

ANNEX IV

‘ANNEX V

Sustainable investment means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852 establishing a list of **environmentally sustainable economic activities**. That Regulation does not include a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not.

Template periodic disclosure for the financial products referred to in Article 9, paragraphs 1 to 4a, of Regulation (EU) 2019/2088 and Article 5, first paragraph, of Regulation (EU) 2020/852

Product name: Una Terra Venture Capital Fund, SCA SICAV-RAIF
identifier: : N/A

Legal entity

Sustainable investment objective

Did this financial product have a sustainable investment objective? <i>[tick and fill in as relevant, the percentage figure represents the sustainable investments]</i>	
Yes	No
<input checked="" type="checkbox"/> It made sustainable investments with an environmental objective: 100% <ul style="list-style-type: none"> <input checked="" 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 promoted Environmental/Social (E/S) characteristics and while it did not have as its objective a sustainable investment, it had a proportion of ____% of sustainable investments <ul style="list-style-type: none"> <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 type="checkbox"/> It made sustainable investments with a social objective: 0%	<input type="checkbox"/> It promoted E/S characteristics, but did not make any sustainable investments



To what extent was the sustainable investment objective of this financial product met? *[list the sustainable investment objective of this financial product, and describe how the sustainable investments contributed to the sustainable investment objective. For the financial products referred to in Article 5, first paragraph, of Regulation (EU) 2020/852, in respect of sustainable investments with environmental objectives, indicate to which environmental objectives set out in Article 9 of Regulation (EU) 2020/852 to the investment underlying the financial product contributed to. For the financial products referred to in Article 9(3) of Regulation (EU) 2019/2088, indicate how the objective of a reduction in carbon emissions was aligned with the Paris Agreement]*

The Fund currently has made only two investments and both are considered sustainable objective investments. The sustainable investment objectives of this financial product are:

- 1. Reduction of CO2 emissions to support climate change mitigation, aligned with the Paris Agreement.*
- 2. Reduction of plastic waste through innovations that promote circularity and minimize material waste.*

Contribution of Sustainable Investments to the Objectives

- 1. Greyparrot:
Greyparrot's AI-powered waste analytics contribute directly to the plastic reduction objective by optimizing waste stream composition and enhancing recycling efficiency. These efforts reduce the volume of plastic waste sent to landfills or incineration, supporting circular economy principles. Moreover, by increasing the recycling of valuable materials and reducing the demand for virgin plastic production, Greyparrot indirectly supports the CO2 emissions reduction objective.*
- 2. Another Tomorrow:
Another Tomorrow's sustainability strategy encompasses circularity through initiatives like resale programs, recyclability-focused design, and extended product lifespans, contributing to the plastic reduction objective. Its transparent supply chain management, carbon measurement, and active reduction initiatives align with the CO2 emissions reduction objective, reinforcing its commitment to climate change mitigation and circular economy goals.*

Alignment with Environmental Objectives Under Article 9 of Regulation (EU) 2020/852

The investments contribute to the following environmental objectives under the EU Taxonomy Regulation (Article 9):

- Climate Change Mitigation: Both companies' activities aim to reduce greenhouse gas emissions and promote sustainable consumption patterns.*
- Transition to a Circular Economy: By innovating waste management and sustainable fashion, the companies address resource efficiency and waste minimization.*

Alignment with the Paris Agreement

Both portfolio companies' strategies are consistent with the Paris Agreement's goal of limiting global temperature rise to well below 2°C. While specific impact metrics and data are not yet finalized, the rigorous due diligence process confirmed alignment with the fund's sustainable objectives. Future data collection and verification will quantify contributions to CO2 and plastic reduction targets

Sustainability indicators measure how the sustainable objectives of this financial product are attained.

