

Pre-contractual information on financial products referred to in Article 8(1), (2) and (2a) of Regulation (EU) 2019/2088 and the first paragraph of Article 6 of Regulation (EU) 2020/852

Product name: SCPO Capital Partners Coöperatief U.A.

Environmental and/or social characteristics.

Does this financial product have a sustainable investment objective? *[tick and fill in as relevant, the percentage figure represents the minimum commitment to sustainable investments]*

Yes **No**

<input type="checkbox"/> It will make a minimum of sustainable investments with an environmental objective: ___% <input type="checkbox"/> in economic activities that qualify as environmentally sustainable under the EU Taxonomy <input type="checkbox"/> in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy <input type="checkbox"/> It will make a minimum of sustainable investments with a social objective: ___%	<input type="checkbox"/> It promotes Environmental/Social (E/S) characteristics and while it does not have as its objective a sustainable investment, it will have a minimum proportion of ___% of sustainable investments <input type="checkbox"/> with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy <input type="checkbox"/> with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy <input type="checkbox"/> with a social objective <input checked="" type="checkbox"/> It promotes E/S characteristics, but will not make any sustainable investments
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What environmental and/or social characteristics are promoted by this financial product?

SCPO Capital Partners Coöperatief U.A. (hereinafter, the "Fund") promotes the digitalization of companies and the improvement of energy efficiency as part of its investment strategy, as well as the improvement of socially responsible management and good governance of its investee companies.

The Fund's objective is to invest in the "Search Fund" model, which is focused on the search and acquisition of companies around the world that are solvent, but in need of improvement, in order to substantially increase the value of the company, thus generating attractive returns for investors.

These improvements include reducing the environmental impact of mainly older companies, implementing digitalization systems, and incorporating new, more efficient energy technologies.

The Fund identifies the main risks and opportunities in the environmental, social and corporate governance (ESG) areas and defines action plans to help create robust governance structures that contribute to promoting improvements and controlling risks in each of these areas.

With the active management of the ESG aspects of the investee companies, the Fund also intends to contribute to the achievement of the following Sustainable Development Goals (SDGs):

- SDG 4: Quality education

The Fund will support the Search Funds with the inclusion of internship programs and employee

promotions in the investee companies, thus promoting the improvement of employees' competencies and avoiding their stagnation within the organization (goal 4.4).

- **SDG 5: Gender equality**

The Fund will promote the full and effective participation of women in the companies it invests in, fostering their leadership opportunities in governing bodies and management positions (goal 5.5).

- **SDG 8: Decent work and economic growth**

The Fund shall assist the managers of the companies in which it invests, to achieve sustained, inclusive and sustainable economic growth, as well as full and productive employment (target 8.5).

- **SDG 9: Industry, innovation and infrastructure**

The Fund will encourage the modernization and conversion of the industrial enterprises it acquires to make them sustainable, use their resources more efficiently, and promote the adoption of clean and environmentally sound technologies and industrial processes (target 9.4).

The Fund will promote technological improvement, encouraging innovation in the companies it acquires (goal 9.5).

- **SDG 16: Peace, justice and strong institutions**

The Fund will be part of some boards of directors where it will contribute to the implementation of good corporate governance practices in its investee companies (goal 16.6).

The Fund shall contribute to the implementation of criminal compliance programs in investee companies that contribute to the fight against corruption and bribery in all its forms (target 16.5).

- ***What sustainability indicators are used to measure the attainment of each of the environmental or social characteristics promoted by this financial product?***

To evaluate, measure and monitor the improvement in the evolution of responsible management in the investee companies, a set of indicators or KPIS is used on an annual basis, which have been selected from among the regulations and best practices (Disclosure Regulation, Invest in Europe, Sustainable Development Goals, PRI).

These indicators are used to monitor the improvement of the responsible management of the investee companies in the following areas: industry and innovation (systems put in place for the digitalization of the company, efficiency certifications obtained), people management (job creation, internal staff promotions, implementation of equality plans, training programs and hours dedicated to training); diversity (number of women in the companies, in management positions, in the governing body); corporate governance (establishment of the management body, implementation of legal compliance programs).

The metrics collected by this KPIS pack are mapped annually in each investee company to determine their degree of contribution to the proposed targets within the SDGs.

- ***What are the objectives of sustainable investments that the financial product partially intends to make and how does the sustainable investment contribute to such objectives?***

This investment product does not make sustainable investments.

- ***How do the sustainable investments that the financial product partially intends to make not cause significant harm to any environmental or social sustainable investment objective?***

This investment product does not make sustainable investments.

