

APPROVED

Capitalica Asset Management Ltd.

By the Director's order on September 28, 2023

Assessment of principal adverse impacts

Considering principal adverse impacts is an integral part of the investment process at UAB Capitalica Asset Management. The assessment of principal adverse impacts on sustainability factors and the procedure for prioritizing these impacts are included in the Sustainability Risk Assessment Policy approved by the Board. This policy establishes the evaluation and management of risks related to climate and other sustainability aspects that may affect investment value throughout the management period of collective investment undertakings (hereinafter referred to as CIUs) intended for informed investors. The responsibility for assessing the investment value risks posed by climate and other sustainability aspects and managing these risks according to UAB Capitalica Asset Management Sustainability Risk Assessment Policy, including the evaluation, prioritization, and disclosure of principal adverse impacts on sustainability factors, is entrusted to the managers of the CIUs.

UAB Capitalica Asset Management evaluates the impacts and indicators of principal adverse impacts on sustainability factors based on the investments made by the managed collective investment undertakings (CIUs) and their nature. The materiality assessment is conducted based on the impact significance assessment methodology defined in the draft standards for corporate sustainability reporting. The evaluation is carried out using the expertise of external specialists and information provided in scientific sources.

The investment management company does not invest into the investee companies or in states and governmental entities; therefore, information regarding principal adverse impacts associated with these types of investments is not provided. Investors can view the detailed assessment of principal adverse impacts by logging into the clientself service zone in the webpage.