

SIMON SUSTAINABILITY REPORT 2020-2021

CREATING SUSTAINABLE COMMUNITIES



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ABOUT THIS REPORT

Simon Property Group's (Simon) 2020-2021 Sustainability Report provides information and updates on the Company's continuing sustainability efforts and achievements. This report includes information from Simon's real estate activities in the U.S. including Simon Malls, Simon Premium Outlets, and The Mills.

The information communicated in this report is based on data for the year ending December 31, 2020—or otherwise explained in the report. This report's scope includes properties directly managed and owned by Simon in the U.S. This report contains Standard Disclosures from the Global Reporting Initiative (GRI) guidelines and has been prepared following GRI Standards' core reporting requirements and incorporates disclosures aligned with the Task Force on Climate-related Financial Disclosures (TCFD). The GRI content index is available at the end of this report. For additional sustainability information, please visit [simon.com/sustainability](https://www.simon.com/sustainability).



MESSAGE FROM THE CEO

WELCOME TO SIMON'S 2020-2021 SUSTAINABILITY REPORT.

Simon is dedicated to continuously innovating its extensive portfolio of environmental and social sustainability programs. These programs not only contribute to improving our financial performance but also enhance our positive impact on the communities where our centers are located. We are focused on embracing important challenges which require our commitment to be a vital force for good in the communities where we live, work, play, stay, and shop.

We continue to prioritize the health, safety, and well-being of our employees, shoppers, retailers, and the communities we serve. When the COVID-19 pandemic started, we immediately organized ourselves and assembled a COVID-19 Response Taskforce, which was composed of Simon department representatives and subject matter experts. The Taskforce rolled out Simon's COVID-19 Exposure Mitigation Protocols (Protocols), designed to mitigate the risk to employees and shoppers of being exposed to COVID-19 through identification, evaluation, and control of pathogen transmission factors at our properties.

Before re-opening our properties, we developed safety protocols and took additional measures to keep our visitors and tenants safe. By achieving the WELL Health-Safety Rating at all of our centers, Simon has demonstrated our commitment to the health and well-being of our tenants and visitors.

A study conducted by Simon and Deloitte Consulting has shown physical shopping to be up to 60% more environmentally sustainable than digital shopping. Consequences of digital shopping that have a negative impact on the environment are increased returns, expedited shipping, and the additional packaging of e-commerce. The lower emissions associated with brick and mortar were driven by shoppers making a greater number of purchases per trip and combining their physical visits with other activities as part of their trip-chain. Returning goods purchased online to store instead of the distribution center reduces carbon emissions by an average of 40% according to recent studies.

Our Sustainability Program, Creating Sustainable Communities, is more vibrant than ever before. We view our retail properties as intrinsic and essential parts of the community. Our centers are local hubs for economic growth, creating over 300,000 jobs, and generating billions in property and sales tax revenues. We continue to expand existing, and implement new, community services at our properties including Simon Youth Foundation Academies, food donation and blood drive events, and COVID-19 essential services.

I am proud that our team accomplished the following in 2020-2021:

- Achieving an A score on our response to Carbon Disclosure Project's Climate Change questionnaire, earning a place on CDP's prestigious A List.
- During a time of crisis, raising more than \$1 million for the Simon Youth Foundation in 2020 so it could maintain its commitment to the students it serves and to help students reach graduation day.
- Publishing our Diversity and Inclusion Policy and establishing of Simon's Diversity and Inclusion Council.
- Updating many policies, including our Environmental Management System, new sustainable development guidelines for new developments, and organizing a Sustainability Innovation contest to identify, share and implement scalable ideas to reduce our carbon footprint.

We have already started to craft our "Roadmap to 2035" which identifies how we will achieve our new science-based targets and that will detail all aspects of our business that will include a sustainability focus. We will accomplish these through investment, operational excellence, and tenant partnership. Our complete "Low Carbon Transition Plan" will be published in the future.



David Simon

Chairman, Chief Executive Officer & President
Simon Property Group

A stylized, handwritten signature in black ink, appearing to be 'DS' with a small dot at the end.

KEY HIGHLIGHTS 2020-2021



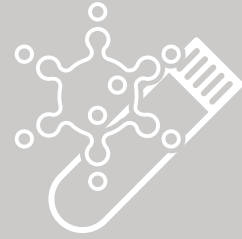
204

CENTERS ARE WELL HEALTH-SAFETY RATED



40%

RELEASE OF OUR FINDINGS ON THE ENVIRONMENTAL BENEFITS OF RETURNING ITEMS TO A STORE VS. ONLINE¹, REVEALING THAT SAVINGS OF UP TO 40% IN GHG EMISSIONS ARE POSSIBLE WHEN RETURNING ITEMS TO A STORE.



OVER 75

CENTERS HOSTING COVID-19 TESTING² AND 10 CENTERS HOSTING VACCINATION SITES³



DIVERSITY

SIMON DIVERSITY AND INCLUSION COUNCIL LAUNCHED



ENVIRONMENTAL

POLICIES UPDATED TO ALIGN WITH OUR CARBON REDUCTION COMMITMENTS



3,555

STUDENTS ENROLLED—AND SIMON YOUTH FOUNDATION'S CONTINUED RESILIENCE THROUGH THE PANDEMIC

EXTERNAL RECOGNITION



Carbon Disclosure Project: Achieved an A-score, earning a prestigious place on CDP's Climate Change A List.



GRESB: Received a Green Star rating, the highest designation for sustainability in the real estate industry awarded by the Global Real Estate Sustainability Benchmark (GRESB) (2014–2020) and ranked #1 in the GRESB Development module in 2020 (Retail, USA)



StormReady: Recognized as StormReady by National Weather Service for all Properties.

¹ Leveraging In-Store Returns 2021

² As of April 30, 2021

³ As of May 30, 2021

THIS IS SIMON: COMPANY HIGHLIGHTS 2020

A Global Leader

In Retail Real Estate
and an S&P 100 Company

180M

Square Feet of GLA in
North America

203

U.S. Portfolio Properties

\$4.6B

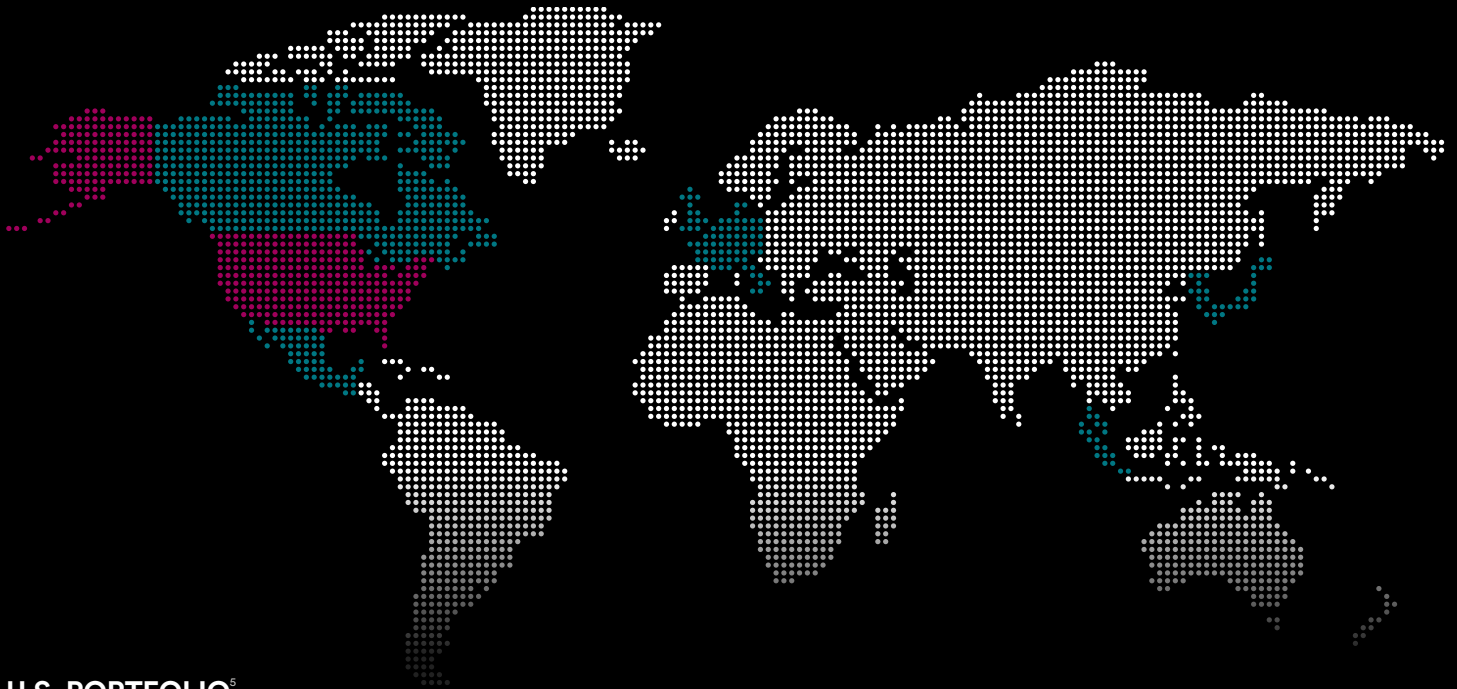
Annual Consolidated Revenues

\$66B

Approximate Total Market
Capitalization⁴

⁴As of December 31, 2020

PORTFOLIO HIGHLIGHTS



U.S. PORTFOLIO⁵

Simon Malls^{*}

99
Properties

112
Million
Square Ft

Simon Premium Outlets^{*}

69
Properties

30
Million
Square Ft

The Mills^{*}

14
Properties

21
Million
Square Ft

Interest in The Taubman Realty Group

80%

Owner & operator of 24 regional, super-regional, and outlet malls in the U.S. and Asia

INTERNATIONAL PORTFOLIO

11
Million
Square Ft

Designer Outlets

10
Designer Outlets
(Austria, Canada, France, Germany, Italy, the Netherlands, Spain, and the UK)

Premium Outlets

21
Premium Outlets
(Canada, Japan, Malaysia, Mexico, South Korea and Thailand)

Interest in Klépierre

22.4%

A publicly traded real estate company based in Paris with a portfolio of high-quality shopping centers in 15 European countries.

⁵ As of December 31, 2020

CREATING SUSTAINABLE CENTERS



SUSTAINABILITY STRATEGY

At Simon, we define and implement sustainability initiatives that consider all aspects of our business. This approach enhances the communities in which we operate and also generates long-term shareholder value by embracing opportunities, improving the bottom line, and mitigating environmental and social risks.

Our sustainability vision is to be recognized as a leader in sustainable retail real estate development and operations in the U.S. In 2020, we updated our sustainability strategy towards ‘Creating Sustainable Centers’ and set new focus areas and long-term commitments to increase our socio-economic impact while reducing our environmental footprint. The four key areas of our sustainability framework are outlined below:

CREATING SUSTAINABLE CENTERS



CUSTOMERS

Responding to customers’ needs and assisting our tenants to succeed in their business by enhancing the shopping experience at Simon centers.

Simon is committed to:

- Rolling out a tenant engagement initiative to collaborate with tenants and reduce our scope 3 carbon emissions by 21% by 2035.
- Maintaining the WELL Health-Safety Ratings at our centers through 2021.
- Providing EV charging stations at 100% of our properties.



COMMUNITIES

Build strong communities through development and engagement activities that have a meaningful social and economic impact at the local level.

Simon is committed to:

- Creating a positive impact on over 204 million residents living near our centers.
- Graduating the 30,000 Simon Youth Foundation (SYF) students by the end of the 2024-2025 academic year.



ENVIRONMENT

Effectively develop and operate our properties with innovative solutions that reduce our environmental footprint as well as our operational costs.

Simon is committed to:

- 68% reduction in scope 1 and 2 GHG emissions by 2035.
- Minimizing water usage by reducing consumption at our centers by 20% between 2013 and 2025.
- Incorporating sustainable development guidelines in all new (re) developments.
- Increasing the number of green building certifications annually.



EMPLOYEES

Maintaining a culture that attracts and retains the sector’s best talent through thoughtful employee engagement.

Simon is committed to:

- Participating in the Disability and Equality Index (DEI) annually, and being named among DEI’s Best Places to Work™.
- Providing Ethics training to 100% of full-time employees within 30 days of hire.
- Establishing an annual employee Sustainability Innovation Award.

SUSTAINABILITY STRATEGY

MATERIALITY ASSESSMENT

In previous years, we have conducted a materiality assessment to identify key environmental, social, and governance risks and opportunities. As part of Simon's materiality assessment, we have engaged with various external and internal stakeholders. The assessment outcomes are set forth in Simon's Materiality Matrix. Simon will update this assessment in the next year to ensure all relevant and current topics are covered within its sustainability framework and roadmap to 2035.

SIMON MATERIALITY MATRIX

We are focused on addressing the most material topics identified in our materiality assessment. For example, we have strengthened our commitments to fight climate change and set higher GHG reduction targets approved by the Science Based Target initiative (SBTi) in 2020. We have also intensified our focus on the health and safety of our tenants, customers, and employees by taking clear actions to minimize their risks. While the customer and community engagement programs we have in place show the positive impact Simon has had, we are looking ahead for additional ways to meet these stakeholders' long-term needs.

SUSTAINABILITY GOVERNANCE

Simon's Sustainability Office is led by the Head of Sustainability, a full-time dedicated employee responsible for managing the company's ESG programs. The Head of Sustainability reports to the General Counsel on a weekly basis and prepares reports for the CEO and Simon's Board of Directors. The Head of Sustainability is responsible for climate-related programs including driving energy efficiency, encouraging the utilization of renewable energy, promoting green technology innovations, as well as developing and executing sustainability awareness programs for communities, customers, investors, and employees.

Our Head of Sustainability leads the ESG Executive Committee (formerly named the Sustainability Executive Committee), which includes C-suite executives from core functions of the Company, including the GC, CFO, Chief Administrative Officer, President of Development, EVP of Simon Management, and SVP of Human Resources. The ESG Executive Committee supervises our sustainability performance, including monitoring climate-related issues, and reports directly to the CEO and Board of Directors.

ESG Executive Committee is primarily responsible for setting strategic direction for sustainability at Simon and providing counsel and executive oversight on sustainability initiatives. This team identifies which ESG issues are most relevant to our business and key stakeholders and communicates our approach to managing these risks and opportunities to the Board of Directors.

This Committee provides leadership and oversight to encourage and assure sustainability opportunities are supported and recognized at the highest level of the Company. The Committee is also responsible for all strategic Environmental, Social, Governance (ESG), and climate-related communications.

Simon's Board of Directors oversees Simon's plans and prospects to assess and monitor progress on addressing the major climate change risks it faces. The Board of Directors may take a variety of actions to manage climate-related risks and opportunities. These may include implementing policies and procedures for assessing and managing material ESG risks and opportunities and integrating and adapting our strategic and operational planning, including capital expenditures.

ENVIRONMENTAL PERFORMANCE LINKED TO PERFORMANCE PLANS

In 2020, Simon initiated the Sustainability Innovation Award for those employees who proactively implement or identify new innovative solutions that contribute to reducing the environmental impact of our centers while simultaneously increasing their profitability. Employees were encouraged to submit their ideas, which were assessed by an independent corporate jury on scalability, profitability, and novel qualities. The annual winners received company-wide recognition on Earth Day 2021, and a monetary award of \$500 USD, totaling \$16,500 awarded. Simon will be piloting several of these initiatives in 2021.

In normal operating years, employees at Simon have financial and non-financial incentives to achieve Simon's ESG objectives. All corporate employees, including those not normally part of a bonus plan, are eligible to receive a discretionary or calculated bonus as a result of the Company's financial performance. Some of the factors considered include performance indicators that are the result of energy efficiency and emission reduction efforts. In addition to a monetary award, the Simon Employee of the Month Program recognizes and rewards employees who show exemplary performance in their jobs.

