

Sustainability-related disclosures – CoreCapital I K/S

[24.04.2023]

These sustainability-related disclosures have been prepared pursuant to Article 10 of Regulation (EU) 2019/2088 on sustainability-related disclosures in the financial services sector ('**SFDR Regulation**').

This website product disclosure has been prepared and published based on the facts, information and legislative guidance available on the date hereof. This statement may be subject to changes, updates and general revision in connection with any regulatory developments and following the disclosure of any further legislation, guidance and recommendations concerning the Regulation (including any delegated acts thereto) by the Danish or EU legislators/supervisory authorities. A clear explanation will be published if any changes or amendments are made to the below.

Summary

Financial product: CoreCapital I K/S (the "**Fund**" or the "**Partnership**"), managed by CoreCapital ApS, company number (CVR no.) 43116649 (the "**Manager**" or "**CoreCapital**").

At the date of this document, the Fund has been assessed as being a financial product referred to in Article 8 of the Regulation, by promoting social and environmental characteristics for the Fund in the manner described in the Manager's Responsible Investment Policy (the "**RIP**") established to apply for the Manager as firm, its alternative investment funds and its underlying investments. The Manager has in the RIP outlined a range of environmental, social and governance (ESG) principles and minimum requirements to adhere to as investor and active owner, respectively.

Consequently the Manager's processes to ensure that ESG factors are an integral part of its due diligence, investment decision-process, which serves the purpose of assessing the ESG exposure and maturity according to the specific industry of the portfolio company. As a part of the due diligence, the Manager will scope the ESG potential individually for all portfolio companies and agree on ESG benchmark and ambitious goals before an exit.

No sustainable investment objective

This financial product promotes environmental or social characteristics, but does not have as its objective sustainable investment. The Fund promotes environmental or social characteristics and therefore subject to Article 8 in the SFDR Regulation.

Environmental or social characteristics of the financial product

The Manager promotes social and environmental characteristics for the Fund in the manner described in the Manager's RIP. The Manager will early in the transaction process, set out ESG goals to be met by the respective investments before the Fund's exit.

Investment strategy

The investment strategy of the Fund is to provide exposure to equity and equity-related majority and minority stakes or other material minority rights in companies primarily conducting business within the renewable energy sector, such as wind power, solar power and power-to-x industries and related sectors, including suppliers to the energy sector.

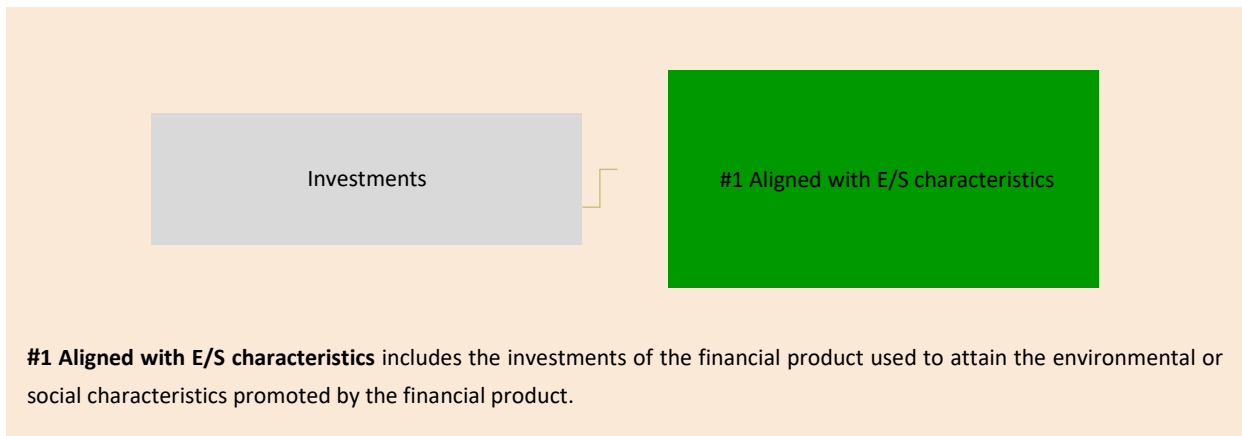
The Manager has in accordance with the RIP outlined a range of environmental, social and governance (ESG) principles and minimum requirements to adhere to as investor and active owner, respectively in the RIP. The Manager's processes to ensure that ESG factors are an integral part of its due diligence, investment decision-process, which serves the purpose of assessing the ESG exposure and maturity according to the specific industry of the portfolio company.