● **How did the sustainability indicators perform?**

Current Status of Indicator Performance

- 1. *Greyparrot:*
 - *Plastic Reduction Indicator:*
Greyparrot's AI-powered waste analytics system is expected to contribute significantly to plastic waste reduction by optimizing recycling processes. While formal metrics are not yet established, preliminary assessments indicate the technology's potential to enhance material recovery rates and reduce landfill and incineration waste.
 - *CO2 Reduction Indicator:*
By improving recycling efficiency, Greyparrot indirectly reduces CO2 emissions associated with virgin material production. Quantifiable data will be collected as the fund's impact framework is fully implemented.
- 2. *Another Tomorrow:*
 - *Plastic Reduction Indicator:*
Through its circular fashion initiatives, including resale programs and sustainable material choices, Another Tomorrow contributes to reducing reliance on new plastics and minimizing textile waste. Initial observations confirm alignment with this indicator, with detailed performance metrics to be developed as the impact framework matures.
 - *CO2 Reduction Indicator:*
Another Tomorrow actively measures and reduces emissions through supply chain transparency and decarbonization initiatives. The company's operations are aligned with the fund's CO2 reduction objective, but hard performance data will be formalized as sustainability reporting processes evolve.

As the fund is still in the early stages of its operational lifecycle, sustainability indicators have been introduced but are not yet fully implemented or measured. However, the following steps have been taken to ensure robust performance tracking:

- *Alignment with Impact Framework: Both companies have been introduced to the fund's impact framework, which outlines methodologies for indicator measurement and reporting.*
- *Commitment to Data Collection: Initial data gathering efforts have started, and further structured processes for impact measurement will be formalized once the fund becomes fully operational.*
- *Verification Plans: The fund's independent Sustainability Impact Committee (SIC) will oversee the verification of impact metrics, ensuring credibility and alignment with the fund's objectives.*

- **...and compared to previous periods?** *[include for financial products where at least one previous periodic report was provided]*

As this is the first reporting period for the fund, there are no previous periods against which to compare the performance of the sustainability indicators.

The fund is currently in its initial stages of operationalization, with its first two investments—Greyparrot and Another Tomorrow—setting the foundation for achieving the fund's sustainable objectives of CO2 emissions reduction and plastic waste reduction.

Establishing Baseline Metrics

During this period, the focus has been on:

- **Baseline Development:** *Introducing portfolio companies to the fund's impact framework and beginning the process of defining and collecting relevant sustainability metrics.*
- **Alignment with Objectives:** *Ensuring that the portfolio companies' operations and goals are aligned with the fund's sustainable investment objectives.*

Future reporting periods will include year-on-year comparisons to measure progress and impact against the baseline established during this reporting cycle.

- **How did the sustainable investments not cause significant harm to any sustainable investment objective?**

In line with Una Terra's ESG Policy, the fund carefully considers the Principal Adverse Impacts (PAIs) of investment decisions on sustainability factors, as required by Regulation (EU) 2019/2088 (SFDR).

Principal Adverse Impacts Assessment

1. **Due Diligence Process:** *Both investments—Greyparrot and Another Tomorrow—underwent rigorous due diligence, which included a comprehensive review of their sustainability practices, alignment with the fund's objectives, and adherence to the "do no significant harm" (DNSH) principle.*
2. **Alignment with Environmental and Social Safeguards:**
 - *Both companies demonstrated a commitment to minimizing environmental harm through their operational strategies:*

Principal adverse impacts are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

- *Greyparrot focuses on optimizing waste management to improve recycling outcomes and reduce environmental impact.*
- *Another Tomorrow prioritizes ethical supply chain management, circular fashion initiatives, and transparency to minimize its environmental and social footprint.*

The fund also verified that neither company engaged in activities that would undermine other sustainable objectives, such as high greenhouse gas emissions, significant resource depletion, or violations of social or labor rights.

3. Monitoring

During this first reporting period, the fund actively monitored the performance of both investments to ensure compliance with the DNSH principle. No significant harms were identified or reported.

— — How were the indicators for adverse impacts on sustainability factors taken into account?