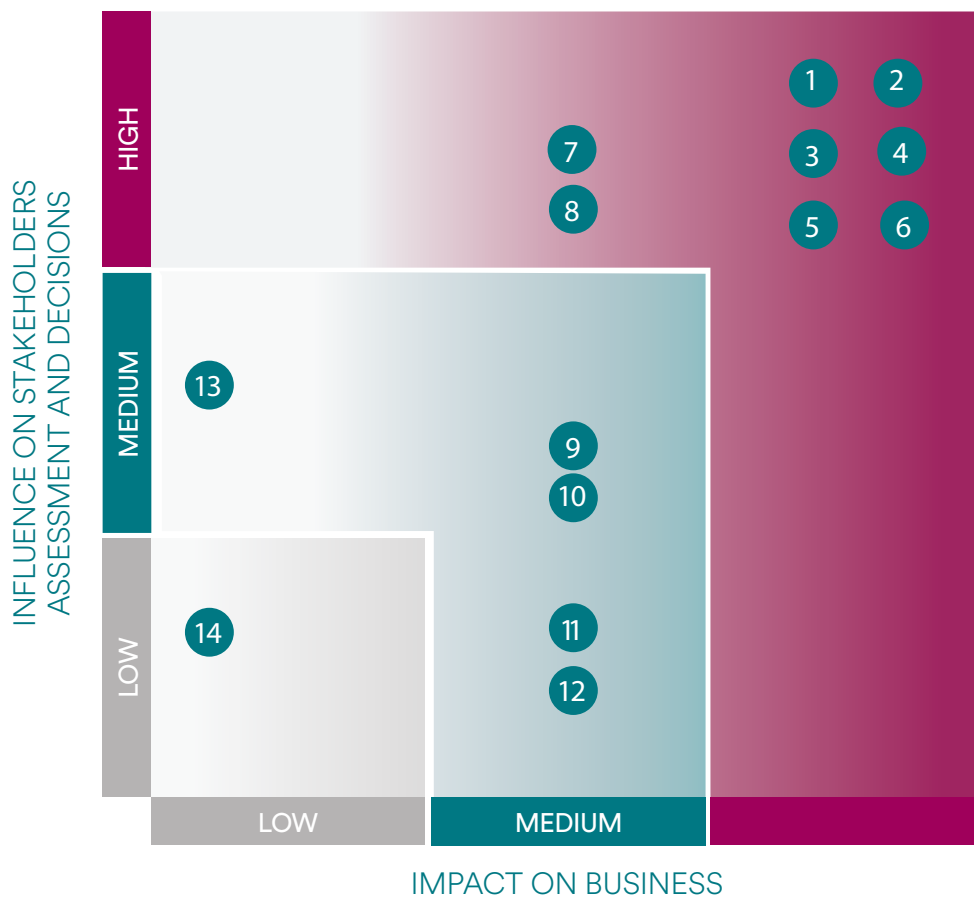
The General Counsel, who is part of Executive Management, leads the company's sustainability program including investor-focused climate change-related communications, supporting tenant-focused climate change-related initiatives, emissions reduction, and energy efficiency initiatives. The success of the program impacts a portion of his compensation.



Aharon Kestenbaum
Head of Sustainability

“ While our primary focus has and continues to be the health, safety, and wellbeing of our customers, communities, and employees, we are determined to meet our long-term carbon reduction commitments by updating our internal policies, stimulating innovation, and developing a robust tenant engagement program. ”

SIMON'S KEY MATERIALITY ASPECTS

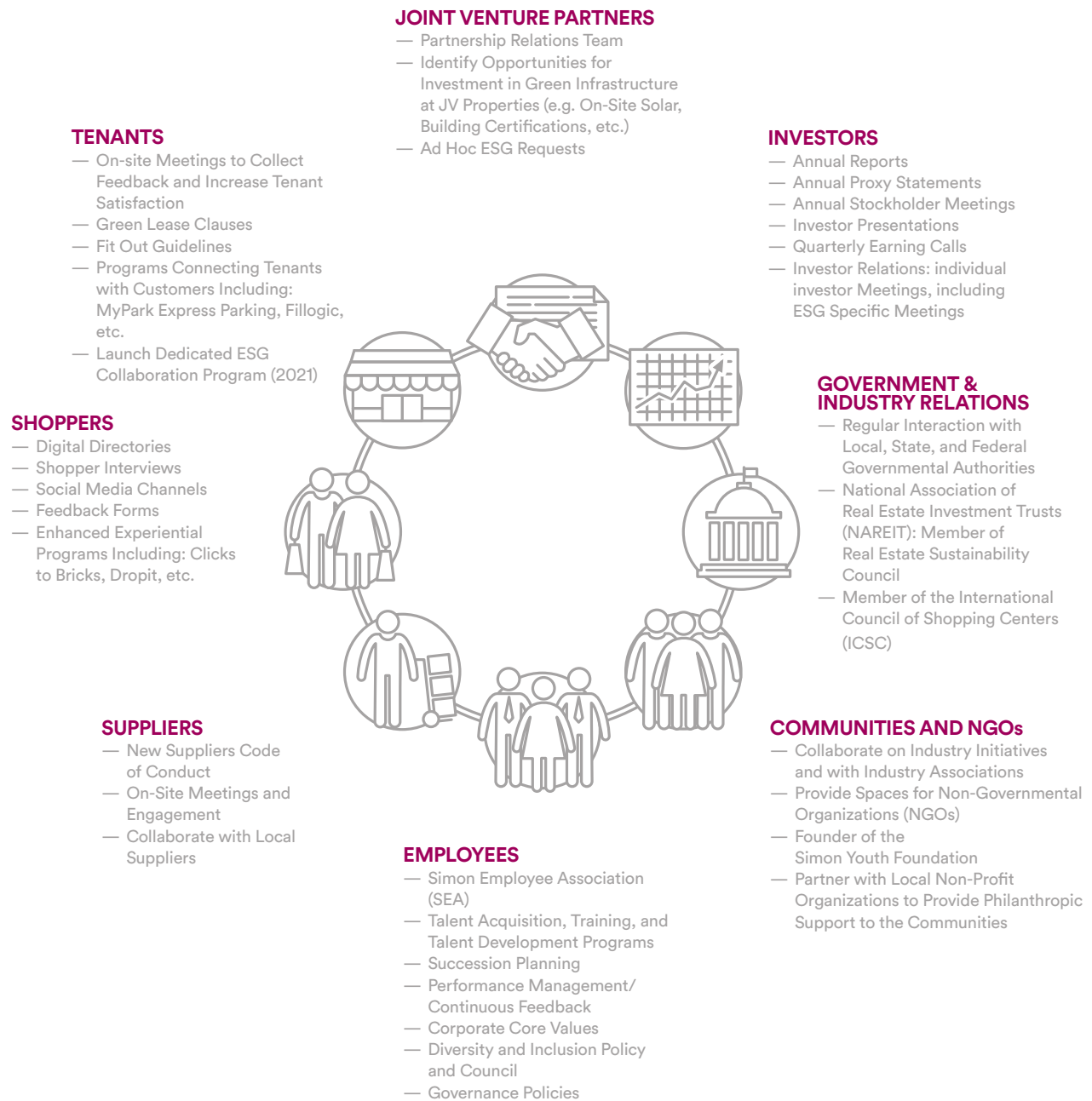


- 1. Ownership of High-Quality Retail Real Estate
- 2. Densify Simon's Well-Located Real Estate with Elements that Foster a Live, Work, Play, and Stay Environment
- 3. Energy Management
- 4. Climate Change Adaptation and Resilience Strategies
- 5. Health and Safety
- 6. Ethical Business Conduct
- 7. Respect of Human Rights
- 8. Customer Engagement
- 9. Community Engagement
- 10. Health and Well-Being
- 11. Water Conservation
- 12. Recycling Waste from Operation
- 13. Response to Natural Disasters
- 14. Biodiversity

STAKEHOLDER ENGAGEMENT

A foundational core for our sustainable business success is stakeholder engagement. These relationships allow for ongoing dialogue through which we can better understand business needs and concerns, and take action to improve our performance.

The stakeholder engagement process is applied across Simon’s portfolio of existing properties and new development activities. The process involves analyzing and identifying who the most relevant stakeholders are, assessing procedures for engaging (such as frequency and method), and determining level of engagement (corporate, property, and/or project). Simon’s leadership carefully reviews the feedback from these engagements and integrates them into our strategic planning.



UNITED NATIONS SUSTAINABLE DEVELOPMENT GOALS

The United Nations Sustainable Development Goals (UNSDG) are a blueprint for achieving a better and more sustainable future, covering a wide range of sustainable topics including climate change, environmental degradation, equal opportunities, and providing quality education. Simon is determined to align its sustainability strategy, program, and commitments to meet the underlying actions and priorities of the UNSDG and contribute towards a better world for all.

Simon has identified key areas where it can make a positive contribution toward achieving these UNSDGs. You can find more details of our 2020 initiatives throughout the report or you can click on the icons below for direct links to the dedicated sections.



Education

Through Simon Youth Foundation, we are able to substantially increase the number of youth and adults who have relevant employment skills, including technical and vocational skills. Almost 22K students have benefited from this program since 1998.



Gender Equality

Simon's Diversity & Inclusion program supports and promotes equal opportunity for all. Additionally, the Simon Youth Foundation provides equal opportunities for all students that want to participate. A diverse group of students were enrolled in 2020-2021, with nearly two-thirds from underrepresented groups and 48% were female students.



Affordable and Clean Energy

By purchasing renewable energy Simon is able to support the United Nations Sustainable Development Goal in utilizing clean energy across our portfolio. We are committed to increase the percentage of renewable energy usage in the coming years to reduce our carbon impact.



Sustainable Cities and Communities

By 2030, Simon aims to provide access to safe, affordable, and sustainable transport systems for all, with special attention to the needs of those in vulnerable situations, women, children, persons with disabilities, and older persons by improving road safety and expanding public transport. For this reason, we are rolling out EV charging stations to all centers. Simon aims to provide broad access to safe, inclusive, and accessible, green and public spaces across our retail portfolio, in particular for women and children, older persons, and persons with disabilities.



Responsible Consumption and Production

By 2030, Simon aims to substantially reduce waste generation through prevention, reduction, recycling, and reuse. Educating and collaborating with our tenants and visitors on recycling are essential focus points for Simon. Therefore, we have rolled out a tenant education program which outlines the availability of recycling programs, announces improved signage at centers, and regularly communicates reminders about proper implementation of recycling programs. We continue to explore innovative solutions for waste stream separation, collection, training, and hauling that can be scaled across Simon's properties.



Climate change

Thanks to updated protocols and procedures, Simon is able to add sustainable properties to its portfolio and anticipates addressing climate change in all business activities.

CUSTOMERS

MAKING OUR CENTERS
RESILIENT FOR THE FUTURE



MAKING OUR CENTERS RESILIENT

As a company, our priority to provide healthy and safe environments for our employees, shoppers, tenants, and the communities we serve continues strong. In our vision to be the epicenter of commerce and community, Simon aims to become the ultimate live, work, play, stay, and shop destination in each of our markets. Some of our most exciting projects feature state-of-the-art residential opportunities and ultra-modern office and commercial spaces.

COVID IMPACTING OUR TENANTS

In March 2020, after our properties closed in response to COVID-19, Simon launched its Curbside Pickup program to support retailer sales. The Curbside Pickup program enables touchless exterior pick-up for retailers. As of December 2020, all but two of our properties offered this program to their retailers, restaurants, and customers.

The COVID-19 pandemic has had a significant effect on Simon and its stakeholders. We have taken strong measures to alleviate risks and support local stakeholders as best as we can. For instance, we provided rent deferrals and abatements for over 1,700 tenants, 74% of which are local and small businesses.⁶ To enable our tenants to continue doing business and stay connected with their customers, we supported them by opening Curbside Pickup location points. Due to the closure of our centers, many tenants and their employees were directly impacted and many (temporarily) lost their jobs in 2020. We continued to support them in these times and continued to organize fundraising events and supported food banks.

CUSTOMER SAFETY

As we have navigated the complex process of reopening and staying open, we have put shopper safety first. In accordance with CDC guidelines, all employees are screened prior to beginning work, high interior touchpoint areas are frequently disinfected using EPA-approved sanitation chemicals, and business hours have been reduced to allow for enhanced workspace cleaning. As air filters continue to be cleaned and replaced regularly, we have determined that the air quality inside our properties is better than that outside.

Through on-property signage, public service announcements, and active and ongoing encouragement by property security staff, we continue to remind our customers to self-screen before visiting the property, wear CDC-recommended facial coverings, maintain six feet of distance, and partake of free masks and sanitizing wipe packets at designated entrances and/or at the Management Office. For more details, see pages 16-17.⁷

PROVIDE SUSTAINABLE OPPORTUNITIES FOR CUSTOMERS

In the last nine years, Simon has become a leading player in the electric vehicle (EV) arena by making significant contributions to infrastructure expansion for electric vehicle charging stations. In 2020 Simon added 179 EV charging stations across our portfolio. Simon currently has 995 stations installed at 120 centers, 60% of our domestic properties. Simon aims to install EV charging stations at 100% of our domestic properties where EV providers are available and Simon has operational control.



204M+

TOTAL RESIDENTS IN
PROXIMITY OF OUR CENTERS



200+

WELL HEALTH-SAFETY
RATED CENTERS



143M

WEBSITE VISITS



1,280

INTERACTIVE
DIRECTORIES

⁶ As of June 3, 2021

⁷ As of January 1, 2021 - For updated figures visit [simon.com/electric-vehicle-charging-stations](https://www.simon.com/electric-vehicle-charging-stations)

INNOVATIVE SHOPPING

At Simon, we are at the forefront of optimizing services for our customers and in doing so, we have implemented several new initiatives to seamlessly bring customers and tenants closer than ever.



ENHANCE THE SHOPPING EXPERIENCE



NEXT GENERATION DIGITAL DIRECTORIES

Located in high-traffic areas, our interactive digital directories, which are accessible and multilingual in four languages, come to life when a shopper comes within a few feet of the 65" LCD, full HD touch screen.



CLICKS TO BRICKS, WITH HAPPY RETURNS & NARVAR

Hassle-free services that seamlessly process online returns, refunds, and return shipping for shoppers.



DROPIT

Less lugging, more shopping when it comes to the convenience of this on-demand package and bag handling service. Through a proprietary app, shoppers can drop off an unlimited number of bags from participating retailers at any Dropit Spot location within the center and have them delivered to a location of their choosing later in the day for free.

ENABLE OUR RETAILERS TO CONNECT TO CUSTOMERS



MYPARK EXPRESS PARKING

30-minute free parking to support retailer Buy Online, Pick Up in Store (BOPIS) capabilities. These select spaces are conveniently located near key entrances and accessed via the MyPark app.



FILLOGIC

Transforming space at retail centers into tech-enabled, micro distribution hubs, Fillogic enables brick-and-mortar retailers and transportation providers to optimize their store locations by improving the ship-from-store process, forward-staging inventory closest to their target consumers and unlocking same-day/next-day delivery for the cost of shipping ground.

GOING 360: CREATING URBAN ENVIRONMENTS IN THE 21ST CENTURY

Over the last decade, Simon has increased its investments in new development and redevelopment of properties which align with the Simon 360° Live, Work, Play, Stay, Shop paradigm. Denver Premium Outlets is a great example of a retail venue that was not only developed using high environmental standards, but also designed as a multidimensional consumer experience that aligns with the active lifestyles of Denver residents and tourists.

The open-air, LEED certified, Premium Outlet features 80 prime retail stores, a market hall with Food Pavillion, extensive green space, an elevated playground, and many green components. The property, with stunning views of the Rocky Mountain landscape, has been recognized for its sustainable features by the ICSC Global Awards for North America.

During development, Simon's emphasis on incorporating sustainable materials into the design not only enhanced the visitor experience, but also minimized ecosystem disruption, and significantly reduced emissions associated with sourcing materials from distant locations. For example, the wood cladding used inside the Food Pavilion is reclaimed Wyoming snow fencing, while the decorative boulders throughout the center were harvested in Colorado from a Telluride quarry. In addition, over 80% of the wood used at this development project is 'Forest Stewardship Council' (FSC) certified— meaning wood products that have come from forests that comply with FSC principles, including community relations, workers' rights, and environmental impact.

To optimize energy efficiency, all buildings were designed with a high solar reflective index (SRI) roof system. High solar reflectance minimizes the solar energy absorbed, and as a result, the infrared radiation emitted from the building. Infrared radiation emissions are the primary contributor to the heat trapped by greenhouse gases and as a result, global warming. High SRI roofs also reduce the amount of cooling needed, resulting in less GHG emissions, and lower operating costs. All throughout the center we incorporated voltage energy efficient LED lighting. LED lights use 75% less energy and last 25 times longer than incandescent lighting. The property also includes solar PV panels on the roof which produce 107,000 kWh.

To reduce indoor water usage, water efficient fixtures were installed throughout the shopping center. These efforts help reduce overall water consumption by 30%. To minimize outdoor water usage, the landscaping was designed around native and drought tolerant species to significantly reduce the consumption of potable water, in addition to other irrigation control strategies.

In efforts to improve our indoor air quality, all adhesives, sealants, paints, and flooring materials specifically minimize air contamination to benefit the health and comfort of our visitors and employees.

Finally, for guests arriving at Denver Premium Outlets, preferred parking has been provided for electric vehicles. Additionally, 3% of the capacity has been designated for carpool use.



WELL HEALTH-SAFETY RATED CENTERS

204 properties (over 200M square feet) in the company's portfolio achieved the WELL Health-Safety Rating™ for Facility Operations and Maintenance in 2020.

Created by the International WELL Building Institute (IWBI), the WELL Health-Safety Rating is an evidence-based, third-party verified rating for all new and existing building and space types that focuses on operational policies, maintenance protocols, stakeholder engagement and emergency plans to address public health concerns now, and help organizations be better prepared for future crises. The designation, which has been confirmed by a third-party verifier, Green Business Certification Inc. (GBCI), helps

instill trust and confidence that visitors and employees can return to shared indoor spaces with confidence.

Taking this initiative to be WELL Health-Safety rated has helped Simon address the challenges presented by COVID-19 while creating enhanced environments for customer experiences. The many measures that Simon has taken to support health and safety include: comprehensive emergency response protocols, implementing rigorous operational policies aimed at improving cleaning practices, and reducing respiratory particle exposure and surface contact. These measures and protocols underpin and support Simon's achievement of the WELL Health-Safety Rating.

PRIORITIZED CUSTOMER SAFETY

- Provided masks, hand sanitizer, and temperature checking to customers.
- Made modifications to common areas and restroom facilities to ensure/promote social distancing.
- Created on-mall signage and public announcements to promote wellness and health and safety.
- Created curbside parking/pickup locations to promote a touchless shopping experience.
- Created wellness protocols for Valet Services.

