

Anex III

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

Name of the Product: Iberis Greentech II Fund – (“Fund”)

Identifier of legal entity: 720019230

Sustainable investment objective

Does this financial product have a sustainable investment objective? <i>[tick and fill in as relevant, the percentage figure represents the minimum commitment to sustainable investments]</i>	
<input checked="" type="radio"/> Yes	<input type="radio"/> No
<input checked="" type="checkbox"/> It will make a minimum of sustainable investments with an environmental objective: 80%	<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 checked="" type="checkbox"/> in economic activities that qualify as environmentally sustainable under the EU Taxonomy	<input type="checkbox"/> with an environmental objective 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"/> with an environmental objective 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"/> with a social objective
	<input type="checkbox"/> It promotes E/S characteristics, but will not make any sustainable investments

What is the environmentally sustainable investment objective of this financial product?

This financial product has the environmental goal centred around mitigating climate change, primarily through the reduction of Greenhouse Gases (“GHG”) emissions. This objective is pursued by means such as forest recovery, deforestation avoidance and degradation prevention.

The Fund will pursue this objective by strategically investing in initiatives aimed at expanding the forest planted area within Portugal. This strategic expansion is expected to result in increased removal of GHGs from the atmosphere, achieved through the absorption and capture of these gases by newly planted trees. This concerted effort is anticipated to play a pivotal role in mitigating climate change in the coming decades.

Furthermore, the Fund will actively contribute to climate change mitigation by endorsing more sustainable forest management systems. This endorsement will encompass investments in rural infrastructure and advancements in forest research. By fostering job creation and facilitating comprehensive training for human resources in rural areas, this approach will simultaneously contribute to community development and encourage people to live in these

areas. Consequently, the Fund aims for its investments to foster a more resilient and sustainable forestry system.

For further clarification, it should be noted that the fundamental environmental objective of the Fund is centred around the capture and absorption of Greenhouse Gas ("GHG") emissions. Notably, the Fund's objective is not geared towards the direct reduction of GHG emissions. It's important to highlight that no specific reference index has been alluded to in this context.

Furthermore, the investment objectives of the Fund are fully aligned with the Sustainable Development Goals ("SDG") established by the United Nations. Specifically, these objectives are congruent with SDG 13, Climate Action (13.2), and SDG 15, Life on Land. SDG 15 pertains to safeguarding, revitalisation, and advancement of the sustainable management of forests. This alignment is particularly focused on realising the aspirations outlined in paragraph 15.2 of the SDGs.

What are the sustainability indicators used to evaluate the achievement of the sustainable investment goal of this financial product?

To ensure that investments pursue sustainable objectives, particularly the mitigation of climate change through greenhouse gas (GHG) capture/absorption by forest restoration (avoiding deforestation and forest degradation), the Fund uses sustainability indicators such as the promotion of sustainable forest systems, environmentally appropriate practices aligned with the defined objective, analysis of investment-related infrastructure, evaluation of GHG emissions, capture, and absorption, and establishment of populations in rural areas.

The Fund and the portfolio company are still developing their data collection capabilities and expect to provide more detailed information on PAIs. Furthermore, Iberis works closely with the portfolio company on its impact journey, aiming to refine and improve data quality over time.

This collaborative process includes capacity-building initiatives, guidance on data collection standards, and continuous engagement to ensure alignment on ESG priorities. This approach will be replicated for future investments, guaranteeing consistency in measuring and reporting sustainability indicators across the portfolio.

Why sustainable investments do not significantly undermine any sustainable investment goals from an environment or social perspective?

The sustainable investments the Fund intends to undertake are not poised to compromise its overarching objective of mitigating climate change. This assertion is rooted in the fact that the activities associated with forest recovery, halting deforestation, and preventing forest degradation are not associated with significant GHG emissions.

Conversely, the act of tree planting is poised to effectively capture and absorb GHGs, safeguard and regenerate biodiversity and forest ecosystems, preserve water and soil quality, as well as stimulate employment opportunities and elevate the financial well-being of local communities. This integrated approach to sustainable investments ultimately reinforces the Fund's overarching environmental and social objectives.

Does this financial product account for the main negative impacts of sustainable factors?

