

1 January 2022

Africa Conservation and Communities Tourism Fund, SCSp SICAV-RAIF

SFDR Disclosures for Website

1.1 Objective, article and allocation

The Africa Conservation and Communities Tourism Fund, SCSp SICAV-RAIF's (the "**Partnership**") Sustainable Investment Objective, in accordance with **Article 9** of Reg. Eu 2019/2088, is to provide financing, either directly or through special purposes vehicles, to conservation tourism businesses in sub-Saharan Africa (the Portfolio Companies) and with a view to increasing the conservation and community outcomes delivered by these businesses.

By providing funding to alleviate short to midterm financial stress of well- managed conservation tourism businesses in Sub Saharan Africa impacted by the COVID19, it is believed that businesses will be able to continue to provide significant financial flows to conservation activity in some of Africa's most biodiverse and ecologically important wildlife ecosystems and support many thousands of jobs in rural areas.

All the investments of the Partnership are expected to be compliant with the SFDR definition of Sustainable Investments.

1.2 KPIs

The Partnership will assess, measure and monitor the attainment of the Sustainable Investment Objective through non-financial Sustainability Key Performance Indicators ("KPIs") on the following areas:

- Employment
- Community benefit from downstream flow of income from tourism employment
- Total protected area in which operators are active
- Direct financial flows to conservation landscape owners and/or managers
- Direct contributions made to the socio-economic benefit of the community

The Partnership implements a due diligence process to assess the eligibility of investments. The due diligence process implements internationally recognized standards such as the World Bank's Environmental and Social Standards, the World Bank's Environmental, Health and Safety Guidelines, KfW and IFC Exclusion Lists.

The Fund contributes to the **Taxonomy Objectives** of Biodiversity and Ecosystems preservation and is expected to invest in taxonomy-eligible activities.

1.3 DNSH

The Partnership's Investment Strategy for attaining its Sustainable Investment Objectives sets out the eligibility criteria for selecting investments and the due diligence process including compliance with environmental and social safeguards, good governance practices and **Do No Significant Harm** principle defined in Article 2(1) of SFDR and defines the monitoring and reporting process for sustainability indicators, sustainability risks and principal adverse impacts.

1.4 Index

The Partnership does not designate an index as reference benchmark. However, the Partnership's monitoring and evaluation framework provides a reference to track impact on biodiversity as represented by the identified Key Performance Indicators. These indicators capture how biodiversity impact is measured in conventional conservation. When appropriate standards will be available, the Fund will use its monitoring and impact data to transition to an index for benchmarking purposes.

2. PASIs

2.1 Identification and prioritization of PASIs, due diligence policies and mitigants

The Conservation Advisor – The Nature Conservancy, Inc. - and the Investment Advisor to screen all potential investments and monitor existing investments against the **principal adverse impact indicators** set out in the **Regulatory Technical Standard** of the SFDR.

Innpact Fund Management S.A. will not knowingly approve any Investment which is expected, or is determined, to do significant harm to the sustainable investment objective and will ensure proper exchange of information with the Investment Adviser and Conservation Advisor to ensure that all the investments underlying the Partnership qualify as sustainable.

2.2 Engagement Policies

The Partnership's Investment Adviser and Conservation Advisor, when deemed necessary, work with Portfolio Companies to implement best practices, aiming to improve their environmental, social and, in the case of the Investment Adviser, commercial, operational and financial performance to create more robust conservation tourism businesses, thereby increasing impact outcomes and decreasing the probability of non-performance on the issued Structured Debt.

In addition, if any Portfolio Company breaches any of the reporting requirements outlined in the Partnership's Environmental and Social Management System ("ESMS"), then a series of remediation measures will be put in place to bring the Portfolio Company back into compliance with its reporting requirements.

3.Integration of Sustainability Risks into Innpact's Fund Management S.A. investment decision-making process with regard to the Africa Conservation and Communities Tourism Fund, SCSp SICAV-RAIF

Innpact Fund Management S.A. integrates sustainability considerations at all stages of the investment process of the Africa Conservation and Communities Tourism Fund, SCSp SICAV-RAIF (the "Partnership").

The assessment, management and monitoring of sustainability risks is based on the information received from ThirdWay Capital Ltd (the "**Investment Advisor**"), which has developed a specific methodology to integrate sustainability risks the project.

This means that Innpact Fund Management S.A. assesses the sustainability risks which could have an actual or potential material negative impact on the value of the Partnership's investments before and after investment decisions have been made.

The assessment of sustainability risks and potential negative externalities is an important component of the due diligences for any potential investment. The outcome of the due diligences is documented in the Investment Assessment Memorandum and in the Investment Conservation Assessment Memorandum.

Further information on the integration of sustainability risks shall be found in the Partnership's Environmental and Social Management System, which is designed to minimize the environmental and social risk of the Partnership and its Investments, while also ensuring consistent, holistic reporting processes.