- *How have the indicators of adverse impacts on sustainability factors been taken into account?*

This financial product does not take into account adverse event indicators.

- *How are the sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:*

Not applicable, this investment product does not make sustainable investments.

The EU Taxonomy sets out a “do not significant harm” principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific EU criteria.

The “do no significant harm” principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

Any other sustainable investments must also not significantly harm any environmental or social objectives.



- ***Does this financial product consider principal adverse impacts on sustainability factors?***

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No

Pursuant to the provisions of Article 4 of Regulation 2019/2088, supplemented by Regulation 2022/1288 on SFDR, this investment product does not take into account adverse events.



- ***What investment strategy does this financial product follow?***

The Fund seeks to improve the responsible management of its investees by promoting the active management of environmental, social and good governance (ESG) factors on the boards of directors of its investees.

These factors are actively managed throughout the stages of the investment process, beginning in the preliminary analysis of the investment process.

Once acquired, the Search Fund implements an action plan that must be approved by the management body of the investee.

Thereafter, the management body of the investee supervises and controls compliance with the established plan.

What are the binding elements of the investment strategy used to select

investments to attain each of the environmental or social characteristics promoted by this financial product?

The binding elements for selecting investments with ESG characteristics are:

Screening: as an initial step in the analysis of an investment, the investment team checks that the target company does not invest generally in any illegal economic activity, and specifically in any illegal or morally controversial sector.

Due diligence: in this stage of verifying the potential of the investment and its risks, financial, commercial, legal, labor and business verification checks are carried out, as well as including the most relevant ESG issues. All these issues are included in the reports to the Fund's Investment Committee.

Investment decision: the conclusions of the *due diligence* process are taken into consideration by the members of the Investment Committee. In the execution of the investment within the partners' agreement, the agreed commitments and plans are formalized.

Follow-up of the investment: once the investment has been made and during the holding period of the investee company, an Action Plan is prepared for the improvement of the ESG, which is monitored and followed up with the management team of the investee company, thanks to the influence and political rights that the Fund holds over the investee company. For this purpose, it is important that within the Fund's team a person responsible for its follow-up is appointed, and annual objectives are established, in order to progressively achieve the implementation and improvement in the fulfillment of those objectives.

- ***What is the committed minimum rate to reduce the scope of the investments considered prior to the application of that investment strategy?***

Not applicable.

- ***What is the policy to assess good governance practices in the investee companies?***

In the ESG analysis of investee companies, good governance practices are analyzed. These include key issues such as directors' compensation and conflict of interest policies, the existence of regulatory compliance policies, the existence of adequate information systems, supplier policies, cybersecurity and data protection policies.

The action plans include, as far as possible, actions such as the existence of criminal compliance and robust policies in the management of the supply chain, cybersecurity and data protection.



- ***What is the asset allocation planned for this financial product?***

It is expected that 50% to 70% of the Fund's investments will promote environmental and/or social characteristics in accordance with Article 8 of the SFDR, without having among their objectives to make sustainable investments.

- ***How does the use of derivatives attain the environmental or social characteristics promoted by the financial product?***

Not applicable, this investment product does not provide for the use of derivatives.

To what minimum extent are sustainable investments with an environmental objective aligned with the EU taxonomy?

This Fund does not make sustainable investments.

- **What is the minimum share of investments in transitional and enabling activities?**


This Fund does not plan to make any investments in transitional or facilitating activities.

-  **What is the minimum share of sustainable investments with an environmental objective that are not aligned with the EU taxonomy?**


This Fund does not make sustainable investments.

-  **What is the minimum share of socially sustainable investments?**

This Fund does not make sustainable investments.

-  **What investments are included under "No. 2 Other", what is their purpose and are there any minimum environmental or social safeguards?**

This Fund expects to realize a minimum of 25% in "No. 2 Other".

-  **Is a specific index designated as a reference to determine whether this financial product is aligned with the environmental and/or social characteristics that it promotes?**

This Fund invests exclusively in private market assets. Therefore, no specific index is designated as a benchmark.

- **How is the reference benchmark continuously aligned with each of the environmental or social characteristics promoted by the financial product?**

Not applicable, this investment product does not have a designated benchmark index.

- **How is the alignment of the investment strategy with the methodology of the index ensured on a continuous basis?**

Not applicable, this investment product does not have a designated benchmark index.

- **How does the designated index differ from a relevant broad market index?**

Not applicable, this investment product does not have a designated benchmark index.

- **Where can the methodology used for the calculation of the designated index be found?**

Not applicable, this investment product does not have a designated benchmark index.

-  ● **Where can I find more specific product information online?**

More product-specific information can be found on the website: www.scipioholding.com