Yes

■ No

The Fund recognises the importance of evaluating and monitoring the main negative impacts arising from its investment decisions in relation to environment, social, and governance concerns.

In this regard, the implementation of comprehensive social and environmental safeguards means the Fund systematically tracks and addresses both Environmental & Social Mandatory PAIs and Additional Environmental & Social PAIs that may arise from its management activities. This is achieved through the utilization of the subsequent metrics:

Environmental & Social Mandatory PAIs:

Greenhouse gas emissions	1. GHG emissions	Scope 1 GHG emissions	
		Scope 2 GHG emissions	
		Scope 3 GHG emissions	
		Total GHG emissions	
	2. Carbon footprint	Carbon footprint	
	3. GHG intensity of investee companies	GHG intensity of investee companies	
	4. Exposure to companies active in the fossil fuel sector	Share of investments in companies active in the fossil fuel sector	
Biodiversity	5. Share of non-renewable energy consumption and production	Share of non-renewable energy consumption and production of investee companies from non-renewable energy sources compared to renewable energy sources, expressed as a percentage of total energy sources	
		6. Energy consumption intensity per high impact climate sector	Energy consumption IN GWh per million EUR of revenue of investee companies, per high impact climate sector
		7. Activities negatively affecting biodiversity-sensitive areas	Share of investments in investee companies with sites/operations located in or near biodiversity-sensitive areas where activities of those investee companies negatively affect those areas.
Water	8. Emissions to water	Tonnes of emissions to water generated by investee companies per million EUR invested, expressed as a weighted average	
Waste	9. Hazardous waste and radioactive waste ratio	Tonnes of hazardous waste and radioactive waste generated by investee companies per million EUR invested, expressed as a weighted average.	

Social and employee matters	1. Violations of UN Global Compact principles and Organisation for Economic Cooperation and Development (OECD) Guidelines for Multinational Enterprises	Share of investments in investee companies that have been involved in violations of the UNGC principles or OECD Guidelines for multinational Enterprises
	2. Lack of processes and compliance mechanisms to monitor compliance with UN Global Compact principles and OECD Guidelines for Multinational Enterprises	Share of investments in investee companies without policies to monitor compliance with the UNGC principles or OECD Guidelines for Multinational Enterprises or grievance/complaints handling mechanisms to address violations of the UNGC principles or OECD Guidelines for multinational Enterprises
	3. Unadjusted gender pay gap	Average unadjusted gender pay gap of investee companies
	4. Board gender diversity	Average ratio of female to male board members in investee companies, expressed as a percentage of all board members
	5. Exposure to controversial weapons /anti-personnel mines, cluster munitions, chemical weapons and biological weapons)	Share of investments in investee companies involved in the manufacture or selling of controversial weapons.

Environmental & Social Additional PAIs

Water, waste and material emissions	1. Deforestation	Share of investments in companies without a policy to address deforestation
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Social and employee matters	1. Rate of accidents	Rate of accidents in investee companies expressed as a weighted average
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What is the investment strategy adopted by this financial product?

The Fund's core strategy consists of acquiring majority or minority (in any case with management rights) shareholdings in companies within the forest sector. These companies may be in the start-up, expansion, or restructuring phases.

The fund will favour entities working in the domain of personal forest assets, particularly forest plantation, and projects with high profitability and growth potential.

The Fund aims to create a diversified portfolio comprised of equity stakes in companies within the forest industry or related sectors. This diversification approach is instrumental in mitigating risk exposure. A notable preference is given to companies operating within Portugal.

To ensure the successful execution of its strategy, the Fund applies its ESG policies. These policies encompass thorough analysis and management of ESG factors for the development of management of the Fund's assets. The Fund's involvement policy further ensures that its investments are executed in a responsible and sustainable manner, underpinned by principles of responsible environment and social management.

The Fund commits to conducting regular evaluations and assessments of the environmental and social impacts generated by its activities. These assessments will be conducted using internationally recognized standardised methods and indicators. Additionally, the Fund will actively employ measures that ensure the protection of local biodiversity, which includes identifying and protecting critical species and habitats.

