

# Sustainable Accounting Solutions for Transferring Environmental Risk

Environmental Liability Assumption | Upgraded Balance Sheets, Valuation | Robust Indemnification

## Overview

Today's market conditions are forcing traditional energy/industrial companies to retool for the future. Often times this leads to operational slowdowns and plant closures. As a result, companies find themselves holding blighted facilities, severely-impacted and highly-contaminated by decades of operations.

Unresolved environmental issues pose multiple threats to the corporate property holder: threats to corporate growth potential, threats to corporate image and public perception, threats to public health and safety, and many others.

## Comprehensive "Walk Away" Option



Transferring environmental risk to Environmental Liability Transfer, Inc. (ELT) provides a comprehensive "walk away" option from these environmental threats.

Through a unique accounting solution, ELT is able to effectively and securely transfer environmental liabilities from a client's balance sheet – and assume all associated environmental risk and regulatory obligations. ELT can also leaseback real estate, acquire non-core/under-performing assets, and provide other strategic capital solutions.

## Benefits & Advantages

### Environmental Liability Assumption (with or without Real Estate)

All liabilities, known, unknown, contractual and legal are transferred to ELT affording maximum allowable release and insulation from future liability with complete indemnification of the Seller.

### Guaranteed Cost Certainty

ELT provides a fixed-cost solution for environmental obligations and unknown environmental risks. Clean-up is secured with a fully-funded environmental trust - potential cost overruns are backstopped by ELT capital and a comprehensive insurance policy.

### Elimination of Compliance Issues

ELT assumes all environmental liabilities regardless of whether regulations change, ensuring the risk never reverts back to the Seller.

### Financial and Economic Considerations

ELT allows the Seller to report an increase in overall valuation and balance sheet stability to investors and stakeholders.

### Addressing Impact Investors

By divesting environmental risk, ELT provides a way for publicly-traded companies to address investor demands for more transparency in financial reporting and improved environmental sustainability.

### Preserving the Legacy and Brand of the Seller

Following remediation, the site will be repurposed for its highest and best use, in line with any guidance set forth by the Seller. Brownfield redevelopment preserves the legacy and brand of the Seller when they cease operations, and provides ancillary benefits to the local community, such as job creation.

**Environmental Liability Transfer, Inc. (ELT)** is a comprehensive environmental liability acquisition company providing its clients complete and final environmental liability transference services. With robust financial backing and a unique blend of expertise – real estate, environmental, legal, and insurance – ELT has successfully assumed over \$1 billion USD in corporate environmental liability for its clients throughout North America.