The fund prioritizes sustainable investments that actively contribute to environmental objectives while ensuring no significant harm to other sustainability factors. In line with the ESG Policy and the Do No Significant Harm (DNSH) principle, the following processes were implemented:

Consideration of Adverse Impacts

1. Exclusion Policy

The fund adheres to a strict exclusion policy, ensuring no investments are made in technologies or solutions that harm the environment, climate mitigation, biodiversity restoration, or circularity goals.

2. Proactive Screening:

- *All potential investments were subject to rigorous screening against the DNSH principles during the due diligence process. This included assessing potential negative impacts on sustainability factors, including greenhouse gas emissions, resource depletion, and risks to biodiversity.*
- *Both portfolio companies—Greyparrot and Another Tomorrow—passed this screening process, demonstrating alignment with the fund’s sustainability objectives and avoiding activities that could cause significant harm.*

3. Principal Adverse Impact (PAI) Monitoring:

- *The fund has established processes to monitor and report on PAIs in accordance with SFDR requirements.*
- *For the reporting year 2024, no negative impacts were identified across the portfolio companies.*

Integration of DNSH in ESG Policy

The Advisor's ESG Policy fully incorporates the DNSH principle, ensuring that investments align with environmental and social safeguards. This policy includes:

- *Restrictions on Harmful Activities: Prohibiting activities that could negatively impact climate adaptation, biodiversity, or circular economy principles.*
- *Ongoing Monitoring and Data Collection: A structured process has been established to track sustainability factors, ensuring compliance with DNSH over time.*

Outcome for Reporting Year 2024

Both Greyparrot and Another Tomorrow were found to adhere to the DNSH principle, with no indicators of adverse impacts on sustainability factors identified. Moving forward, the fund will continue to implement these rigorous monitoring and reporting processes to ensure all investments maintain alignment with its sustainable objectives.

.

1. **Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:**

*Yes, all sustainable investments made by the fund were aligned with the **OECD Guidelines for Multinational Enterprises** and the **UN Guiding Principles on Business and Human Rights (UNGPs)**.*

Alignment with OECD Guidelines

- *The fund ensures that all portfolio companies comply with the OECD Guidelines, which promote responsible business conduct in areas such as human rights, labor standards, environmental stewardship, and anti-corruption practices.*
- *During the due diligence process, Greyparrot and Another Tomorrow demonstrated adherence to these guidelines, with robust practices in place for supply chain transparency, ethical labor policies, and environmental management.*

Alignment with UNGPs

- *As a signatory of the **UN Principles of Responsible Investment (PRI)**, the fund integrates the UNGPs into its overall investment approach, ensuring that business activities respect human rights and mitigate risks of adverse impacts.*
- *Both investments were evaluated for compliance with the UNGPs during the due diligence phase, confirming alignment with these principles. For instance:*
 - **Greyparrot** *adheres to ethical standards in its technology deployment, ensuring no adverse social or human rights impacts from its AI solutions.*

- **Another Tomorrow** prioritizes ethical labor practices and supply chain transparency, actively promoting fair working conditions and mitigating risks to human rights.



How did this financial product consider principal adverse impacts on sustainability factors? *[include section if the financial product considered principal adverse impacts on sustainability factors]*

The fund has incorporated the consideration of Principal Adverse Impacts (PAIs) into its investment decision-making and ongoing monitoring processes to ensure that its sustainable investments do not significantly harm any sustainability objectives.