Incorporating financial models integral to the investment process, the Fund ensures the proper allocation of resources required for the successful execution of forest plantation and associated projects. These financial models are meticulously designed to account for project valuation while remaining aligned with sustainable objectives, such as maximising CO2 absorption from the atmosphere.

Crucially, the strategy also prioritises the efficient utilisation of water resources within the cultivated fields, even if profitability considerations may appear to oppose such measures.

In making strategic decisions and subsequent investment choices, the Fund ensures harmonisation between sustainability criteria and profitability criteria. Adverse situations between these considerations are diligently avoided, thereby reinforcing the Fund's dedication to maintaining a balance between sustainable and profitable investments.

Which mandatory elements of the investment strategy were utilized to select the investments intended for the accomplishment of sustainable investment objectives?

To ensure that investments pursue sustainable investment objectives, particularly the mitigation of climate change through greenhouse gas (GHG) capture/absorption by forest restoration (avoiding deforestation and forest degradation) and to ensure their fulfilment, the Fund uses sustainability indicators such as the promotion of sustainable forest systems, environmentally appropriate practices aligned with the defined objective, analysis of investment-related infrastructure, evaluation of GHG emissions, capture, and absorption, and establishment of populations in rural areas.

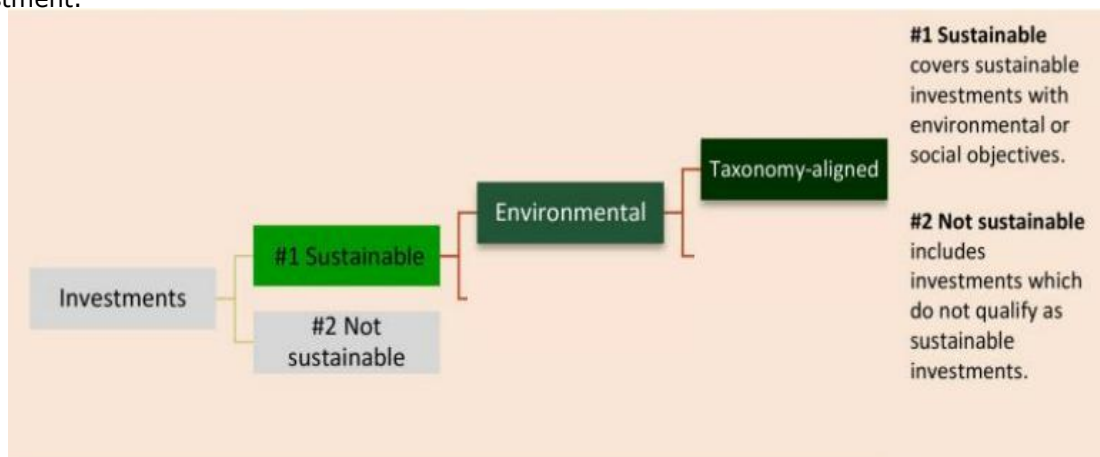
Iberis works closely with the portfolio company on its impact journey, aiming to refine and improve data quality over time. This collaborative process includes capacity-building initiatives, guidance on data collection standards, and continuous engagement to ensure alignment on ESG priorities. This approach will be replicated for future investments, guaranteeing consistency in measuring and reporting sustainability indicators across the portfolio.

What policy is implemented to access the practices of good governance of companies benefiting from this investment?

The assessment of corporate governance within companies in which the Fund invests will rely on an analysis conducted by the Managing Company itself. The latter will ensure alignment between corporate governance, remuneration policies, business ethics, and fiscal transparency with its engagement policy, aimed at enhancing practices that may be deemed less appropriate in this regard.

What is the assignment of assets and the minimum percentage for sustainable investments?

The Fund will allocate 80% of its capital towards sustainable investments and 20% towards non-sustainable investments. This allocation takes into account potential situations and periods during which the Fund might hold liquidity that should not be classified as a sustainable investment.



How does the utilization of derivatives contribute to attaining the objective of sustainable investment?

Not applicable. The involved product is not anticipated to invest in derivative financial products.

To what extent, at minimum, do the sustainable investments with an environmental goal align with EU's taxonomy?

