously having positive long-term economic and sustainable impact. CCM's strategies utilize an innovative approach to fixed income and equity investing by combining the positive outcomes of impact and ESG investing with rigorous financial analysis, an inherent focus on risk management, and transparent research. For more information, please visit: www.ccminvests.com.

Community Capital Management, LLC (CCM) is an investment adviser registered with the Securities and Exchange Commission under the Investment Advisers Act of 1940. Registration as an investment adviser does not imply a certain level of skill or training. The verbal and written communications of an investment adviser provide you with information you need to determine whether to hire or retain the adviser. Past performance is not indicative of future results. CCM has distinct investment processes and procedures relating to the management of investment portfolios. The firm's strategies are customized, rather than model-based, and utilize an innovative approach to fixed income and equity investing by combining the positive outcomes of impact and environmental, social, and governance (ESG) investing with rigorous financial analysis, an inherent focus on risk management, and transparent research. Bonds are subject to interest rate risk and will decline in value as interest rates rise. Stocks will fluctuate in response to factors that may affect a single company, industry, sector, or the market as a whole and may perform worse than the market. A sustainable investment strategy which incorporates impact investing and/or ESG criteria may take into consideration factors beyond traditional financial information to select securities, which could result in relative investment performance deviating from other strategies or broad market benchmarks, depending on whether such sectors or investments are in or out of favor in the market. Further, ESG strategies may rely on certain values-based criteria to eliminate exposures found in similar strategies or broad market benchmarks, which could also result in relative investment performance deviating.

Any of the securities identified and described herein are for illustrative purposes only. Their selection was based upon non-performance-based objective criteria, including, but not limited to, the security's social and/or environmental attributes. It should not be assumed that the recommendations made in the future will be profitable or will equal the performance of the securities identified. Impact figures mentioned are approximate values.

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IMPACT THEMES THIS INVESTMENT HELPED SUPPORT:

Affordable Health and Rehabilitation Care



Affordable Housing



Economic Inclusion



Education and Childcare



Environmental Sustainability



Healthy Communities



Human Empowerment



Minority Advancement



Jamboree is a property management company that partners with local and community partners to develop, manage, and preserve affordable housing in California. Residents at Jamboree properties report a reduction in their use of public services that resulted in cost savings of more than \$8.7 million each year. Additionally, 41% of residents' children do better in school when they live in a safe, steady home, 91% of residents reported feeling safer in their Jamboree home than in their previous home, and 51% of residents join in community celebrations.