SUPPORTED TENANT OPERATIONS

- Created Retail & Restaurant Curbside Pickup/To Go services at all centers.
- Worked with tenants to designate on-property location delivery points.
- Standardized on-center marketing and wayfinding signage for customers.
- Promoted new services on property website homepages and tenant landing pages, as well as email.

“Simon’s response sets the expectation for health and safety standards and should serve as a blueprint for the industry.”

David Simon

Chairman, Chief Executive Officer
and President of Simon

“By achieving the WELL Health-Safety Rating, Simon is raising the bar for the global retail industry and signaling to customers, visitors, and employees that their health, safety, and well-being are top priorities.”

Rachel Hodgdon

President and CEO of IWBI

HEALTH & SAFETY FIRST

We are serious about the health and safety of our shoppers, retailers, and employees.



Mask Mandate⁹

We are requiring employees, retailer employees, and shoppers who are not fully vaccinated to wear masks. We are also providing free face coverings upon request.



Air Purification

We are converting to hospital-quality filtration for heating and air systems and increasing the fresh air added into our indoor spaces. Plus, many centers are open-air or naturally expansive for easy social distancing.



Physical Distancing

We encourage 6 feet of social distance with directional markers, clearly marked entry and exit doors, and increased security to enforce state and local health guidance. We launched Simon Spot Saver with many retailers to hold your spot in line and notify you, free!



Very Frequent Cleaning

We uphold and exceed CDC guidance regarding intense cleaning and sanitizing of high-touch surfaces such as restrooms, handrails, directories, trash bins, and charging stations prior to and during operating hours.



Health & Wellness Check-In

Health screenings and temperature checks are conducted when shopping center and store employees report to work. Employees running a temperature or who have flu-like symptoms must return home.



Hands-Free Access & Sanitizer

We have automated and touchless doors as well as access to hand sanitizer stations throughout the property.



Ways to Shop

Curbside Pickup and In-Store Pickup are available for many retailers and restaurants. Check out [simon.com](https://www.simon.com) for details at your favorite center.

For more details, visit [simon.com/health](https://www.simon.com/health)

⁹ Visit [simon.com/health](https://www.simon.com/health) for updates on our policy.

SUPPORTING FEMALE ENTREPRENEURS AT SIMON

TOO COOL

In Illinois, two sisters, Mina and Jamie Wang are fellow business entrepreneurs active in our Simon malls—Woodfield Mall and Orland Square. With their positive spirits, they serve a niche market focused on anime and action figures, toys and other memorabilia.

While they have enjoyed a loyal fan base and seen their businesses grow, 2020 was a challenging year. In March of that year, both centers were closed due to local regulations but once they reopened and welcomed customers back in July, Mina once again had a line of clients in front of her store.

Both shopping centers have received the WELL Health-Safety Rating in 2020, demonstrating the high health and well-being measures taken by Simon to safeguard a safe shopping experience for the continued success of our tenants.

“The Simon team is actively helping us to find the best place in the center where we can operate and get a lot of customers. We are really happy Simon appreciates our products.”

- Minah Wang



INDULGE IN SOPHISTICATED AROMAS AT SCENT AVENUE

In 2016, Erica Rim had a vision for a California boutique that specialized in the highest quality fragrances and home goods—something beyond the generic jars and diffusers that had saturated the market. It became her passion and commitment to find unique smells and premium products focused on quality, and natural, eco-friendly materials.

When she launched her retail store at The Shops at Mission Viejo, she partnered with Jennifer VanDenburg, Regional Director of Specialty Leasing at Simon, to pinpoint a prime location and provide insight in marketing and store layout. With the knowledgeable support of the local Simon shopping center team, Erica rolled out new products and modernized the store set-up to reach the diverse customer base shopping at the center.



COMMUNITIES

SHAPING COMMUNITIES, NOW AND IN THE FUTURE



A PARTNER FOR THE COMMUNITY

COMMUNITY ENGAGEMENT

At Simon, we are committed to building strong communities at the local level by promoting development activities and social initiatives. We have supported Simon Youth Foundation for over two decades, and by investing in individual lives through education, we have demonstrated the positive impact that is achievable when people are motivated and empowered to believe in a future greater than themselves.

In 2020, we continued to support our communities during unprecedented times even though the number of fundraising events was limited due to social distancing requirements.

Each year, Simon sponsors the National Black MBA Association® (NBMBA). The mission of the NBMBA is to lead in the creation of educational, wealth building, and growth opportunities for those historically under-represented throughout their careers as students, entrepreneurs, and professionals. In 2020, the Indianapolis Chapter of the NBMBA in which Simon participates, was awarded the Chapter of the Year Award.

PROMOTING VOLUNTEERISM AT SIMON

Simon supports activities that enhance, benefit, and serve the communities in which we live and work. This aligns with one of our core values, responsible citizenship. The Simon Employee Association (SEA) is an internal resource that promotes volunteer opportunities for employees. Through SEA, Simon corporate and field employees volunteer and participate in a variety of local and national philanthropic programs and fundraising events. These include supporting local food banks, homeless shelters, and blood banks. In 2020, Simon employees supported fundraising events with almost 2,400 hours of their time.

BRINGING TESTING AND VACCINATION NEARBY

The unique design of our centers has enabled Simon to mobilize our centers to provide access to essential COVID-19 services in the communities we serve. By the numbers, Simon has provided COVID-19 testing at over 75 centers⁹, thereby providing access to affordable and fast testing to 115.2M people living in proximity to these centers. Additionally, Simon hosts COVID-19 vaccination sites at 10 of our centers¹⁰.



116

Properties engaged in community engagement efforts



2,371

Hours of staff time dedicated to hosting fundraising events



370+

Non-fundraising events (e.g., blood drives)



95

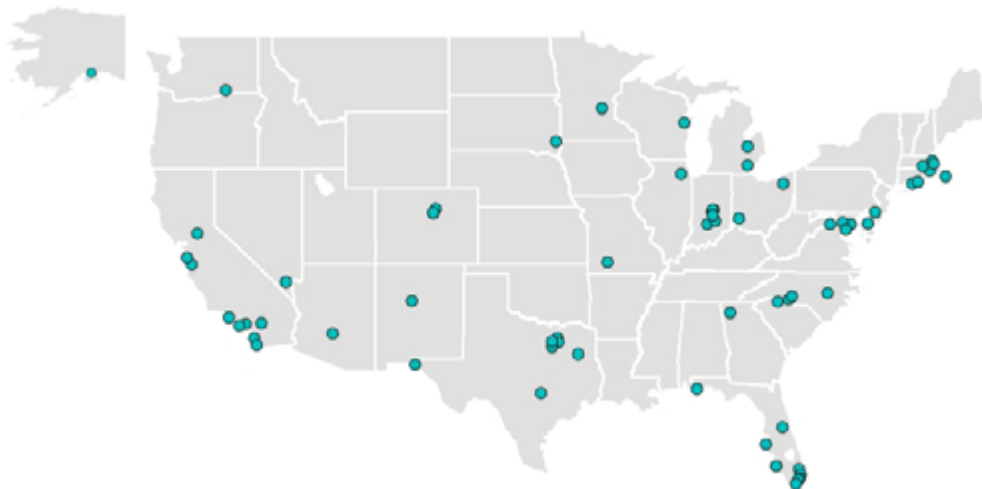
Fundraising events



\$703K+

Raised at fundraising events for charity

SIMON CENTERS THAT HAD OR ARE CURRENTLY OPERATING COVID-19 TESTING PROGRAMS



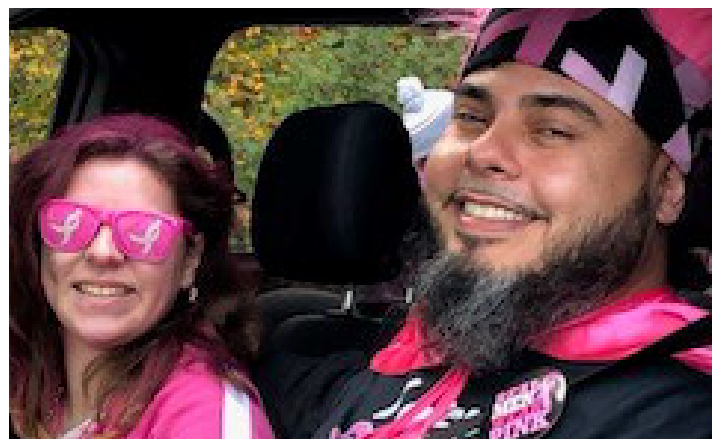
⁹ As of April 30, 2021

¹⁰ As of May 30, 2021

FUNDRAISING IN TIMES OF COVID

For 25 years, Woodbury Common Premium Outlets[®] has hosted the Hudson Valley Making Strides Against Breast Cancer Pink Parade in partnership with the American Cancer Society. Traditionally, the event has been held as a walk, attracting up to 10,000 attendees throughout the region and raising money for the cause.

Due to COVID-19 safety requirements, 2020 looked a little different than previous years but there was still a lot of energy and passion for the cause. Woodbury Common worked with the organizers to adapt the event to a drive through concept and worked with local retailers to secure special offers to drive shopper traffic after the event. Over the course of two hours, 100 cars filled with breast cancer supporters were cheered along the route by volunteers (local HS football players, girl scouts and other student orgs.), stormtroopers, and sponsors (Garnett Health, Mobile Life). They also took in sights like a beautiful pink balloon display, tribute garden and other signage while listening to an MC through radio transmission. In total, the event raised over \$300,000.



DONATE. VOLUNTEER. ADVOCATE.

Partnership with Feeding America*

In 2020, we set up a partnership with Feeding America, the largest hunger-relief organization in the United States. Through a network of 200 food banks and 60,000 food pantries and meal programs, Feeding America provides meals to over 40 million people every year. Feeding America also supports programs that prevent food waste and improve food security, educate the public about the problem of hunger, and advocates for legislation that protects people from going hungry.

Especially during the pandemic, many communities were struck hard by the economic turmoil and Simon provided space at our properties for fundraising drives and other charitable efforts. During 2020, over 24 events were organized at 12 centers, and many customers were informed on-site about how they too could individually support Feeding America.



24

FOOD DISTRIBUTION
EVENTS FOR FAMILIES

2.5K

POUNDS OF FOOD
DISTRIBUTED TO FIRST
RESPONDERS

50K+

POUNDS OF
FOOD COLLECTED

\$64K

RAISED IN
DONATIONS

**Do you want to donate to Feeding America?
Click [here](#) for more information on what
you can do to support families in need.**

TOTAL VALUE OF REAL ESTATE

Brick-and-mortar shopping enhances the quality of life and well-being of communities in numerous ways, including by supporting vital local interests such as education, public safety, and infrastructure. Additionally, in the ever-growing age of digitalization, shopping centers are an essential counterweight that provide invaluable gathering spaces for visitors to shop, dine, and share in-person experiences with family, friends, and other members of their local communities.

As a global leader in retail real estate, it is important for us to comprehensively communicate the positive impact we have on communities. To this end, in 2018, with Deloitte, we started “The Environmental and Socioeconomic Impact of Mall and

Online Shopping Behaviors –2019 Whitepaper” study to identify and collect relevant socio-economic indicators that demonstrate our centers’ contributions to their communities.

In 2020, Simon’s operational spend with local suppliers was approximately \$566 million. Simon also paid over \$681 million in local property taxes, and Simon’s tenants collected \$2.6 billion in state sales taxes at its properties. Even though many jobs were lost due to the pandemic in 2020, over 350,000 people were employed by our tenants, providing income for many families across the United States.

350K+
PEOPLE WERE EMPLOYED
BY OUR TENANTS

204M
RESIDENTS LIVING
NEAR OUR CENTERS

\$681M
PROPERTY TAXES PAID

\$566M
SPEND WITH
LOCAL SUPPLIERS

\$2.6B
TOTAL STATE
SALES TAXES

LOCAL AND RESPONSIBLE VENDORS

We work with many local suppliers across the country—from cleaning and maintenance, to construction and security vendors. In 2020 alone, we spent over \$566 million in our communities by working with local suppliers.

Simon completed its Suppliers Code of Conduct last year. It outlines the minimum criteria all suppliers and subcontractors working with Simon must meet. All suppliers are strongly encouraged to exceed Simon’s guidelines and promote continuous improvement throughout their operations. The full Suppliers Code of Conduct is available on our Corporate website [here](#).

All suppliers must be able to demonstrate compliance with the following sustainability requirements:

- Meet health and safety standards for employees.
- Respect human rights, including fair wages, respect working hours, and meet all federal and state labor laws and prohibition of forced or child labor in any activities.

- Provide equal opportunities for all qualified candidates and employees. Supplier shall not discriminate based upon age, ancestry, color, family, or medical care leave, gender identity or expression, genetic information, marital status, medical condition, national origin, physical or mental disability, political affiliation, protected veteran status, race, religion, sex (including pregnancy), sexual orientation, or any other characteristic protected by applicable laws, regulations, and ordinances.
- Meet environmental laws and regulations and minimize their environmental footprint. Suppliers are encouraged not to use any hazardous substances or materials.
- Keep data from Simon and its stakeholders safe and secure.
- Meet all ethical standards of Simon including anti-corruption, bribery, and money laundering regulations.

SLEEVES UP



SleevesUp Campaign



Partnership with the AMERICAN RED CROSS

The American Red Cross is the largest single blood provider in the U.S. supplying over 40% of the nation's blood supply. They must collect 13,000 units of blood daily to meet the needs of patients at over 2,500 hospitals and cancer treatment centers across the country, and the need for blood is ongoing. Blood is used to help treat patients with a range of illnesses and conditions including sickle cell disease, cancer, burns, internal bleeding and trauma, complicated child birth, and those receiving organ transplants.

The pandemic had a significant impact on our communities. A shortage of blood donations due to safety measures and lockdown restrictions created an opportunity for us to create awareness of the Red Cross "Sleeves Up" campaign.

In 2020 Simon deployed its network of 200+ websites and social media marketing channels to promote the Red Cross "Sleeves Up" campaign. All centers participated in the initiative and over 700 pledges to donate blood were made from people across the country. We also organized blood drives across different centers, making sure people could still donate their blood in their communities. Through the Red Cross we organized 60 blood drives at 11 properties in 2020 and collected over 1,600 units of life-saving blood.

Additionally, we highlighted COVID-19 relief efforts for healthcare professionals, first responders, essential workers, and other "heroes" making a difference in our communities through Red Cross "Know A Local Hero?" initiatives in California.

Do you want to roll your Sleeves Up?

Please go to <https://sleevesup.redcrossblood.org/campaign/simon-sleevesup-campaign/>
And pledge today to donate blood.

SIMON YOUTH FOUNDATION

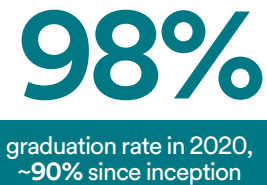
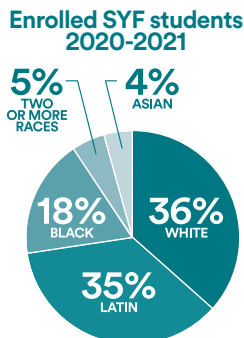
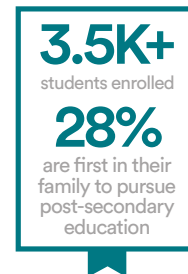
CREATING BIG OPPORTUNITIES FOR BIG DREAMS

In 1998, Simon employees founded Simon Youth Foundation (SYF), a nationwide community scholarship and high school dropout recovery program, as a way to give back to the community. Today, Simon Youth Academies, which are alternative classrooms located inside Simon centers, partner with local public school districts to educate and support students at risk of dropping out of high school. In its 20-plus-year history, SYF has helped almost 22,000 students earn their high school diplomas. SYF has set a goal of increasing the number of graduated students to 30,000 by the academic year 2024-2025.

The pandemic impacted SYF in 2020 as well. SYF management supported SYF educators by acquiring and developing new resources to support students throughout this unprecedented time. Providing space to gather virtually “together” for needed fellowship and emotional support improved morale for our educators, which in turn allowed them to better meet their students’ emotional needs, ultimately empowering students to persist academically and achieve SYF’s highest graduation rate (98%)—in spite of a pandemic!

SYF provided additional flexibility and support for both teachers and students in recognition of the volatility in the academic calendars. SYF management distributed educational, social, emotional, and professional development resources three times a week to all 400+ educators within the network, and all graduation and scholarship recognition activities were moved online. The SYF Annual Conference became a virtual event, and rather than take place in one hour period, SYF staff took the opportunity to develop and offer an ongoing series of professional development sessions with 3-5 options offered each month from August 2020 – May 2021.

Since 2017, students have created their own yearbook with students in photography classes coordinating the project. Here too, COVID-19 impacted the ability to complete this project. In 2020 however, students at Simon Youth Academy at Circle Centre Mall (Indianapolis) not only demonstrated their resiliency and creativity, but had their work featured at Newfields (located at the IMA, Indianapolis’ art museum) as well as at a pop-up gallery in partnership with the Indianapolis Museum of Contemporary Art (iMOCA).



SYF SUCCESS STORY



Rhiannon Mohr started at the Simon Youth Academy with fewer than one year's worth of credits, and in less than one year had successfully completed all of the credits required to graduate. "Before I was in the academy I was in a very depressed mental state. I didn't feel like I had a purpose (in) life," Mohr said. "Being at the academy changed my perspective completely. I realized I can go somewhere in life; I do have a purpose."