Proportion of investments

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.

The Fund's approach to its environmental characteristics does not take in to account the "Do No Significant Harm" principle as set out in the SFDR and EU Taxonomy, and therefore the Fund's investments do not qualify as sustainable investments within the meaning of art 2(17) of the SFDR. The Fund's investment is made in accordance with the Fund's governing documents including, its RIP and other governing documents, which set-out the environmental, social and governance characteristics promoted by the Fund.



The Fund has not made any investments at the time of this website disclosure, as to why the investors have not been exposed to any investments yet, and therefore no comments on the investment exposure can be made at this point in time. This section will be updated on an ongoing basis.

No reference benchmark has been designated to obtain the the E/S characteristics of the fund

Monitoring of sustainable investment objective

Through our investment approach we identify risks and opportunities related to sustainability and social responsibility for all investments. We define suitable indicators to monitor the performance of the most relevant areas for the company.

In the due diligence phase we will go through the potential ESG impact we can create rather than the current state. If available we assess key indicators related to what the company use, what the company emit and how the company behave

We are members of UN global compact and expect our portfolio companies to follow the same path. We aim to implement a management system in-line with UN Guiding Principles and OECD guidelines for Multinational Enterprises within 12 months following acquisition. We follow-up on the implementation rate among our portfolio companies and target 100% adherence for the companies acquired more than 12 months earlier.

We calculate the Greenhouse Gas Emissions and aim to reduce each company's absolute GHG emissions and/or each company's GHG intensity (tonnes of CO2 equivalent in relation to turnover or other relevant measure of company output). We target annual reductions and encourage portfolio companies to support the Paris Agreement and set 'science based' CO2 emissions reduction targets as defined by the Science Based Target Initiative.

We measure the gender distribution in the management of the companies. The industry we invest in is historically a very male dominated industry (energy, offshore and industry) and we will work towards changing this pattern by actively seeking a better balance especially in the management of the company

We measure employee satisfaction and employee turnover and target an annual reduction or a stable development at a low level as suitable for each individual portfolio company.

In the ownership phase we gather relevant indicators to track development and adjust accordingly. The nature of the investments varies why the impact differentiate from company to company. The Manager will put their focus where the Manager believes, case by case, where the biggest impact can be made.

Methodologies

The methodologies used to measure how the environmental and social characteristics promoted by the financial product are met, is to review the ESG maturity and potential of the investee company. In the ownership period, monitoring and improving the portfolio company's ESG performance is done through reporting of ESG efforts and KPIs which the portfolio companies shall adhere to and seek to improve, while the Manager will assess and initiate ESG initiatives.

Data source and processing

When evaluating the environmental and social characteristics promoted, the Manager expects to collect data we obtainable within following areas:

- 1) Electricity consumption and energy mix;
- 2) usage of chemicals in production;
- 3) usage of materials (efficiency in production);
- 4) diversity ratios; and
- 5) waste tracking of supplier code of conduct assessments.

The Manager seek to build automated data tracking both through existing ERP systems but also by using new technologies such as sensors and automated dataflow technologies. Data will be analysed by the Manager and relevant measures will be suggested to the board in order to see a progress on relevant metrics and to ensure data quality.

The proportion of estimated data will differ based on the company type e.g. an advisory firm will have different metrics than a production company.

Limitations to methodologies and data

No material limitations are expected.

Due diligence

The due diligence carried out on the underlying investments of the Fund, the Manager will scope the ESG potential individually for all portfolio companies and agree on ESG benchmark and relevant targets together with the remaining owners and management teams.

Engagement policies

The Fund does not invest in shares that are admitted to trading on a regulated market situated or operating within the EU, and the manager is therefore not required to have an engagement policy. If the Manager has cause to believe that an investee company cannot or is unwilling to respect sustainability-related topics, the Manager will seek to specifically engage with that party on such matters.

Index designated as a reference benchmark

No index has been designated as a reference benchmark for the Fund.

Change log

Version	Date	Change
1	[•] April 2023	