Monitoring and Reporting

- *Adverse Impact Assessment: Each portfolio company underwent a thorough assessment during the due diligence process to evaluate potential adverse impacts on sustainability factors. This process was aligned with the Do No Significant Harm (DNSH) principle, ensuring that investments contribute positively to environmental and social objectives without undermining other sustainability goals.*
- *Ongoing Monitoring: For the reporting year 2024, sustainability factors were actively monitored and tracked. These efforts demonstrated that none of the sustainable investments caused significant harm to any sustainability objectives.*

Alignment with Regulatory Standards

The fund complies with the requirements of Regulation (EU) 2019/2088 (SFDR), ensuring that PAIs are identified, mitigated, and disclosed in line with the regulation's standards. Key elements include:

- *Environmental and Social Safeguards: Investments were screened against criteria to prevent significant adverse effects on climate, biodiversity, and circular economy goals.*
- *Transparent Reporting: The fund has implemented processes to document and report on the absence of significant adverse impacts, ensuring accountability and alignment with its ESG Policy.*

Performance in Reporting Year 2024

During this initial reporting period, no significant adverse impacts were identified across the fund's portfolio. Greyparrot and Another Tomorrow both adhered to the DNSH principle, demonstrating strong alignment with the fund's sustainable investment objectives.

Ongoing Commitment

The fund is committed to continuously improving its PAI monitoring framework, ensuring that future investments remain compliant with DNSH and contribute positively to sustainability objectives while avoiding any adverse impacts.



What were the top investments of this financial product?

Largest investments	Sector	% Assets	Country
<i>Grey parrot</i>	<i>Waste management</i>	<i>45%</i>	<i>UK</i>
<i>Another Tomorrow</i>	<i>Sustainable Fashion</i>	<i>55%</i>	<i>USA</i>

The list includes the investments constituting **the greatest proportion of investments** of the financial product during the reference period which is: *01/24 – 12/24*



What was the proportion of sustainability-related investments?

The Fund has made all its investments in sustainability related investments



What was the asset allocation?

[Include only relevant boxes, remove irrelevant ones for the financial product]



#1 Sustainable
covers sustainable investments with environmental or social objectives.

#2 Not sustainable
includes investments which do not qualify as sustainable investments.

- **In which economic sectors were the investments made?** *[include information referred to in Article 61(c) of this Regulation]*

1. Waste Management and Recycling Technology (Greyparrot)

- **Sector: Environmental Technology and Services**
- **Description: Greyparrot specializes in AI-powered waste analytics, operating within the waste management and recycling sector. The company provides advanced technology to optimize recycling processes, improve material recovery rates, and reduce waste sent to landfills or incineration.**

2. Sustainable Fashion and Textiles (Another Tomorrow)

- **Sector: Fashion and Apparel (Luxury Segment)**
- **Description: Another Tomorrow operates within the sustainable fashion industry. The company focuses on ethical production, circular fashion initiatives, and transparency across its supply chain, contributing to the shift towards a sustainable and environmentally conscious textile sector.**

Asset allocation
describes the share of investments in specific assets.

[include note for the financial products referred to in Article 5, first paragraph of Regulation (EU) 2020/852.

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

Enabling activities
directly enable other activities to make a substantial contribution to an environmental objective

Transitional activities are economic activities for which low-carbon alternatives are not yet available and that have greenhouse gas emission levels corresponding to the best performance.



To what extent were sustainable investments with an environmental objective aligned with the EU Taxonomy? *[include section for the financial products referred to in Article 5, first paragraph, of Regulation (EU) 2020/852 and include information in accordance with Article 62 of this Regulation]*

Both portfolio companies—Greyparrot and Another Tomorrow—were assessed to confirm their operations align with relevant environmental objectives defined under the EU Taxonomy, particularly:

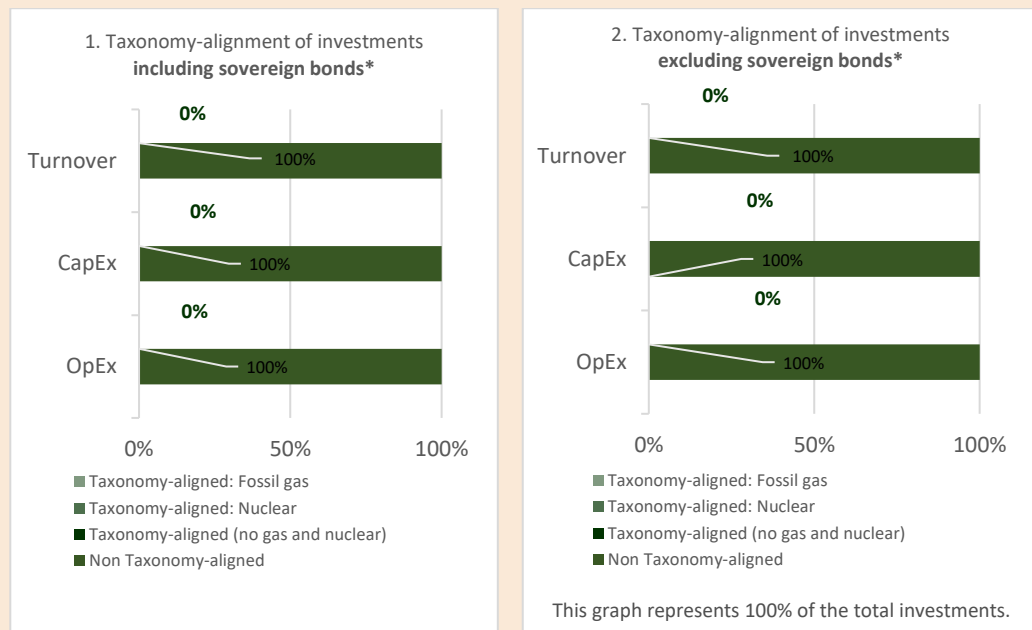
- **Climate Change Mitigation:**
 - Greyparrot’s AI-driven waste analytics technology enhances recycling efficiency, reduces landfill and incineration waste, and lowers associated greenhouse gas emissions.
 - Another Tomorrow actively measures and reduces its carbon footprint across its supply chain, employing circular business models to minimize emissions.
- **Circular Economy:**
 - Greyparrot directly contributes to a more circular waste management system by improving sorting and recovery of recyclable materials.
 - Another Tomorrow prioritizes circularity through product design, materials selection, and resale initiatives, extending product lifecycles and reducing waste
- **Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy¹?**

- ☐ Yes: *[specify below, and details in the graphs of the box]*
- ☐ In fossil gas ☐ In nuclear energy
- ☒ No

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.

¹ Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change (“climate change mitigation”) and do no significant harm to any EU Taxonomy objective - see explanatory note in the left-hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

[Include information on Taxonomy aligned fossil gas and nuclear energy and the explanatory text in the left hand margin on the previous page only if the financial product invested in fossil gas and/or nuclear energy Taxonomy-aligned economic activities during the reference period]



* For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures.

- **What was the share of investments made in transitional and enabling activities?** *[include a breakdown of the proportions of investments during the reference period]*

100% The Fund invested all its available funds into transitional and enabling activities.

- **How did the percentage of investments aligned with the EU Taxonomy compare with previous reference periods?** *[include where at least one previous periodic report was provided]* **This is the first reporting period - The Fund has not made any investments in the previous reporting periods and there is no information to be reported**



What was the share of sustainable investments with an environmental objective that were not aligned with the EU Taxonomy? *[include only for the financial products referred to in Article 5, first paragraph, of Regulation (EU) 2020/852 where the financial product included investments with an environmental objective that invested in economic activities that are not environmentally sustainable economic activities and explain why the financial product invested in economic activities that were not taxonomy-aligned]*



are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under the EU Taxonomy.

For the reporting year 2024, 0% of the fund's sustainable investments with an environmental objective were not aligned with the EU Taxonomy.