When starting at the academy, Mohr was motivated by the school environment and by the teachers there, including Lesleigh Groce, the academy's student services coordinator, to complete a rigorous schedule of coursework in order to make up for lost time. "I feel like I adjusted immediately," Mohr said of the academy. "The atmosphere was incredible; I can't even describe it. I felt welcomed by everyone. Everyone encouraged me. I struggled at the beginning setting up electives, and if not for Mrs. Groce I wouldn't have graduated. The Academy helped me identify my strengths and realize I could do anything if I desired to succeed."

Upon graduating, Rhiannon earned a renewable four-year scholarship from SYF, valued at up to \$32,000. Rhiannon enrolled at Ivy Tech Community College to begin her post secondary education. After her first year, Rhiannon made the Dean's List and Honor Roll—something she has maintained since then. Additionally, she has been inducted into the National Society of Leadership and Success, which is the country's largest leadership honor society. Rhiannon completed her Associate's Degree from Ivy Tech in May 2021 and will be enrolling at IUPUI in the Fall of 2021 to complete her Bachelor's Degree in Business Administration and Law.

“I could not imagine what my life would be like or where I would be had I not gone to the Academy; it literally has saved my life.”

Rhiannon Mohr

Graduate from Simon Youth Clark-Pleasant Academy in Whiteland, IN, class of 2019.



Would you like to support SYF, please click [here](#).

Click [here](#) to view the latest SYF impact report.

ENVIRONMENT

REDUCING OUR ENVIRONMENTAL FOOTPRINT



ENVIRONMENTAL RESPONSIBILITY

Simon is committed to applying the most sustainable, efficient, cost-effective, and environmentally responsible methods possible to reduce our impact on the environment. How we manage energy, water, and waste plays a key role in achieving our business and sustainability goals. Our efforts to reduce energy and water usage, as well as waste sent to landfills, also support our commitment to the communities we serve, our stakeholders, and our employees.

In 2020 we began to revamp our environmental policies and procedures to elevate our standards and to reduce operating expenses in energy, water, and waste. By elevating our own standards, and by educating local teams on environmental best practices, we aim to minimize our impact on the environment, while providing a safe and comfortable environment for all of our stakeholders, and our employees.

We will work to meet or exceed the following environmental management goals:

- Reduce carbon emissions associated with Simon's energy consumption by 68% (baseline 2019), and by 20.9% for emissions associated with tenant energy consumption by 2035 (baseline 2018).
- Reduce water consumption by 20% by 2025 (baseline year 2013).
- Increase recycling rates across our portfolio with the aim of minimizing waste sent to landfills.
- Incorporating sustainable development guidelines in all new developments and redevelopments.
- Increasing the number of green building certifications annually.

2020 IMPACT ON ENVIRONMENTAL METRICS

Due to governmental restrictions, many centers were closed temporarily. For this reason, our environmental impact over 2020 shows a steep decrease compared to other years. Our energy consumption decreased in this period by 27% and our carbon emissions from our properties decreased by 26%. We used 25% less water in 2020 compared to 2019 and collected 42% less solid waste.

Since our assets were not open for approximately 13,500 shopping days during 2020, these reductions do not represent actual environmental improvements alone, but a combination of these and the many actions our management teams took to reduce operational expenditures during closures. For this reason, the reductions from 2019 to 2020 should not be viewed as repeatable on an annual basis.

ENVIRONMENTAL MANAGEMENT SYSTEM

To better manage properties in the coming years and achieve our energy and greenhouse gas emission targets, we continue to enhance our Environmental Management System (EMS). As

part of our EMS, we continued to educate our teams, have robust reporting in place and, set clear, long-term reduction targets. The ESG Executive Committee oversees the EMS.

SUSTAINABILITY INNOVATION CONTEST

We wish to keep up with the rapid pace of development in green-building technologies and management strategies and identify relevant new opportunities that will reduce Simon's impact on the environment and our operating costs. Therefore in 2020, Simon launched an internal Sustainability Innovation Contest which incentivizes property management teams to identify and propose unique, scalable, and creative projects which will reduce utility consumption and impact on the environment.

The team members that proposed the top twelve ideas received \$500 each. In 2021, Over 50 initiatives were gathered and assessed. The winners together with their innovative ideas, were announced internally on Earth Day 2021.

ENERGY MANAGEMENT

Enhancing energy and natural resource efficiencies in our buildings and operations is an essential part of our efforts to address climate change. Over the last decade, Simon has implemented a program to actively minimize our energy use by improving benchmarking and promoting efficiency best-practices across our portfolio of over 200 shopping centers.

Simon's approach to new or life-cycle equipment replacement is to select the most energy efficient equipment available. This includes HVAC, air handlers, central plant chillers and components, boilers, and water heaters. Additionally, plumbing fixtures, lighting and roofing are replaced with eco-friendly models. We also review each property for demand response participation ability on a bi-annual basis, and strategically invest in technologies to monitor and implement demand reduction optimization. Simon's demand response program has expanded to 42 centers, and generated \$414,500 in reduced operating costs while contributing to the resiliency of the electrical grids in our communities.

We also invested in intelligent energy pilots of sensor-enabled LEDs in partnership with industry-leading companies such as GE and Acuity. Simon is further exploring opportunities to install smart networks and sensors to optimize LED lighting both indoors and outdoors. Simon continuously assesses its portfolio to upgrade to more efficient equipment, such as Central Plants, Energy Management Systems, and HVAC replacements. Regular technical building inspections, energy audits, and retro-commissioning are the foundation of our energy efficiency programs.

WATER MANAGEMENT

Responsible water management is a priority for Simon, and we apply best practices to manage our water footprint across our portfolio. We aim to reduce our water consumption by 20% between 2013 and 2025. In the period 2013-2020 we have achieved 26% water reduction thanks to our water conservation and efficiency program¹¹. This program included active benchmarking of water consumption data and tracking and analyzing water consumption data monthly. The main water efficiency measures are targeted at water usage in restrooms, irrigation, air conditioning, and cleaning. Examples of the new equipment we purchase for restrooms include low-flow fixtures, aerators, automatic shutoffs, low-flow toilets, and waterless urinals.

We continuously assess opportunities for water efficiency and reuse across the portfolio. We minimize the water use needed for landscaping by planting more drought tolerant plant species, eliminating irrigation through xeriscaping, and by installing local drip-irrigation systems, efficient sprinkler heads, and smart irrigation control systems. Our updated Environmental Management System sets minimum requirements (e.g. WaterSense labeled fixtures) for all replacements, new (re)developments and refurbishments of all common areas.

WASTE MANAGEMENT

Simon aims to reduce waste generated through our operations and development activities wherever possible. We want to reduce our environmental footprint and lower waste handling costs. Simultaneously, reducing waste helps us achieve a lower carbon impact—contributing to a better environment and benefitting our long-term target to reduce our Scope 3 emissions by 21% by 2035.

Simon has cardboard recycling programs in place at all properties and has rolled out plastic film recycling programs at select centers across the portfolio. On an ongoing basis, we assess the financial and operational feasibility of the use of single-stream recycling. By offering single-stream recycling, higher recycling rates are typically achieved because less waste separation is required from retailers. Simon has rolled out a tenant education program which outlines the availability of recycling programs, announces improved signage at centers, and regularly communicates reminders about proper implementation of recycling programs.

To track and report on Simon's waste and recycling data, an annual survey is conducted for all centers. To complete the survey teams regularly check and ensure that they have full and efficient access to all waste stream data and report any issues that arise. On an annual basis, Simon analyzes all properties' waste and recycling data, to help identify and address data gaps, as well as opportunities for centers to optimize their waste management and increase recycling rates.

¹¹ 2020 reductions are partially due to COVID-19 and are thus not considered for achieving the 2025 reduction target.

USE SUSTAINABLE LOCAL ENERGY

By 2030, Simon aims to increase the share of renewable energy in our global energy mix substantially and double our global rate of improvement in energy efficiency. We continue to optimize our energy efficiency and procure electricity from cleaner energy sources. Simon is forward thinking and wants to power its assets with sustainable energy. Working through Direct Energy, we are enjoying affordable clean energy that provides over 150,000 MWh's of green power to our properties in Texas.

In September 2019, we completed the installation of three on-site renewable energy projects on the rooftops of Clinton Premium Outlets, Jackson Premium Outlets and Jersey Shore Premium Outlets. In total, these projects generated 730 MWh annually, which is used to power the common areas of these centers and reduces the carbon footprint of our properties even further.

SUSTAINABLE NEW PROPERTIES

To ensure Simon adds new sustainable properties to its portfolio, we have updated our sustainable development guidelines to incorporate energy efficiency, water conservation, sustainable sourcing and the socio-economic impact into the design of every major redevelopment of the property. During the construction, we utilize these guidelines to collaborate with local stakeholders to ensure health and safety standards are in place, pollution is minimized or avoided, and construction waste is sorted and recycled. We have also updated our procurement guidelines and incorporated an ESG due diligence checklist that is used in connection with considering any new acquisition of super-regional malls. During the acquisition phase, we use this checklist to assess every property on its energy efficiency, climate impact, socio-economic contributions, health and safety aspects and compliance with regulatory requirements.

WATER CONSERVATION IN ACTION

At Gurnee Mills in Illinois, the local team has installed a ProMoss Non-Chemical treatment to reduce water usage and provide other benefits and savings. Randy Ebertowski, Mall Manager, Peter LeBlanc, Maintenance Supervisor, and Tim Ryter, Director of Operations, initiated the project three years ago and were the driving forces behind its installment.

ProMoss is a water conditioning product made of Sphagnum moss used in cooling towers, closed loops, open loops, process water, and wastewater systems. It is used for scale reduction and prevention, corrosion inhibition, and to stabilize the water's chemical composition to appropriate and safe levels. Thanks to this efficiency project, Gurnee Mills was able to reduce its water consumption by 1.25 million gallons last year. The property saves nearly \$30,000 annually with this project.

“We saw nature working in such an amazing way and asked if that could help malls change their impact on our environment. **”**

Tim Ryter
Gurnee Mills, Director of Operations

The water conservation project was also used by one of our tenants, Bass Pro Shops, for their outdoor ponds with great success. It has kept their ponds clean, and fish alive without the use of chemicals.

Not only has this one initiative helped the center decrease its water usage, thereby supporting Simon's efforts to achieve its long-term 20% water reduction target, but it has also helped reduce the use and disposal of chemicals needed to maintain the cooling towers. This improves water quality, clarity and stability, and reduces maintenance costs.



CLIMATE CHANGE MANAGED AT SIMON

CLIMATE CHANGE MANAGED AT SIMON

In 2020, we aligned our climate-related risk disclosure with the recommendations made by the Task Force on Climate Related Financial Disclosures (TCFD), established by the Financial Stability Board (FSB).



GOVERNANCE

The Board has responsibility for overseeing climate change risks and opportunities.

STRATEGY

Insight on actual and potential climate change impacts on Simon's operations.

RISK MANAGEMENT

Risk management processes and procedures in place.

METRICS AND TARGETS

Scope 1, 2, and 3 GHG emissions are reported annually and long-term reduction targets have been set in accordance with the SBTi.

At Simon, we have been at the frontline of action and shouldered responsibility to contribute to a more sustainable world. In 2020, we identified clear, sector-leading focus areas to minimize our impact on climate change, and we continue to roll out our water conservation plan. By supporting the Science Based Targets Initiative and resetting our carbon reduction targets, Simon is prepared to take the necessary steps to reduce its environmental impact now and into the future.

CLIMATE CHANGE

Enhancing energy and natural resource efficiencies in our buildings and operations is an essential part of addressing climate change. Over the last decade, Simon has implemented a program to actively minimize energy use by improving benchmarking and promoting efficiency best-practices shared across our portfolio of over 200 shopping centers. To provide full transparency for our stakeholders, Simon is integrating the recommendations of the Task Force on Climate Related Financial Disclosures (TCFD) in this report.

CLIMATE-RELATED RISK IDENTIFICATION & ASSESSMENT PROCESS

The process for identifying climate-related risks is consistent with Simon's Enterprise Risk Management (ERM) Framework, which involves risk identification, prioritization, and mitigation. Audit Services completes an annual risk assessment by engaging with internal departments, key executives, and external organizations to allow for a better and more comprehensive understanding of these risks and opportunities to mitigate them. The information gathered is then used to rank each risk based on its "Significance to Simon" and "Management Preparedness". Upon completion of the risk assessment, a report and mitigation plan are presented to the Audit Committee of the Company's Board of Directors for review.

CLIMATE-RELATED RISK MANAGEMENT & INTEGRATION PROCESS

After completing the risk assessment and finalizing our mitigation plan, our Risk Management Team works alongside our third-party risk consultants, who conduct regular site and building surveys, along with a variety of engineering services, across Simon's 200+ properties.

- We inspect our properties' conditions on a regular basis to assess their weather and climate readiness to sustain risks such as natural disasters, flooding, snowstorms, etc. Upon completion of property assessments, Simon receives customized and comprehensive reports containing necessary information (e.g., finish floor elevations and flood mapping) that permits us to make informed, practical business decisions to mitigate, transfer, accept, or control climate-related risks.
- We identify and analyze different scenarios that may occur if particular risks transpire, such as, the overall impact to the business including financial implication, the costs to mitigate potential risk, and the potential for shareholder or customer concern. The size and scope of identified risks is demonstrated by mapping the number of properties affected and calculating the potential financial implication if a particular risk materializes (e.g., flood maps, sites affected by drought).
- Each year, as part of our property insurance renewal process, we perform a thorough loss analysis to determine the most appropriate deductible or other self-insurance amounts based on loss history and loss estimates determined as part of the annual GRC assessment process (e.g., Anticipated Probable Loss, Probable Maximum Loss, or Maximum Foreseeable Loss). This process enables Simon to make informed decisions about appropriate levels of risk retention and minimize the expense of shifting risk to third parties.

IDENTIFIED CLIMATE-RELATED RISKS & OPPORTUNITIES

Category	Time Horizon	Identified Risks & Opportunities	Business Impacts & Responses
Policy & Regulation	Short-Term	<p>Potential and emerging regulations resulting from climate considerations may limit Simon's development capacity at certain locations (e.g. water, energy, or land use/zoning restrictions) and may impact Simon's business and regular operating mechanisms.</p> <p>Changes in laws promoting more sustainable land-use practices due to climate change may also cause delays in development projects and increase costs.</p>	<p>We create awareness for the design and construction team to put procedures in place to prioritize sustainable design and ensure centers are designed to meet regulatory expectations and respond to climatic conditions by employing passive and active design principles.</p> <p>We publicly disclose to GRESB and CDP and publish our annual sustainability report, showcasing our leadership position in energy management, and approach to risk management and climate resiliency.</p> <p>We promote adoptions of building certifications, such as LEED, that promote energy efficiency.</p>
Technology	Short-Term	<p>We seek opportunities to participate in programs and adopt technologies that may facilitate a transition to a lower carbon footprint and reduce energy-related operating costs.</p> <p>As tenants' preferences shift towards renewable energy sources, there is an increased expectation that landlords will offer renewable energy sources to tenants.</p> <p>An unsuccessful investment in climate-positive technologies and renewable energy sourcing may put us at a financial disadvantage.</p>	<p>We have established property-level targets for energy efficiency, water, and recycling rates, which support capital allocation for low-carbon technologies.</p> <p>We conduct ongoing assessments of energy efficiency and renewable projects across our portfolio, both at corporate and shopping center locations.</p>
Legal	Short-Term	<p>Current and emerging regulation on climate-related issues brings legal risks related to monitoring, compliance, fines, and potential reputational damage.</p> <p>Asset level development activities pose risks related to land, air, or water contamination.</p>	<p>We conduct thorough environmental studies as part of the due diligence process prior to commencing development or redevelopment to mitigate potential legal risks.</p>
Market/Reputation	Medium-Term	<p>Growing investor preference to engage with companies that incorporate climate risk into investment decisions and tenant preferences for properties that incorporate climate change mitigation into design and development.</p> <p>Lack of response to stakeholder preferences and failure to comply with regulations could create a reputational risk and potentially a competitive disadvantage to attract and retain tenants.</p>	<p>We have been increasing our engagement strategy with general contractors and maintenance companies to ensure we have the right partners that can help prepare us for managing climate-related risks and opportunities at our sites.</p> <p>We engage our top 10 tenants regarding sustainability topics to identify opportunities to engage and manage reputation risks.</p>
Operations	Short Medium Long-Term	<p>With over 200 locations in 37 U.S. states, our operations are subject to extreme weather events, which can result in property loss and disrupt the ability of staff and tenants to work and customers to shop. Both may increase operational costs and reduce lease income.</p> <p>Longer-term shifts in climate patterns are likely to increase average temperatures that can impact the energy requirements of our properties.</p>	<p>Extreme weather events can have a financial impact like increased operational costs or lost revenues due to business interruption.</p> <p>We have adjusted our strategy related to physical risks to include business continuity plans and ongoing training for our employees on emergency preparation and safety in the case of extreme weather events.</p>

SCIENCE-BASED TARGETS

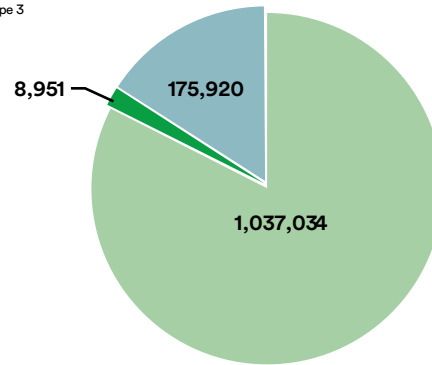
In the period 2013-2020, we reduced our direct energy consumption by 41% and our carbon footprint by 52%¹². At Simon, we are taking deliberate steps to minimize our carbon footprint. Therefore, we fully support the Science Based Targets initiative (SBTi), a joint initiative by the Carbon Disclosure Project (CDP), the United Nations Global Compact, the World Resources Institute, and the WWF. Simon has committed to reduce absolute Scope 1 and 2 GHG emissions by 68% by 2035, from a 2019 base year.