The investments promoted by the Fund align with the EU's Taxonomy. In pursuit of sustainable objectives – such as climate change mitigation through forest reforestation - the Fund will consider the sustainable utilization and management of the area, encompassing both positive and negative effects that forest projects might exert on those areas; when impacts the forest projects may imply for those fields, will be taken into account when selecting affiliated companies in forest projects.

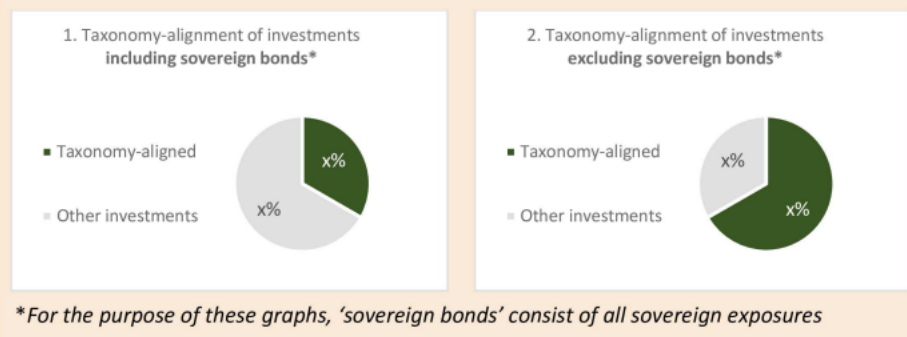
The Fund will implement sustainable forest practices aimed at safeguarding biodiversity and ecosystem integrity, preventing soil degradation, deforestation, and loss of natural habitats.

Technical evaluation criteria for forest assets will be established prior to investments, as previously mentioned.

The assessment criteria are rooted in the sustainability principle underpinning the promotion of investments with climate change impact, targeting the reduction of global warming caused by historical GHG emission escalation over past decades. Consequently, whether stemming from forest-related activity, capital expenditures (predominantly in plantation), or operating costs (mainly associated with forest exploitation residue management), the financial outcomes of companies benefitting from these investments will derive from environmentally conscious endeavours.

The Fund commits to adopting transparent practices and disclosing information to ensure its investments align with EU's taxonomy, enabling investors to appraise the environmental efficacy of their undertakings.

The two graphs below show in green the minimum percentage of investments that are 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.*



The Fund does not contemplate investments in sovereign bonds. Consequently, it is anticipated that 100% of its investments align with the EU's taxonomy.

What is the minimum percentage of investments in transition and enabling activities?

100% in enabling activities.

During the reference period, 100% of the Fund's investments were allocated to enabling activities, as the sole active investment focuses on reforestation and forest conservation, directly contributing to climate change mitigation.

What is the minimum percentage for sustainable investments with an environmental goal that does not align with EU's taxonomy?

All the fund's investments are oriented towards environmental objectives as outlined in article 9 of regulation 2020/852.

What is the minimum proportion of sustainable investments with social goals?

Not applicable. The Fund will not directly undertake sustainable investments with social objectives.

However, the Fund seeks to ensure that its investments yield indirect social benefits, such as promoting employment and providing training opportunities for population in rural areas, aiming to counteract the rural depopulation observed over the past decades.

Which investments fall under the "#2 Non-sustainable" category, what are their objectives, and have any minimum safeguards been established in terms of environmental and social considerations?

Investments categorized as #2 pertain to the Fund's liquidity holdings. While the primary focus and strategy of the Fund entail investments in companies with forest assets, the possibility exists that certain portions of the Fund's liquidity may not qualify as environmentally oriented investments. Additionally, when the Fund divests shares held by the affiliated companies, liquidity may arise that is not aligned with environmental investment criteria.

Apart from the mentioned liquidity cases, the Fund will not engage in any other "non-sustainable" investments.

As a result, no additional minimum safeguards are deemed necessary.

Is there a specific index designated as the reference index to assess the fulfilment of the sustainable investment objectives?

There has been no selection of a reference index specifically intended for evaluating the environmental and social characteristics advanced by the Fund.

Where can I get more specific information regarding the product on the Internet?

It is possible to get more specific information regarding the product on the websites:

www.iberiscapital.com

www.cmvm.pt