What was the share of socially sustainable investments? *[include only where the financial product includes sustainable investments with a social objective]*

*For the reporting period 2024, the fund's investments were exclusively made with an **environmental objective**; therefore, **0%** of the investments were categorized as socially sustainable investments under SFDR. ² The fund invests solely in companies driving environmental impact, aligned primarily with the EU Taxonomy objectives of **climate change mitigation** and **climate change adaptation**.*

*While no direct social objectives are pursued through the investments, it is noteworthy that one portfolio company is led by women CEOs and founders, which aligns with **UN Sustainable Development Goal 5 (Gender Equality)** and reflects the fund's broader commitment to diversity and inclusion.*

The fund's investment strategy and methodology focus on environmental sustainability, with ongoing efforts to improve data collection and reporting on EU Taxonomy alignment. At this stage, accurate Taxonomy alignment percentages are not yet available due to data limitations from portfolio companies.



What investments were included under “not sustainable”, what was their purpose and were there any minimum environmental or social safeguards?

The Fund currently has not made any investments which are not sustainable and is not planning to do so in the future.



What actions have been taken to attain the sustainable investment objective during the reference period? *[list the actions taken within the period covered by the periodic report to attain the sustainable investment objective of the financial product, including shareholder engagement as referred to in Article 3g of Directive 2007/36/EC and any other engagement relating to the sustainable investment objective]*

[list the actions taken within the period covered by the periodic report to attain the sustainable investment objective of the financial product, including shareholder engagement as referred to in Article 3g of Directive 2007/36/EC and any other engagement relating to the sustainable investment objective]

During the 2024 reference period, the fund took several key actions to advance and attain its sustainable investment objectives related to **CO2 emissions reduction** and **plastic waste reduction**:

1. Due Diligence and Investment Selection

- Conducted rigorous ESG due diligence on all potential investments to ensure alignment with the fund's sustainable objectives and compliance with the **Do No Significant Harm (DNSH)** principle.

- Selected portfolio companies, **Greyparrot** and **Another Tomorrow**, based on their strong commitments to environmental sustainability, circular economy practices, and emissions reduction.

2. Impact Framework Development and Alignment

- Initiated the implementation of an **impact measurement framework** aligned with the fund's sustainability KPIs, including CO2 reduction and plastic waste avoidance.
- Engaged with portfolio companies to familiarize them with this framework and to begin aligning their internal sustainability goals and data collection processes accordingly.

3. Engagement and Collaboration

- Conducted collaborative workshops and regular dialogues with portfolio companies to support their sustainability strategies and encourage continuous improvement in environmental impact measurement.
- Provided guidance on setting meaningful impact targets and improving ESG data quality in preparation for full fund operational status and future reporting.

4. Shareholder and Stakeholder Engagement

- Although the fund is in its initial stage and has not yet undertaken formal shareholder engagement activities as per Article 3g of Directive 2007/36/EC, it maintains an open channel for active engagement with portfolio companies to influence and support their sustainable business practices.
- The fund's governance and Sustainability Impact Committee oversee ESG and impact performance, ensuring sustainability remains central to investment decisions.

5. Monitoring and Reporting Systems

- Established systems and processes for ongoing sustainability monitoring and data collection to track progress against sustainable investment objectives.
- Began preliminary data collection efforts to enable robust future reporting once the fund is fully operational and investments mature.

[include note for the financial products referred to in Article 9(1) of Regulation (EU) 2019/2088]

Reference benchmarks are indexes to measure whether the financial product attains the sustainable objective.



How did this financial product perform compared to the reference sustainable benchmark? *[include section only for the financial products referred to in Article 9(1) of Regulation (EU) 2019/2088 and indicate where the methodology used for the calculation of the designated index can be found]*

No benchmark has been designated. This is the fund's first reportig period post investment.

- **How did the reference benchmark differ from a broad market index?**

N/A

- ***How did this financial product perform with regard to the sustainability indicators to determine the alignment of the reference benchmark with the sustainable investment objective?***

N/A

How did this financial product perform compared with the reference benchmark?

N/A

- ***How did this financial product perform compared with the broad market index?***

As the fund has not yet completed its closing and is in the early phase of operation, there is currently no meaningful performance data available to compare against a broad market index.