To meet the 2035 goal, we are remodeling our environmental program, and have designed several scenarios on how to achieve the targets. Our low carbon transition plan will be finalized in the next two years and will break down the actions to be taken in the next 5, 10, and 15 years.

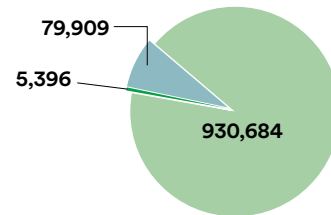
We have also set a 2035 target to reduce our absolute Scope 3 carbon emissions for our downstream leased assets by 20.9%, in alignment with a two-degree scenario reduction. Collaboration with our tenants to reduce their operational emissions will be key to our success, and while it presents a challenging objective given our large number of tenants, we will continue to share our knowledge in the sector and extend the relationship with this critical stakeholder group. A cornerstone of our efforts will be robust engagement with our tenants to encourage them to adopt science-based targets themselves and invest in renewable energy and other efficiency measures.

BASELINE EMISSIONS BY SCOPE

2020 - Scope 1 and Scope 2
2019 - Scope 3



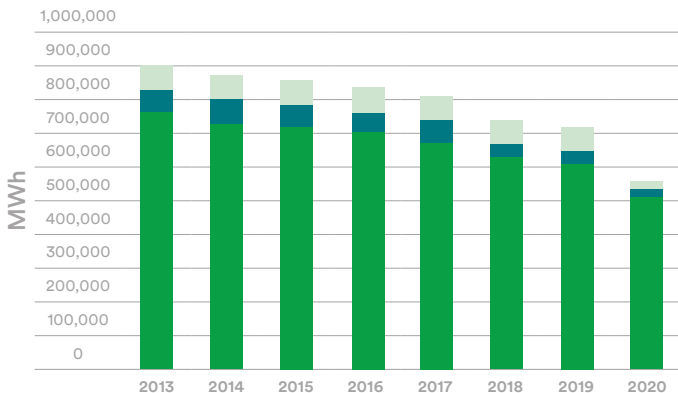
2035 TARGET EMISSIONS BY SCOPE



● Scope 1 ● Scope 2 ● Scope 3 (TENANT EMISSIONS ONLY)

We follow the GHG Protocol Corporate Standard for our greenhouse gas inventory. For our GHG data tracking, we use the operational control boundaries since they most accurately reflect the day-to-day practices of our business, and are most relevant to retail real estate.

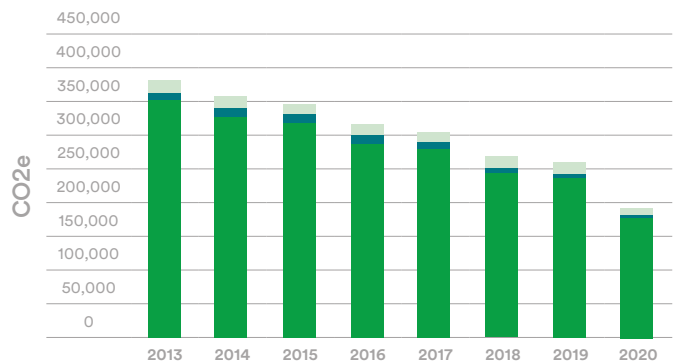
ENERGY CONSUMPTION (MWh)



Energy (MWh) 2013-2020

● Electric Power ● Natural Gas

ABSOLUTE EMISSIONS FROM SCOPE 1 AND SCOPE 2 (METRIC TONS OF CO₂e)



Emissions (mtons CO₂e) 2013-2020

● Other Energy/Emissions Sources*

Energy Source (MWh)	2013	2014	2015	2016	2017	2018	2019	2020	% Reduction (2013-2020)
Electric Power	761,951	722,765	713,437	701,020	675,049	631,065	606,977	458,537	-39.58%
Natural Gas	64,112	72,345	64,342	60,986	63,800	37,322	40,744	22,043	-65.51%
Other Energy Sources*	75,518	73,707	73,529	73,792	68,533	72,374	71,073	42,026	-44.42%
Total	901,580	868,817	851,308	835,797	807,402	740,761	718,795	522,606	-41.83%

Emissions Source (mtons CO ₂ e)	2013	2014	2015	2016	2017	2018	2019	2020	% Reduction (2013-2020)
Electric Power	361,572	337,885	327,258	296,312	285,425	251,283	241,711	170,380	-52.74%
Natural Gas	11,628	13,112	11,677	11,073	11,583	6,776	7,399	4,003	-65.46%
Other Energy Sources*	18,834	17,537	17,503	17,272	16,090	18,301	17,468	10,489	-44.37%
Total	392,034	368,533	356,438	324,657	313,099	276,360	266,578	184,871	-52.71%

* Other energy/emission sources include chilled water, diesel, ethanol blends, gasoline petrol, propane, and refrigerants.

¹² Reductions include atypical reduction in 2020 due to temporary center closures

ENERGY EFFICIENCY AT WORK



Simon commits to reduce its direct GHG emissions by 68% by 2035 (2019 base year) and to achieve this, we are searching for opportunities throughout our portfolio that will help drive energy efficiencies at our shopping centers. Investing in updating our technical equipment helps us achieve these environmental objectives, and also enables us to operate with lower costs.

In 2020, for example, we invested in LED lighting projects at 47 parking lots and parking garages, and with a significant investment of \$10.5M, we upgraded the outdoor lighting at our centers. These investments will have a positive return in the aggregate, and based on current rates, annual energy usage will be reduced by 11.6M kWh, equating to \$1.4M of energy cost savings annually.

But that is not all. With these new lights we reduced ongoing maintenance costs by approximately \$204K and significantly improved exterior light levels, providing customers a welcoming and safe environment in the evenings.



“ We are actively seeking opportunities within our portfolio to reduce costs while minimizing our environmental footprint, and improving our customer experience. ”

Stephen Kingsley
Senior Vice President of Operations and Procurement

SUSTAINABLE SHOPPING NEARBY

A study conducted by Simon and Deloitte Consulting has shown physical shopping to be up to 60% more environmentally sustainable than digital shopping. Negative environmental impact consequences of digital shopping include increased returns, expedited shipping, and the additional packaging of e-commerce. The lower emissions associated with brick and mortar were driven by shoppers making a greater number of purchases per trip and combining their physical visits with other activities as part of their 'trip chain.'

Looking at all material, energy, and waste attributable to a product in its life-cycle, the study shows that physical shopping is approximately three times more environmentally sustainable than just a couple of years ago due to changing consumer behaviors. Shopping digitally leads to five times more returns which considerably increases environmental impact. Emissions from packaging for online orders are five times greater than packaging for physical shopping.

The original 2016 analysis found online shopping to have a 7% greater greenhouse gas impact than physical shopping for the same basket of goods. Simon updated this analysis to be compliant with the life-cycle assessment protocol and revealed a 23% larger greenhouse gas footprint for online shopping than for physical shopping.

Return-to-Store

Returning goods purchased online back to the store instead of the distribution center reduces carbon emissions by an average of 40% according to recent studies. The same consolidation opportunity also generates significant savings in shipping costs. Additionally, a **vast majority of in-store returns are remerchandised in-store, avoiding shipping costs altogether.** Instead of customers sending each return separately to the distribution center, in-store returns require no packaging from customers and returns can be consolidated by the store and sent weekly to the distribution center. This saves packaging and travel costs—and reduces the environmental footprint.

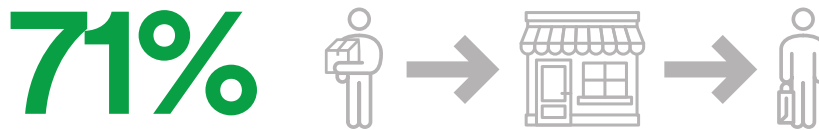
Encouraging customers to return-to-store also gives brands a better opportunity to save the sale or up-sell. Today 71% of shoppers make a purchase when they return-to-store, far higher than when returning by courier or U.S. mail.

Only 7% of our top 100 brands emphasize or promote return-to-store for online retail returns. Brands have an opportunity to positively impact their bottom line and lower their carbon footprint by shifting from a passive return channel strategy to a more proactive one that encourages and incentivizes shoppers to bring returns to store. Simon intends to actively promote the return-to-store strategy with retailers and implement actions that help drive consumers to return their purchases in the stores.

Key facts:



less carbon emissions when customers return their purchased goods to the store



of shoppers make a purchase when they return-to-store



of top 100 brands promote return-to-store

Get more information on the study [here!](#)

GREEN CERTIFICATIONS



The Shops at Crystals in Las Vegas is one of the first centers in the Simon portfolio to have achieved a double certification: an IREM[®] Certified Sustainable Property certification for achieving green standards, and the WELL Health-Safety Rating[®] for meeting health and well-being standards.

The IREM[®] Certified Sustainable Property certification is a mark of distinction that recognizes continual high sustainable performance and embedding resource efficiency measures. Many green investments have been made at the center including cool roofing, additional recycling resources, high-efficiency water fixtures, and the use of sustainable products.

Since its development 10 years ago, the center has sought to create more green awareness and inspire guests with a flower garden, a hanging garden, electrical charging stations for EVs, and a high indoor air quality policy.

Simon has committed to increase the number of its centers with a green building certificate in the coming years.

In addition to various art installations, shoppers also have the exclusive opportunity to enjoy multiple water features and attractions found within The Shops at Crystals.



EMPLOYEES

CREATING TEAMS THAT CAN MAKE A DIFFERENCE



EMPLOYEE ENGAGEMENT

Simon employees are the driving force behind our success. Their commitment, creativity, and ability to consistently deliver outstanding results are what keep Simon ahead of the competition and at the top of our sector year after year. To ensure we continue to attract, develop, and retain the best talent across the organization, we invest in our employees and provide equal opportunities.

The pandemic and government mandates forced us to temporarily close properties, and consequently our employees had to adjust to changes in work arrangements. Many worked from home when role and scope allowed, and approximately 1,400 full-time employees were temporarily furloughed in 2020. However, we are happy to report that over 99% of the employees have returned to their positions. While furloughed, employees enrolled in Simon benefits plans received their benefits at no cost to them.

As many employees continued to work on-site or were in limited contact with customers, we took significant steps to help ensure they were able to do so safely by providing training on COVID-19 safety guidelines and encouraged tenants, vendors, and contractors to do the same. We also provided Personal Protection Equipment (PPE) to be used when performing work duties, interacting with other persons, or as mandated by state and local jurisdictions.

FLEXIBLE WORK ARRANGEMENTS

Simon believes in the value created by in-office team collaboration. In-the-moment, in-person interaction will always

best support the pace of our business and create the most effective environment for pooling perspectives, sharing knowledge, and generating ideas. That said, Simon recognizes that sometimes the demands of life necessitate a certain degree of workplace flexibility.

As an organization, we are committed to helping employees and supervisors find the right balance by supporting workplace flexibility based on job expectations, which is founded on mutual trust and accountability. Simon supports and empowers its leaders to make decisions that help ensure business priorities and job standards are always met. The nature of the employees' work and responsibilities must be conducive to a flexible work arrangement without causing disruption to team performance and customer or client service levels.

QUARTERLY BUSINESS UPDATES

Among Human Resources' strategic priorities is to increase our organizational effectiveness around employee communication, particularly in driving meaningful business communication down through the organization. Quarterly Business Updates featuring a message from our CEO, and highlighting key topics from the quarterly Earnings Calls, are sent each quarter to all employees. With a defined employee communications plan in place, we help support employee engagement and reinforce a positive business outlook with an eye toward maintaining a confident, well-informed, and highly committed workforce.



3,364

EMPLOYEES



26%

EMPLOYEES WORKING PART-TIME



99%

OF EMPLOYEES WORKING AT SIMON AGAIN AFTER FURLOUGH



47%

FEMALE EMPLOYEES



NEW

WELLNESS PROGRAM ROLLED OUT IN 2021

EMPLOYEE ENGAGEMENT

CEO TOWNHALLS

Human Resources facilitates “townhall” calls with the CEO and core business groups in the company for the purpose of expressing gratitude for hard work, sharing key business updates, and providing opportunities for employees to interface with the CEO through informal Q&A sessions.

COMPENSATION/BENEFITS CONSIDERATION

HR facilitated the restoration of salaries for those employees whose salaries had been reduced due to the pandemic. Employees who were temporarily furloughed during the pandemic received full benefits coverage at Simon’s expense throughout their time away from work. We continue to assess and offer market-competitive Benefit and Compensation programs.

RETAINING OUR TALENT

We recognized that during 2020, employees likely had to adjust many of their original performance goals that had been established for the year. HR therefore made the decision to streamline the annual performance review process for 2020. Looking ahead, we intend for the streamlined performance management process to serve as a transition to a more forward-looking approach, which will place greater emphasis on continuous feedback, talent assessment, and ongoing skill development.

HEALTH AND WELLBEING

Simon has a holistic incentive-based well-being program that targets early detection in addition to managing chronic ongoing health conditions. The program supports employees through health assessments and annual physical exams, which generate personalized goals and recommendations. To ensure the program is not a one-and-done model, incentives are built in to work with lifestyle and case management coaches for health conditions, including weight management, stress, and tobacco use. Simon also offers high-touch counseling for long-term health conditions such as diabetes.

In early 2021, we rolled out MotivateMe, a voluntary wellness program available to all employees. Participants are asked to complete a health assessment which consists of a confidential questionnaire that provides a personalized assessment of their current health. This provides employees with valuable information to help them understand their current health and potential risks.

Employees who choose to participate in the wellness program and complete the personalized health assessment, are eligible to receive financial incentives to complete an annual preventive physical exam with a primary care provider, and lifestyle management coaching, related to tobacco cessation, weight management and/or stress management.

The Employee Assistance Program (EAP) is offered to Simon employees and their household members. Simon understands that its employees and their household members experience everyday problems, such as stress, obtaining child or elder care, needing financial or legal support, or possibly coping with substance abuse, and may not know where to go for help. The EAP offers access to highly trained personal advocates to develop a solution based on their needs and the resources available.

HUMAN CAPITAL DEVELOPMENT

Simon has many leadership programs in place, including those for future leaders, mall management training programs, and general development and on-demand learning. Understandably, many programs were temporarily suspended in 2020 due to the pandemic.

To adhere to social distancing and general group safety guidelines, our core leadership development classroom programs continue to remain on pause for 2021. However, to provide continuous development opportunities for Simon employees, the Human Resources Learning & Development team has successfully led multiple “virtual workshops” for teams across the company, targeting the knowledge and skills most relevant to the evolving business landscape. In addition, we have been able to expand our Simon Online Learning catalog, providing additional on-demand tools and over 40,000 different courses and other learning materials for all employees with content ranging from leadership/soft skill development to diversity and inclusion awareness. Over 2,300 employees used these Learning & Development resources in 2020. HR intends to resume core, high-potential leadership development programs in 2022 when health and safety related restrictions/advisories have been lifted.

POSITIVE CULTURE AND ENGAGEMENT

Our corporate culture supports a collaborative, results-oriented environment that recognizes excellence at every level. We strive to create an atmosphere for employees that emphasizes productivity, job satisfaction, and general well-being. Our talent acquisition practices enable us to attract top candidates everywhere we do business. We also offer a variety of ongoing talent programs that foster continual development, high performance, and overall organizational effectiveness.

Flexible work hours, remote work options, competitive compensation, comfortable office conditions, professional and personal growth opportunities, wellness benefits, and volunteer opportunities promote a healthy work-life environment that appeals across generations of workers.



A Commitment to Excellence

We seek out, advance, and reward employees who embrace our commitment to quality and the highest standards of excellence in all we do, both individually and as a company. We are committed to delivering superior results for our customers, communities, and shareholders.



Entrepreneurial Spirit

We embrace the creativity, flexibility, innovation, and sense of ownership our founders instilled in our corporate culture, inspiring us to approach each day with passion and enthusiasm.



Integrity

We conduct our business with the highest standard of ethics. We act with honesty and integrity, not compromising the truth.

Core Values



Responsible Citizenship

Our shopping centers are more than places to shop. We strive to make them a source of pride in the community. We are committed to being a responsible and contributing corporate citizen in every community in which we operate.

We are environmentally conscious and dedicated to maintaining lasting, mutually beneficial relationships in all aspects of our business.



Passion

We are passionate about Simon Property Group – our history, our successes, and our future. We show pride, enthusiasm, and dedication to the company in everything we do.

SIMON EMPLOYEE ASSOCIATION

The Simon Employee Association (SEA) coordinates enjoyable and rewarding activities, programs, and services for employees. SEA is designed to promote pride, enthusiasm, and dedication to the Company, its employees, and the communities served by Simon centers. SEA programs and services foster a culture of enhanced employee morale, improved productivity, and generally further the Company's best interests.

SEA was formed in 1982 to provide recreational and educational activities and opportunities for all active and retired Simon Home Office employees. All Home Office employees automatically become a member of SEA; and as a member, are entitled to participate in any number of activities sponsored by SEA.

“I have been with the company for over 14 years and have loved every minute of being part of SEA and meeting new employees.”

Susan Lewis
SEA President

All Simon employees are welcomed and encouraged to attend meetings as well as participate on any of the Committees. SEA is a not-for-profit organization subsidized by Simon. The Board must practice fiscal responsibility in order to provide services, activities, and discounted event tickets to the employee population. Some of the services/activities provided by SEA include:

- Organization, coordination, and management of the Company Picnic and Mix-N-Mingles
- Discounted movie tickets for AMC and Regal Cinemas
- Discounted tickets to Paramount Kings Island, Newport Aquarium, and the Indiana State Fair
- In-house activities, such as: Donut/Bagel Sale, Ice Cream Social, Lunchtime Seminars, and more
- Employee sporting events, such as: Simon softball league, basketball league, and the Corporate Challenge
- Volunteer opportunities

In 2020, SEA significantly limited the number of events due to COVID-19, but is keen to pick up its activities and connect to employees when it is safe to do so. In the past, organized SEA events have included:

- Bus Trips to Chicago: An all-day, sightseeing event open to all Simon Corporate employees and their friends and family members.
- Employee Lunch: Free lunch provided on Employee Appreciation Day. In March 2021, with restrictions in place, we took advantage of the Starbucks on-site and treated every employee to a coffee or drink of their choice and a treat.
- Ice Cream Social, also known as “Founder’s Day Ice Cream Social”: Started by the late Mel Simon many years ago and continued by executives and SEA members.
- Fun Contests: Halloween Costume Contest, Ugly Holiday Sweater Contest, etc.
- Organized Outings: Discounted tickets to live sports events with local teams, including the Colts, Pacers, Fever, Indians, and Indy 11.
- Corporate Challenge: Indianapolis competition involving 160 other companies and featuring multiple activities, from running to walking, to yoga and Zumba, at varying levels of expertise.
- Corporate Softball Team: 12 years and going strong, the team is made up from multiple corporate departments.
- Painting Party: Fun fundraiser event hosted by an instructor.
- Lunch & Learns: Outside individuals and/or groups invited to provide information to employees. Examples of topics include: home buyers seminar, self-defense, TED talks, Big Brothers and Big Sisters, domestic violence, and various fundraising organizations.
- Blood Drives: Indiana Blood Center sets up a blood drive quarterly so employees can donate blood without leaving the building.
- Mobile Mammogram: St. Vincent brings a mobile unit annually so employees can conveniently maintain their exam. Also encourages those that have never had one to get their exam very easily.

EMPLOYEE OF THE MONTH PROGRAM

At Simon, we want to recognize and reward those employees who have stepped up and made valuable contributions to the company's mission and embody its core values. For these reasons, we have an Employee of the Month (EOM) award for Field and

Corporate Employees in which we celebrate their success and promote outstanding work. EOM winners receive appreciation and a monetary bonus. Due to the pandemic, the program ran only for the first three months of 2020.

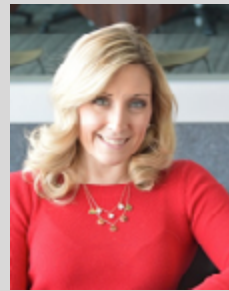
WINNERS OF THE EOM IN Q1 2020 ARE:

Corporate Employees



Stephen Pasko
Senior Tenant Coordinator

Steve Pasko went above and beyond, not only to coordinate the opening of Osteria Morini at Roosevelt Field, but to fully provide a turnkey restaurant for the tenant.



Amy Seltenright
Manager, Lease Services

Amy always finds a way to meet the needs of the business in a professional and positive manner. She is the "go to" person on everything related to deals while ensuring that deals get executed timely.

Field Employees



Elizabeth Martinez
Office Administrator
Camarillo Premium Outlets

Liz is a happy, pleasant, and helpful person who really cares about our reports being accurate and on time. She consistently helps us even in the midst of helping others.



Peter LeBlanc
Maintenance Supervisor
Gurnee Mills

Peter is a dedicated Simon employee and is always looking for ways to improve the property. He searches for cost effective solutions that produce great results.



DIVERSITY & INCLUSION

We believe that diversity of background, experience, and thinking among our employees contributes to our ability to create value for our shareholders, our tenants, our visitors, and the consumers and communities we serve.

The Company is committed to providing a work environment that is not only free from any form of discrimination or harassment based on race, ethnicity, gender, creed, religion, age, disability, sexual orientation or any other status protected by law, but also embraces principles of inclusiveness. It is our policy to provide equal opportunity to all employees with regard to hiring, pay rates, training and development, promotions, and other terms of employment.

OUR STRATEGIC D&I GOAL

Simon's strategic D&I objective is to implement a sustainable D&I strategy that is aligned with the company's values and guiding operating principles. The strategy will in time become fully integrated by leaders and employees at all levels into the company culture and day-to-day business practices. Success will result in not only a more rewarding work experience for employees, but also improved business performance and a competitive advantage for Simon.

Our goal is to help raise awareness throughout 2021 and equip each of our teams to recognize and act upon opportunities to foster inclusion and contribute to a great culture at Simon. We will accomplish these goals by updating our policies, educating our employees, and setting up clear governance for D&I topics.

In 2021-2022 we will launch the internal D&I Assessment process. This assessment will provide Simon with actionable data regarding where the business stands as it relates to D&I topics. The D&I assessment will identify any specific gaps in our current D&I practices, and help establish benchmarks and clear, metric-driven goals year over year. This assessment will therefore inform our strategic decision-making and tactical D&I actions, and how to best measure and report on success at established intervals. Simon will also participate in NAREIT's Dividends Through Diversity and Inclusion (DDI) initiative and an active member in our sector's ongoing D&I conversation.

Simon HR will further build out on-demand D&I resources and identify ways to help leaders at Simon to reinforce and support the messaging. We will also build a roadmap of measurable, tangible actions that collectively advances the inclusion of people with disabilities.

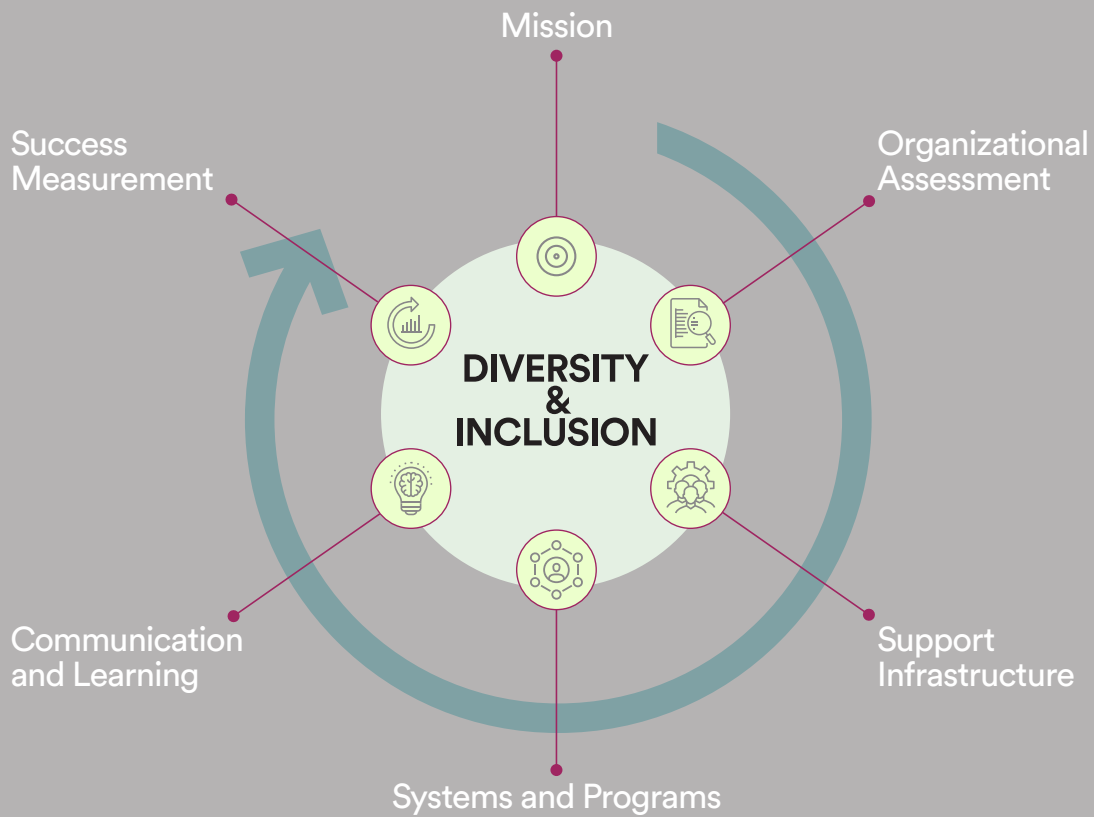
Employees by Age Category	2019	2020
Total employees under 30 years old	1,178	759
Total employees between 30-50 years old	1,926	1,522
Total employees over 50 years old	1,435	1,083

New Employee Hired in Reporting Period by Age Category and Gender (GRI 401-1)	2019	2020
Under 30 years old	1,183	564
Between 30-50 years old	414	315
Over 50 years old	183	132
Female employees	1,084	522
Male employees	514	465

Employees by Gender and Department	2019	2020
Total number of female employees	2,316	1,570
Total number of male employees	2,147	1,790
Total number of female employees - Field	1,637	990
Total number of male employees - Field	1,548	1,262
Total number of female employees - Corporate Office	679	580
Total number of male employees - Corporate Office	599	528
Senior management female employees - (VP level and above)	74	63
Senior management male employees - (VP level and above)	142	126
Executive management female employees	16	10
Executive management male employees	60	56

DIVERSITY & INCLUSION STRATEGIC FRAMEWORK

Simon is implementing a cyclical process of annual assessment, action, and evaluation. The Human Resources Department, led by Susan Massela, Senior Vice President, in collaboration with the D&I Council, will build out and execute an updated framework that will address key questions within six D&I categories:



UPDATE POLICIES	EDUCATE EMPLOYEES	SET UP GOVERNANCE
<p>In early 2021 we published our D&I statement and policy on our corporate website. The posting of Simon's D&I statement helps to reinforce our commitment to valuing diversity as essential and key to our success.</p> <p>Find our D&I Statement and Policy at: careers.simon.com/core-values</p>	<p>In 2020, we kicked off our D&I program by providing employees and managers throughout the organization with hundreds of D&I related educational resources, including a dedicated D&I online learning channel that supplied internal Workplace Diversity courses, books to read, and other content to share. In 2021¹³, over 200 employees have accessed and voluntarily viewed over 550 books, courses and other sources of content on D&I.</p>	<p>The new, employee-led D&I Council will continuously seek ways to leverage diversity and inclusion to achieve Simon's business objectives. The council will help foster a culture that promotes awareness, respect, and valuing diversity so that it can be naturally integrated into all aspects of employee work life, including learning and development, training, communications, hiring, advancement opportunities, retention, and the overall Simon employee experience.</p>

¹³ As of May 4, 2021

CORPORATE GOVERNANCE

POLITICAL CONTRIBUTIONS AND EXPENDITURES:

We rarely make political contributions, and as such, we only made one political contribution in 2020.

- Simon made one (1) political contribution to a candidate running for a county executive office in 2020. U.S. law does not allow companies to make contributions to federal candidates.
- Simon does not have a Political Action Committee. Simon obeys all laws regarding engagement in the political process everywhere we operate. Our Code of Business Conduct and Ethics, contains a section on Political Activities and Public Service, including rules governing participation in the political process.

The Audit Committee of our Board of Directors oversees our Code of Business Conduct and Ethics. The U.S. Supreme Court in the Citizens United case broadened the ability of corporations to make independent political expenditures in the context of federal elections. Therefore, we reserve our right to make contributions to candidates relating to Simon’s legislative interests, including the communities in which we and our employees operate. In 2020, we did not participate in any ballot measures, and it is not generally Simon’s practice to do so.

TRADE ASSOCIATIONS

Our participation in the political process is governed by law and if any contributions are made, we will comply with all applicable laws and regulations pertaining to political campaign contributions at the federal, state, and local levels. Any corporate political campaign contributions and expenditures, including other payments made to relevant trade associations, and similar entities are reviewed by the General Counsel. In 2020, the Company was a member of trade associations.

LOBBYING EXPENSES

To promote policies that support the Company’s objectives, we may make payments to external consultants and lobbyists. In addition, any portion of any trade association dues we pay may be used for lobbying. We adhere to all U.S. federal, state, and local laws, as well as applicable laws and regulations outside the United States.

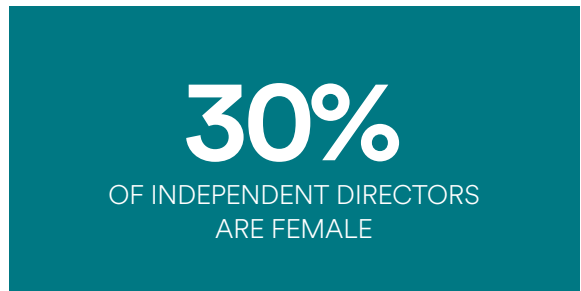
DISCLOSURE OF CERTAIN POLITICAL CONTRIBUTIONS AND EXPENDITURES

Type of Contribution or Expenditure	Amount given in Calendar Year 2020
Direct and indirect contributions to federal, state, or local candidates or political organizations	\$25,000
Direct and indirect contributions to “voter education” organizations (which includes both 501(c)(4) and 527 organizations) that have the primary purpose of funding independent expenditure ads to influence candidate elections and ballot measures	\$0
Expenditures intended to influence elections or ballot measures	\$0
Memberships in trade associations where annual dues paid exceed \$50,000	\$0



GOVERNANCE INDICATORS AND KEY FACTS

Company Governance



Board Committees Are Comprised of



- Sustainability, including climate-related risk, is considered at the board level through an annual presentation to the Nominating and Governance Committee.
- All five members of the Audit Committee are "Financial Experts," as such term is defined by the United States Securities and Exchange Commission.
- Each Independent Director and named Executive Officer is subject to stock ownership requirements, aligning their interests with those of the Company's shareholders.

APPENDIX

1. Lucideon Assurance Statement
2. Climate Change Impact Scenario Analysis
3. Methodology
4. GRI Index

INDEPENDENT ASSURANCE STATEMENT



Simon Property Group, Inc.
225 W. Washington
Indianapolis,
IN 46204
USA

08 June 2021

To - Executive Management Team and Shareholders of Simon Property Group, Inc.

Verification of Simon Property Group's 2020 Greenhouse Gas Emissions:

In 2021, Lucideon CICS engaged with Simon Property Group to perform an independent, third party limited assurance of Simon Property Group's greenhouse gas (GHG) assertion for calendar year 2020 detailing the total reported emissions for Scopes 1 (Direct), 2 (Indirect) and 3 (Other Indirect) which is equivalent to the GRI G4 specific standard disclosures EN15, EN16, and EN17.

Lucideon performed several tasks to provide the limited assurance of the GHG assertion for calendar year 2020 pursuant to the ISO 14064-3 verification standard. These tasks included evaluation of conflict of interest to ensure the risk of verifier bias was low, reviewing scope of verification and boundaries, developing a verification plan pursuant to ISO 14064-3, developing a sampling plan pursuant to ISO 14064-3 and testing of reported data and calculations against underlying data pursuant to the verification and sampling plan.

Lucideon developed the verification and sampling plans based on a risk evaluation of the GHG data per source type considering inherent risks, control risks, and detection risks, such that the plan was designed to minimize the risk of failing to detect material errors. A five percent (5%) materiality threshold was established and met.

A positive verification opinion was provided to Simon Property Group.

Sincerely

Andrew Shepherd
Lead Verifier

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Materials Development • Testing • Assurance

CLIMATE CHANGE IMPACT SCENARIO ANALYSIS

We have evaluated the resilience of our strategy in a qualitative scenario analysis exercise, taking into consideration two different climate-related scenarios. We leveraged two of IEA’s scenarios that are published in their 2019 World Energy Outlook Report: Sustainable Development Scenario (SDS) and Stated Policies Scenario (STEPS). The time horizons associated with these scenarios are long-term and extend through the year 2040. The policy intensive SDS and STEPS scenarios have presented opportunities for strategic considerations in response to the related risks and opportunities below:

Scenario(s)	Climate-related Risk	Business Impact	Strategy Response Considerations
SDS	Establishment of a carbon price of \$140/tonne by 2040, mandatory cap-and-trade schemes in some states and a California economy-wide cap-and-trade scheme.	May increase operating expenditures.	Implement an internal carbon price to prepare for a possible externally imposed future carbon price.
SDS	Expectation of universal access to electricity along with a phase out of fossil fuel subsidies.	May encourage more online retail businesses thereby increasing the difficulty to attract new physical tenants and reduce lease income.	Set renewable energy procurement thresholds to optimize use of incentive programs, as well as mitigate future carbon prices and associated regulations while also helping track toward our Science-Based Target.
SDS	Expectation of roll out of more net-zero building standards and adherence to such standards from tenants or other stakeholders.	May require engagement of new construction vendors and increase operating expenditures and capital allocation.	Continue to actively engage our tenants on climate-related risks and opportunities.
SDS & STEPS	Implementation of existing (STEPS) and new (SDS) policies that support renewable, lower-carbon technologies, and energy efficiency programs.	May increase capital allocation and funding for projects.	Implement more rigorous vendor selection guidelines to enable new construction and renovation projects to meet net zero emissions building standards and any other current or future building codes.
SDS & STEPS	Expectation of increased severity and likelihood of physical climate-related risks in the short and medium (STEPS) to long term (SDS).	May damage physical infrastructure and increase operating expenditures and capital allocation.	Continue to actively engage our utility companies, local governments, and construction vendors in order to best prepare them and our portfolio for a smooth low-carbon transition.
GOVERNMENT & INDUSTRY RELATIONS	Availability and implementation of a transparent and detailed deep decarbonization strategy, consistent with the 2°C – or below – with GHG emission targets for 2020, 2030, and 2050.	May cause store closures and loss of tenants due to more frequent business interruption and reduce lease income.	Conduct a physical climate screening to assess which climate-related hazards pose elevated risks to specific facilities in order to better guide capital planning initiatives for mitigation and adaptation measures.

The Sustainable Development Scenario employs ambitious policy roll-outs, inclusive of 3 SDG outcomes (i.e. universal access to energy, to reduce the severe health impacts of air pollution, and to tackle climate change), and implementation of wide-scale renewable technologies that together are expected to mitigate emissions and limit global temperature rise to 1.65 °C with a 50% probability.

The Stated Policies Scenario assumes the support and deployment only of policies that have been already announced or implemented and is projected to allow emissions to rise to 4°C under a more business-as-usual context.

METHODOLOGY

Simon's GHG inventory is consistent with the principles and guidance of the World Resources Institute (WRI) and the World Business Council for Sustainable Development's (WBCSD) Greenhouse Gas Protocol Initiative (GHG Protocol) for corporate GHG accounting and reporting.

Simon defines its organizational boundary conditions consistent with the GHG Protocol according to the "control approach." This means the scope of Simon's organizational boundaries includes locations in the company's ownership or under its control where Simon has responsibility for GHG emissions from these locations. The "control approach" is the most appropriate organizational boundary for Simon because it reflects where Simon can influence decisions that impact GHG emissions. Facilities included in Simon's boundary include retail properties and office buildings.

Simon has established GHG and Energy goals that we plan to track over time. As our portfolio changes, Simon strives to ensure that the disclosure of emissions is both consistent and relevant and therefore, have established accounting rules that help account for changes in our emissions over time. As noted in the GHG Protocol, there are certain structural changes that can essentially 'trigger' a recalculation of our emissions. These structural changes include the buying and selling of sites within our portfolio and are defined below:

- Acquisition (buying a facility): If SIMON were to buy a facility, we estimate consumption back to our baseline in order to maintain consistency over time.
- Divestiture (selling a facility): If Simon were to sell one of their facilities, we would remove consumption information back to our baseline.

It's important to include adjustments for both sites that Simon sells and buys to ensure that Simon isn't falsely accounting for emissions reductions that were a result of selling facilities or alternatively, seeing an increase in emissions due to buying additional facilities.

Note: Any brand-new construction or complete demolition of a facility is not considered a structural change that will retrigger emission calculations. Therefore, any brand-new construction that Simon undergoes will ultimately impact our emissions trending. Continued efforts in energy efficiency initiatives and other reduction activities will help to offset these impacts.

EMISSION FACTORS

All methodologies are based on guidance from the GHG Protocol. Emission factors are from governmental and non-governmental organizations' sources including the United States Environmental Protection Agency (EPA), Climate Registry, International Energy Agency (IEA), Department for Environment Food and Rural Affairs (DEFRA), Climate Leaders, and U.S. Energy Information Administration (EIA).

WATER

The company's data compiling is consistent with the way inventory for energy and GHG emissions are compiled, whereas Simon defines its organizational boundary conditions with the GHG protocol according to the operational control approach. Therefore, the same boundary has been utilized for water data. The only limitation in the data collection process has been in regard to purchases made directly by the tenant as this information is currently unavailable for reporting purposes.

WASTE & RECYCLING

Simon's waste reporting is limited to properties that are only within Simon's operational control, similar to how energy and GHG data are compiled. 6% of our facilities (12 out of 200 operational control sites that are also corporate entities) were unable to provide solid waste information and 7% of properties (14 out of 200 operational control sites that are also corporate entities) were unable to provide recycling data.

Simon's historical recycling figures have changed year over year. This is due to additional data validation and quality assurance checks that have been established as part of Simon's waste and recycling data collection process. As we've received clarity from sites on information that was historically provided, we've worked to update the data to reflect the most current and accurate information. Simon will continue to establish processes and engage stakeholders to increase the comprehensiveness of the waste data.

EMISSION FACTORS & GLOBAL WARMING POTENTIAL

All methodologies are based on guidance from the GHG Protocol. Emission factors are from governmental and non-governmental organizations' sources including U.S. Environmental Protection Agency (EPA), Climate Registry, International Energy Agency (IEA), Department for Environment Food and Rural Affairs (DEFRA), Climate Leaders, and U.S. Energy Information Administration. Additionally, where available, we utilize utility-specific emission factors that support our market-based inventory. As of 2019, we utilize IPCC's Fifth Assessment Report (AR5) as our source for global warming potentials.

GLOBAL WARMING POTENTIAL (GWP) VALUES RELATIVE TO CO₂

Industrial designation or common name	Chemical formula	GWP values for 100-year time horizon		
		Second Assessment Report (SAR)	Fourth Assessment Report (SAR)	Fifth Assessment Report (SAR)
Carbon Dioxide	CO ₂	1	1	1
Methane	CH ₄	21	25	28
Nitrous Oxide	N ₂ O	310	298	265

SIMON—2020 GRI INDICATORS

GRI 102: ORGANIZATIONAL PROFILE

Disclosure number	Disclosure title	2020 Response
102-1	Name of the organization	Simon Property Group, Inc. (SPG)
102-2	Activities, brands, products, and services	Simon owns, develops, and manages premier shopping, dining, entertainment, and mixed-used destinations which consist primarily of Simon Malls, Premium Outlets, and The Mills. Additional information is available in our 2018 Form 10-K.
102-3	Location of headquarters	225 West Washington Street, Indianapolis, IN 46204
102-4	Location of operations	Portfolio Highlights
102-5	Ownership and legal form	Simon is a Real Estate Investment Trust (REIT) and is publicly traded on the NASDAQ Stock Market.
102-6	Markets served	<ul style="list-style-type: none"> • In 2020, Simon owned or held an interest in properties in 37 U.S. states and Puerto Rico. • Additionally, Simon has ownership interests in 21 Premium Outlets in Canada, Japan, Malaysia, Mexico, South Korea, and Thailand. Simon also owns an interest in ten Designer Outlet properties in Europe. • Simon also owned a 22.4% equity stake in Klépierre SA, or Klépierre, a publicly traded, Paris-based real estate company, which owns, or has an interest in, shopping centers located in 16 countries in Europe. • Simon serves more than 3,000 leading tenants. • Simon has an 80% interest in The Taubman Realty Group, which owns 24 regional, super-regional, and outlet malls in the U.S. and Asia.
102-7	Scale of the organization	Additional information is available in our 2019 Form 10-K, Part 1, item 1 and item 3.
102-8	Information on employees and other workers	At December 31, 2020, we and our affiliates employed 3,300+ persons at various properties and offices throughout the United States, of which approximately 870 were part time. Approximately 1,000 of these employees were located at our corporate headquarters in Indianapolis, Indiana. Additional information is available under the Employee section of this report.
102-9	Supply chain	We work with hundreds of suppliers including construction contractors, engineering consultants, and service providers. We have a broad supply chain that consists of all materials and services needed to provide space, power infrastructure, as well as heating and cooling to our tenants. Examples of categories of our service providers include security personnel, janitorial services, and waste management companies. We expect high standards of ethics and environmental compliance from all our suppliers. We are committed to ensuring that our suppliers maintain high standards of ethics and environmental compliance.
102-10	Significant changes to the organization and its supply chain	Due to COVID-19, considerable changes have been made to the organization and Simon's supply chain in 2020. For more information, see the Employee section of this report and the 2020 Annual Report.
102-11	Precautionary principle or approach	While conducting business, Simon meets or exceeds all applicable local, regional, and federal laws and regulations. Additionally, it is our ambition to reduce or to avoid negative impacts on the environment. Social and environmental considerations are incorporated into our design and development processes. We seek cost-effective measures to prevent environmental degradation.
102-12	External initiatives	Simon participates in CDP climate change questionnaire and the Global Real Estate Sustainability Benchmark (GRESB).
102-13	Membership of associations	<ul style="list-style-type: none"> • Business Round Table (BRT): Simon is a member of BRT and has made public presentations on various sustainability topics such as the benefits of PACE. • Real Estate Round Table (RER): As a member of RER, Simon is leading the discussion in proposing changes to the CBECs process to help ensure a more robust data collection effort. Simon supported efforts to make Section 179D of the Internal Revenue Code tax incentive usable for a broader range of real estate owners and other stakeholders. • International Council of Shopping Centers • Member of National Association of Real Estate Investment Trusts (NAREIT) and Sustainability Policy Advisory Committee of the Real Estate Round Table.

GRI 102: STRATEGY

Disclosure number	Disclosure title	2020 Response
102-14	Statement from senior decision maker	Message From Our CEO
102-15	Key impacts, risks, and opportunities	Simon CDP Response 2020

GRI 102: ETHICS AND INTEGRITY

Disclosure number	Disclosure title	2020 Response
102-16	Values, principles, standards, and norms of behavior	Simon's Code of Business Conduct can be found on Simon's Investor Relations Governance page titled Code of Business Conduct & Ethics at investors.simon.com/code-business-conduct-ethics . Simon company values can be found at business.simon.com/about .

GRI 102: GOVERNANCE

Disclosure number	Disclosure title	2020 Response
102-18	Governance structure and its composition	Simon 2020 Proxy section Corporate Governance of the company p. 7
102-19	Delegating authority	Simon 2020 Proxy section Corporate Governance of the company p. 7
102-20	Executive-level responsibility for economic, environmental, and social topics	Sustainability Governance
102-21	Consulting stakeholders on economic, environmental, and social topics	Materiality Assessment
102-22	Composition of the highest governance body and its committees	Simon 2020 Proxy section Corporate Governance of the company p. 7
102-23	Chair of the highest governance body	Simon 2020 Proxy section Corporate Governance of the company p. 7
102-24	Nominating and selecting the highest governance body	Simon 2020 Proxy section Corporate Governance of the company p. 9
102-25	Conflicts of interest	Simon 2020 Proxy section Corporate Governance of the company p. 7
102-26	Role of highest governance body in setting purpose, values, and strategy	Sustainability Governance
102-27	Collective knowledge of highest governance body	Sustainability Governance
102-31	Review of economic, environmental, and social topics	Sustainability Governance
102-32	Highest governance body's role in sustainability reporting	Sustainability Governance

GRI 102: STAKEHOLDER ENGAGEMENT

Disclosure	Disclosure title	2020 Response
102-40	List of stakeholder groups	Stakeholder Engagement
102-41	Collective bargaining agreements	There are no collective bargaining agreements in place.
102-42	Identifying and selecting stakeholders	Stakeholder Engagement
102-43	Approach to stakeholder engagement	Stakeholder Engagement
102-44	Key topics and concerns raised	Stakeholder Engagement and Materiality Assessment

GRI 102: REPORTING PRACTICE

Disclosure number	Disclosure	2020 Response
102-45	Entities included in consolidated financial statements	All entities listed in our 2020 Annual Report and 2020 Form 10-K that fall within Simon's operational control.
102-46	Defining report content and topic boundaries	About This Report
102-47	List of material topics	Materiality Assessment
102-48	Restatements of information	None
102-49	Changes in reporting	None
102-50	Reporting period	2020 calendar year - 2021 where specifically mentioned
102-51	Date of most recent report	Released June, 2021 covering 2020
102-52	Reporting cycle	Annual
102-53	Contact point for questions regarding the report	About This Report
102-54	Claims of reporting in accordance with the GRI Standards	About This Report
102-55	GRI content index	Global Reporting Initiative Content Index
102-56	External assurance	Independent Assurance Statement

GRI 201: ECONOMIC PERFORMANCE

Disclosure number	Disclosure title	2020 Response
103-1	Explanation of the material topic and its boundary	Materiality Assessment
103-2	The management approach and its components	2020 Form 10-K and 2021 Proxy Statement
103-3	Evaluation of the management approach	2020 Form 10-K and 2021 Proxy Statement
201-1	"Direct economic value generated and distributed"	2020 Form 10-K
201-2	Financial implications and other risks and opportunities due to climate change	Simon 2020 CDP Submission

GRI 205: ANTI-CORRUPTION

Disclosure	Disclosure title	2020 Response
103-1	Explanation of the material topic and its boundary	Materiality Assessment
103-2	The management approach and its components	Can be found on Simon's Investor Relations Governance page titled Code of Business Conduct & Ethics at investors.simon.com/code-business-conduct-ethics .
103-3	Evaluation of the management approach	Can be found on Simon's Investor Relations Governance page titled Code of Business Conduct & Ethics at investors.simon.com/code-business-conduct-ethics .
205-1	Operations assessed for risks related to corruption	Simon regularly reviews its business operations and market conditions across the company's portfolio to assess the various risk factors that may adversely affect our business including risks relating to retail operations, real estate investments and operations, risks related to debt and the financial markets, risks relating to income taxes, risks relating to joint ventures, and risks relating to environmental matters. These risk factors, including corruption-related items are reported annually as part of our SEC filing. Please refer to our 10-K filing. Additionally, Simon's Audit Services completes an annual corporate risk assessment by engaging with internal departments, key executives, and external organizations. The discussions confirm or revise existing risk definitions as well as identify and define new risks. Additionally, the information gathered allows us to rank each risk based on its Significance to Simon and Management Preparedness. In the overall risk assessments corruption is included as a risk factor. Upon completion of risk assessment, a report is presented to the Audit Committee of the Company's Board of Directors for review. Further, Simon's Audit Services assesses corruption-related risks and the mitigating controls during the execution of its annual audit plan (based on the completed risk assessment).
205-2	Communication and training about anti-corruption policies and procedures	Simon is committed to the highest standards of business and professional conduct. We have designed our Code of Business Conduct to reflect the values that define the Company and the principles that guide us to avoid circumstances that may give rise to even an appearance of impropriety. The Code of Business Conduct can be found at investors.simon.com/code-business-conduct-ethics . We ensure that this Code is communicated to all directors, officers, employees, and if applicable, to business partners. All employees sign the Code and we use mandatory trainings to ensure that all employees have the guidance they need to apply the standards in their daily decision making and actions on behalf of Simon. Each employee is personally responsible for making sure that our business decisions and actions comply with this Code. The General Counsel is responsible for interpreting and making enforcement decisions regarding this Code. We maintain a confidential and anonymous 24-hours-a-day hotline that can be called in case of questions.
205-3	Confirmed incidents of corruption and actions taken	Review our SEC filings for detailed reporting on Corruption, Ethics, and Compliance issues.

GRI 302: ENERGY

Disclosure number	Disclosure title	2020 Response
103-1	Explanation of the material topic and its boundary	Materiality Assessment
103-2	The management approach and its components	See chapter: Environment
103-3	Evaluation of the management approach	See chapter: Environment

GRI 302-1	Energy Consumption Within the Organization	2018	2019	2020	Unit of Measurement (UOM)	Additional Information
A	Total fuel consumption from non-renewable sources (includes diesel, gasoline, natural gas, and propane)	211,551	226,027	109,178	GJ	Sum of Diesel-Mobile Volume, Gasoline Petrol-Mobile Volume, Natural Gas-Volume, Propane- Volume Due to a change in methodology for Natural Gas categorization for 2018 and 2019, a portion of consumption has now been allocated to Downstream Leased Assets, driving down Scope 1 emissions but increasing Scope 3.
B	Total fuel consumption from renewable fuel sources (Includes ethanol blends such as E10 and E85)	3,409	2,278	721	GJ	Sum of Ethanol (E85) - Mobile Volume, Ethanol Blend (E10) Volume
C	Breakdown of total consumption					
	Electricity consumption:	22,271,832	2,185,118	1,650,735	GJ	Electric Power Voume
	Heating consumption:	0	0	0	GJ	
	Cooling consumption:	162,376	158,004	108,545	GJ	Chilled Water Volume
	Steam consumption:	1,022	1,819	1,442	GJ	
E	Total energy consumption	2,640,815	2,564,783	1,870,621	GJ	Sum of total fuel consumption from non-renewable sources, total fuel consumption from renewable fuel sources, heating consumption, cooling consumption
F	Standards, methodologies, and assumptions used	See methodology				
G	Source of the conversion factors used	See methodology				

GRI 302-2	Energy Consumption Outside the Organization	2018	2019	2020	Unit of Measurement (UOM)	Additional Information
A	Energy consumed outside of the organization (Excludes fuels from employee commuting - only available for downstream leased assets and rental vehicles)	8,365,656	8,272,475	7,336,955	GJ	Sum of Electric Power - Downstream Leased Assets Volume, Natural Gas - Downstream Leased Assets Volume, Rental Vehicle - Diesel - Mobile Volume, Rental Vehicle - Ethanol Blend (E10) - Mobile Volume, Rental Vehicle - Gasoline (Petrol) - Mobile Volume
B	Standards, methodologies, and assumptions used	See methodology				
C	Source of the conversion factors used	See methodology				

GRI 302-3	Energy Intensity	2018	2019	2020	Unit of Measurement (UOM)	Additional Information
A	Energy intensity rates	0.0738	0.0727	0.0617	GJ/ft ²	
B	Organization-specific metric/ ratio denominator chosen to calculate ratio	ft ²				
C	Types of energy included in the intensity ratio (such as fuel, electricity, heating, cooling, steam, or all)	All				
D	Report whether the ratio uses energy consumed within the organization, outside of it or both	Both				

GRI 302-4	Reduction of Energy Consumption	2018	2019	2020	Unit of Measurement (UOM)	Additional Information
A	Amount of reduction in energy consumption achieved (as direct result of conservation and efficiency initiatives)	-29,401	-30,909	From CDP - not yet available for 2020	MWh	
B	Types of energy included in the reductions	Electricity				
C	Basis for calculating reductions in energy consumption	This includes year-over-year reductions based on specific efficiency initiatives performed by SIMON				
D	Standards, methodologies, and assumptions used	*excludes portfolio-wide organic growth				

GRI 303: WATER AND EFFLUENTS

Disclosure number	Disclosure title	2020 Response
103-1	Explanation of the material topic and its boundary	Materiality Assessment
103-2	The management approach and its components	See chapter: Environment
103-3	Evaluation of the management approach	See chapter: Environment

GRI 303-1	Total Water Withdrawal by Source	2018	2019	2020	Unit of Measurement (UOM)	Additional Information
A	Municipal water:	12,544,098	33,762,505	35,888,626	m ³	Water - CAM, Water - Outdoor (Landlord Controlled), Water - Shared Services, Water - Tenant Space (Tenant Controlled)
B	Standards, methodologies, and assumptions used	See methodology				

GRI 303: WATER AND EFFLUENTS

GRI 303-2	Water Sources Significantly Affected by Withdrawal of Water	2018	2019	2020	Unit of Measurement (UOM)	Additional Information
A	<p>Total number of water sources significantly affected by withdrawal by type</p> <p>Size of water source:</p> <p>Whether or not the sources is designated as a protected area (nationally or internationally):</p> <p>Biodiversity value (such as species diversity and endemism, total number of protected species):</p> <p>Value or importance of water source to local communities and indigenous people:</p>	Qualitative				
B	Standards, methodologies, and assumptions used	See methodology				

GRI 303-3	Percentage & Total Volume of Water Recycled and Reused	2018	2019	2020	Unit of Measurement (UOM)	Additional Information
A	Total volume of water recycled and reused by the organization	During construction, water is captured and reused on site; however, this is managed by the civil contractor. Simon does not have control or visibility into the percentage of total volume reused.				
B	Total volume of water recycled and reused as a percentage of the total water withdrawal reported under indicator G4-EN8	During operation, Simon sometimes collects water for reuse in watering public open spaces; however, we do not record the total volume captured.				
C	Standards, methodologies and assumptions used	See methodology				

Building Water Intensity	2018	2019	2020	Unit of Measurement (UOM)	Additional Information
Total annual water consumption and corresponding floor area	0.0841	0.2264	0.2407	m ³ /ft ²	Square footage includes all Simon-owned GLA and common areas.

GRI 305: EMISSIONS

Disclosure number	Disclosure title	2020 Response
103-1	Explanation of the material topic and its boundary	Materiality Assessment
103-2	The management approach and its components	See chapter: Environment
103-3	Evaluation of the management approach	See chapter: Environment

GRI 305-1	Direct GHG Emissions (Scope 1)	2018	2019	2020	Unit of Measurement (UOM)	Additional Information
A	Direct GHG Emissions (Scope 1)	16,952	16,725	8,951	Metric tons CO2 equivalent (CO2-e)	Sum of Diesel - Mobile, Ethanol (E85) - Mobile, Ethanol Blend (E10), Gasoline (Petrol) - Mobile, Natural Gas, Propane, Refrigerant
B	Gases included in the calculation	For mobile fuels: CO2; For all stationary fuels: CO2, CH4, N2O				
C	Biogenic CO2 emissions in metric tons of Co2 equivalent separately from the gross direct GHG emissions	11.15	11.15	13.37	Metric tons CO2	Biogenic emissions from Ethanol (E85) - Mobile and Ethanol Blend (E10)
D	Base Year	2013			Metric tons CO2	
	i. the rationale for choosing it	We determined 2013 as the most appropriate year to set our baseline as it was the most representative of our portfolio, both in terms of site footprint as well as data coverage.				
	ii. Emissions in the base year	22,727				
	iii. The context for any significant changes in emissions that triggered recalculations of base year emissions	Acquisitions / divestitures				
E	Source of the emission factors and global warming potentials (GWP) rates used	See methodology				
F	Consolidation approach for emissions	Operational Control				
G	Standards, methodologies, assumptions, and / or calculation tools used	See methodology				

GRI 305: EMISSIONS

GRI 305-2	Energy Indirect GHG Emissions (Scope 2)	2018	2019	2020	Unit of Measurement (UOM)	Additional Information
A	Energy indirect GHG Emissions (Scope 2) - Independent of any GHG trades, such as purchases, sales, or transfers of offsets/ allowances)	259,201	234,584	175,920	Metric tons CO2 equivalent (CO2-e)	Sum of Chilled Water, Electric Power, Steam
B	If available, gross market-based energy indirect (Scope 2) GHG emissions in metric tons of CO2 equivalent	259,201	234,584	175,920	Metric tons CO2 equivalent (CO2-e)	REC purchases included
C	If available, the gases included in the calculation, whether CO2, CH4, N2O, HFCs, PFCs, SF6, NF3 or all	CO2, CH4, N2O				Biogenic emissions from Ethanol (E85) - Mobile and Ethanol Blend (E10)
D	Base Year	2013			Metric tons CO2	*updated to 2013 vs. 2003
	i. the rationale for choosing it	We determined 2013 as the most appropriate year to set our baseline as it was the most representative of our portfolio, both in terms of site footprint as well as data coverage.				
	ii. Emissions in the base year	368,998				
	iii. The context for any significant changes in emissions that triggered recalculations of base year emissions	Acquisitions / divestitures				
E	Source of the emission factors and global warming potentials (GWP) rates used	See methodology				
F	Consolidation approach for emissions	Operational Control				
G	Standards, methodologies, assumptions, and / or calculation tools used	See methodology				

GRI 305-3	Other Indirect GHG Emissions (Scope 3)	2018	2019	2020	Unit of Measurement (UOM)	Additional Information
A	Other Indirect (Scope 3) GHG emissions (excluding indirect emissions from the generation of purchased or acquired electricity, heating, cooling, and steam consumed by the organization.)	1,056,590	986,748	852,163	Metric tons CO2 equivalent (CO2-e)	Commute Bus, Commute Car, Commute Rail, Commute Subway, Commute Taxi, Electric Power Downstream Assets, Natural Gas Downstream Assets, Rental Vehicle Diesel Mobile, Rental Vehicle (E10) Mobile, Rental Vehicle Gas (Petrol) Mobile, Solid Waste, Solid Waste - Estimated, Air Travel- Long Haul, Air Travel- Medium Haul, Air Travel- Short Haul, Business Travel - Intercity Rail
B	If available, the gases included in the calculation, whether CO2, CH4, N2O, HFCs, PFCs, SF6, NF3 or all	CO2, CH4, N2O - less mobile fuels and emissions from waste (CO2 only)			N/A	
C	Biogenic CO2 emissions in metric tons of Co2 equivalent separately from the gross indirect GHG emissions	0.368	0.273	0.218	Metric tons CO2	
D	Other Indirect (Scope 3) GHG emissions (excluding indirect emissions from the generation of purchased or acquired electricity, heating, cooling, and steam consumed by the organization.)	N/A	N/A	N/A		
E	Base Year	2013	2013	2013		*updated to 2013 vs. 2005
	i. the rationale for choosing it	We determined 2013 as the most appropriate year to set our baseline as it was the most representative of our portfolio, both in terms of site footprint as well as data coverage.				
	ii. Emissions in the base year	570,611	570,611	570,611		
	iii. The context for any significant changes in emissions that triggered recalculations of base year emissions	Acquisitions/ divestitures	Acquisitions/ divestitures	Acquisitions/ divestitures		
F	Source of the emission factors and global warming potentials (GWP) rates used	See methodology				
G	Standards, methodologies, assumptions, and / or calculation tools used	See methodology				

GRI 305: EMISSIONS

GRI 305-4	GHG Emission Intensity	2018	2019	2020	Unit of Measurement (UOM)	Additional Information
A	GHG emission intensity ratio	0.002	0.002	0.002	Metric tons CO ₂ -e/ft ²	Square footage includes all SF within operational control as Simon provides cooling to tenants - so the square footage is representative of total mall sf and will not align with GLA.
B	Organization-specific metric/ ratio denominator chosen to calculate the ratio	ft ²	ft ²	ft ²		
C	Types of GHG emissions included in the intensity ratio (Scope 1, scope 2, and other indirect scope 3)	Scope 1 & Scope 2	Scope 1 & Scope 2	Scope 1 & Scope 2		
D	Gases included in the calculation	Material gases - CO ₂ , CH ₄ , N ₂ O	Material gases - CO ₂ , CH ₄ , N ₂ O	Material gases - CO ₂ , CH ₄ , N ₂ O		

GRI 305-5	Reduction of Greenhouse Gas (GHG) Emissions	2018	2019	2020	Unit of Measurement (UOM)	Additional Information
A	Amount of GHG emissions reductions achieved as a direct result of initiatives to reduce emissions	-13,394	-21,945	From CDP - not yet available for 2020	Metric tons CO ₂ -e	
B	Gases included in the calculation	Material gases - CO ₂ , CH ₄ , N ₂ O				
C	Base year or baseline including rationale for choosing it	We determined 2013 as the most appropriate year to set our baseline as it was the most representative of our portfolio, both in terms of site footprint as well as data coverage.				
D	Scopes in which reductions took place - whether direct (Scope 1), energy indirect (Scope 2), and/ or other indirect (Scope 3)	Scope 2				
E	Standards, methodologies, assumptions, and / or calculation tools used	See methodology				

GRI 305-7	"Nitrogen oxides (NOX), sulfur oxides (SOX), and other significant air emissions"	Additional Information
	Significant Air Emissions (NO _x , SO _x , POP, VOC, HAP, PM)	Simon utilizes the GHG Protocol Corporate Standard as a guide to compile our GHG emissions inventory. "This GHG Protocol Corporate Standard provides standards and guidance for companies and other types of organizations preparing a GHG emissions inventory. It covers the accounting and reporting of the six greenhouse gases covered by the Kyoto Protocol — carbon dioxide (CO ₂), methane (CH ₄), nitrous oxide (N ₂ O), hydrofluorocarbons (HFCs), perfluorocarbons (PFCs), and sulphur hexafluoride (SF ₆).” Therefore, we have not sought to include NO _x or SO _x as part of our inventory, nor do we believe it to be significant based on our current operations.

GRI 306: EFFLUENTS AND WASTE

Disclosure number	Disclosure title	2020 Response
103-1	Explanation of the material topic and its boundary	Materiality Assessment
103-2	The management approach and its components	See chapter: Environment
103-3	Evaluation of the management approach	See chapter: Environment

GRI 306-2	Total Weight of Waste by Type & Disposal Method	2018	2019	2020	Unit of Measurement (UOM)	Additional Information
A	Total weight of hazardous waste, by the following disposal methods)	N/A	N/A	N/A	N/A	
B	Total weight of non-hazardous waste, by the following disposal methods					
	Recycling:	149,159	210,146	126,289	US Tons	
	Landfill:	353,839	326,527	326,527	US Tons	
C	How the waste disposal method was determined					
	i. Disposed of directly by the organization or otherwise directly confirmed:	N/A	No	No		
	ii. Information provided by the waste disposal contractor:	N/A	Yes	Yes		
	iii. Organizational defaults of the waste disposal contractor:	N/A	No	No		

GRI 401: EMPLOYMENT

Disclosure number	Disclosure title	2020 Response
103-1	Explanation of the material topic and its boundary	Materiality Assessment
103-2	The management approach and its components	See chapter: Employees
103-3	Evaluation of the management approach	See chapter: Environment
401-1	New employee hires and employee turnover	
401-2	Benefits provided to full-time employees that are not provided to temporary or part-time employees	Simon provides part-time and full-time employees with life insurance; health care, disability, and invalidity coverage; as well as retirement provisions, though these may vary based on employment contracts.
401-3	Parental leave	Simon provides disability income benefits for full-time employees that are unable to work because of non-work-related illness or injury, which includes the birth of a child. The disability benefits can help provide income protection while an employee is temporarily disabled and unable to work. Benefit amounts and duration of benefits vary by position. In addition to leave under the Family and Medical Leave Act of 1993 (FMLA), Simon abides by State family and medical leave laws that may apply.

GRI 413: LOCAL COMMUNITIES

Disclosure number	Disclosure title	2020 Response
103-1	Explanation of the material topic and its boundary	Materiality Assessment
103-2	The management approach and its components	See chapter: Communities
103-3	Evaluation of the management approach	See chapter: Environment
413-1	Operations with local community engagement, impact assessments, and development programs	100%. All Simon properties have specific community involvement plans. Environmental impact assessments for all projects are undertaken to gain development approval.
413-2	Operations with significant actual and potential negative impacts on local communities	No Simon operation has been identified to have posed a significant actual or potential negative impact on local communities. Potential negative impacts are typically identified in the planning and approval phase and tackled in accordance with local laws and regulations.

This Sustainability Report contains forward-looking statements within the meaning of Section 27A of the Securities Act of 1933, as amended and Section 21E of the Securities Exchange Act of 1934, as amended. These statements include, among other things, information concerning our sustainability strategies and objectives, including projected cost savings, water usage, waste, energy consumption, building certifications, development and redevelopment activity, and other forward-looking financial data. In some instances, forward-looking statements can be identified by the use of forward-looking terminology such as “expect,” “future,” “will,” “would,” “pursue,” or “project” and variations of such words and similar expressions that do not relate to historical matters. Forward-looking statements are based on Simon’s current expectations, beliefs, and assumptions and are not guarantees of future performance. Forward-looking statements are inherently subject to uncertainties, risks, changes in circumstances, trends, and factors that are difficult to predict, many of which are outside of Simon’s control. Accordingly, actual performance, results, and events may vary materially from those indicated in the forward-looking statements and you should not rely on the forward-looking statements as predictions of future performance, results, or events. Numerous factors could cause actual future performance, results, and events to differ materially from those indicated in the forward-looking statements, including, among others: global market and general economic conditions and their effect on our liquidity and financial conditions and those of our tenants; adverse economic or real estate conditions generally and specifically, in the States of California and Washington; risks associated with our investment in real estate assets, which are illiquid and with trends in the real estate industry; defaults on or non-renewal of leases by tenants; any significant downturn in tenants’ businesses; our ability to re-lease property at or above current market rates; costs to comply with government regulations, including environmental remediation; the availability of cash for distribution and debt service and exposure to risk of default under debt obligations; increases in interest rates and our ability to manage interest rate exposure; the availability of financing on attractive terms or at all, which may adversely impact our future interest expense and our ability to pursue development, redevelopment and

acquisition opportunities, and refinance existing debt; a decline in real estate asset valuations, which may limit our ability to dispose of assets at attractive prices or obtain or maintain debt financing and which may result in write-offs or impairment charges; significant competition, which may decrease the occupancy and rental rates of properties; potential losses that may not be covered by insurance; the ability to successfully complete acquisitions and dispositions on announced terms; the ability to successfully operate acquired, developed, and redeveloped properties; the ability to successfully complete development and redevelopment projects on schedule and within budgeted amounts; delays or refusals in obtaining all necessary zoning, land use and other required entitlements, governmental permits and authorizations for our development and redevelopment properties; increases in anticipated capital expenditures, tenant improvement, and/or leasing costs; defaults on leases for land on which some of our properties are located; adverse changes to, or implementations of, applicable laws, regulations or legislation, as well as business and consumer reactions to such changes; risks associated with joint venture investments, including our lack of sole decision-making authority, our reliance on co-venturers’ financial condition and disputes between us and our co-venturers; environmental uncertainties and risks related to natural disasters; and our ability to maintain our status as a REIT. These factors are not exhaustive and additional factors could adversely affect our business, sustainability program, and financial performance. For a discussion of additional factors that could materially adversely affect Simon’s business, sustainability program, and financial performance, see the factors included under the caption “Risk Factors” in Simon’s annual report on Form 10-K for the year ended December 31, 2018 and its other filings with the Securities and Exchange Commission. All forward-looking statements are based on currently available information and speak only as of the date on which they are made. Simon assumes no obligation to update any forward-looking statement made in this Sustainability Report that becomes untrue because of subsequent events, new information or otherwise, except to the extent we are required to do so in connection with our ongoing requirements under federal securities laws.

