

Participant in the financial markets: ABE CAPITAL PARTNERS SGEIC, S.A.(ABE PRIVATE EQUITY FUND)						
Adverse sustainability indicator	Metric	Impact 2022	Explanation	Actions taken, and actions planned and target set for the next reference period		
Climate and other environment-related indicators						
Greenhouse gas emissions	1	GHG emissions	Scope 1 GHG emissions	16.131,80	Total sum of scope 1 issues by all investees.	ABE Capital Partners has adopted a strategy of decarbonisation of its investees, for which it has established measures to reduce direct emissions. Currently only 2 of its investees generate direct emissions. As part of the decarbonisation strategy for Scope 2 emissions, measures have been established to switch suppliers to 100% renewable certificates of origin. Within the reduction plan there are measures related to improving efficiency in travel as well as in trade fairs and conferences. Currently this is a KPI that we only measure in one investment due to the higher number of employees. In the rest of the investments it has not been considered necessary to measure it due to its low material impact, however in the medium term we will establish monitoring measures which will sequentially lead to greater emissions in this KPI.
		Scope 2 GHG emissions	1.681,85	Total sum of scope 2 issues by all investees.		
		Scope 3 GHG emissions	85,75	Total sum of scope 3 issues by all investees.. This scope is currently measured in one of the investees		
		Total GHG emissions	17.899,40	Total sum of scopes of all investees, without weighting of % of fund investment as they are parallel funds.		
	2	Carbon footprint	Carbon footprint	0,0000648	TNCO2	Since investing in an investee, we have prioritised measures to mitigate the effects of climate change. To this end, measuring the carbon footprint is an essential requirement in our investments, along with monitoring and reduction measures.
	3	GHG intensity of investee companies	GHG intensity of investee companies	3.636,48	TNCO2/€	This GHG intensity ratio of investees is an essential objective for the coming years in order to improve the efficiency of the production processes of the companies in which we invest.
	4	Exposure to companies active in fossil fuel sector	Share of investments in companies active in the fossil fuel sector	0,00%	None of our investments are active in the fossil fuel sector	
	5	Share of non-renewable energy consumption and production	Share of non-renewable energy consumption and non-renewable energy production of investee companies from non-renewable energy sources compared to renewable energy sources, expressed as a percentage of total energy sources	47,00%	Weighted average % of the non-renewable energy consumption versus total energy consumption. In two of the investments the energy consumption for 2022 has been 100% from renewable energies.	ABE Capital Partners within its climate change mitigation strategy has transferred to its investees the necessity to increase the % of renewable energy consumption and production. In two of the investees solar panels have been installed, in one of the investments a biomass boiler has been commissioned and in all of them, the change of energy supplier to a guarantee of origin has been assessed.
			Share of non-renewable energy production and non-renewable energy production of investee companies from non-renewable energy sources compared to renewable energy sources, expressed as a percentage of total energy sources	0,00%	Currently, none of the investments produce 100% renewable energy. Within the strategic plan of one of the investees is the investment in a renewable energy production plant.	
	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	0	GWh/€	Energy consumption in GWh of turnover is zero.

Biodiversity	7	Activities negatively affecting bio diversity-sensitive areas	Share of investments in investee companies with sites/operations located in or near to biodiversity-sensitive areas where activities of those investee companies negatively affect those areas	37%		None of our investees carry out activities that materially and negatively affect biodiversity, however we include 2 investees which have controlled sites with measures by waste treatment managers and water emission controls.
Water	8	Emissions to water	Tonnes of emissions to water generated by investee companies per million EUR invested, expressed as a weighted average	0		Our investees are not materially susceptible to the need for water in their production process. Likewise, there are no emissions into the water. As regards the measurement of water consumption per employee, monitoring is carried out, but these are not significant values due to their size and/or materiality.
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	0	TN/€	The ratio of hazardous waste to sales is zero.
Indicators for social and employee, respect for human rights, anti-corruption and anti-bribery matters						
Social and employee matters	10	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	0%	None of the investments have reported breaches of the UN Global Compact principles	ABE Capital Partners promotes adherence to international organisations among its investees. Some of them have become signatories of the Global Compact and will report on their progress in promoting human rights training among their employees.
	11	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	0%	In all the investees, internal procedures have been developed in compliance with ethical and responsible behaviour, drawing up codes of conduct and anti-corruption policies for greater control and compliance with business ethics.	The measures already established internally will be reinforced by procedures to be developed in this area along the value chain.
	12	Unadjusted gender pay gap	Average unadjusted gender pay gap of investee companies	15,40%	This KPI does not take into account the departments or functions performed by each one, so in our opinion it does not reflect a real pay gap, as it would have to be done by equal departments or functions, and in some of our investees, due to their size or casuistry, it does not make sense at present.	Equity plans have been elaborated in practically all of our investees, with the exception of one of them which is pending approval during this 2023. In those investees in which it has been possible due to their size, a report has been issued by an independent expert on the existence of a pay gap for similar functions and the necessary measures have been taken to ensure that the difference is zero.
	13	Board gender diversity	Average ratio of female to male board members in investee companies, expressed as a percentage of all board members	0%	Currently there are no women on the board of directors of our investees.	There are medium-term measures to incorporate greater diversity on the Boards of Directors both through gender diversity and the search for independent directors. ABE Capital Partners is encouraging the training of certain profiles to subsequently incorporate them on Boards of Directors.
	14	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	0%		No investments are related to the arms sector. The list of activities excluded from the scope of investment are listed in our responsible investment policy.

Climate change-related indicators and other additional environment-related indicators						
		Adverse impact on sustainability factors (qualitative or quantitative)	Metric	Impact 2022	Explanation	Actions taken, and actions planned and target set for the next reference period
Water, waste and material emissions	15	Exposure to areas of high water stress	Share of investments in companies with headquarters located in areas of high water stress without a water management policy	0%		No investments are located in areas of high water stress. ABE Capital Partners is aware of the current importance of water management and is committed to improving any process related to water use in its investees.
Additional indicators on social and employee matters, respect for human rights, and the fight against corruption and bribery.						
Social and employee matters	16	Investments in companies without workplace accident prevention policies	Share of investments in companies with no workplace accident prevention policies	0%		All the investments made have prevention policies in place in the workplaces.
Human Rights	17	Absence of anti-corruption and anti-bribery policies	Proportion of investments in entities without anti-corruption and anti-bribery policies consistent with UNCAC	0%		Measures established for the development of an anti-corruption policy in each investee.

Note: This is the first year of the Principal Adverse Impact Report that ABE Capital Partners publishes on a voluntary basis in order to provide maximum transparency and consistency over the medium to long term of the KPIS included. We do not report data for 2021 as we do not have comparable historical data to date.

STATEMENT ON THE MAIN ADVERSE IMPACTS OF INVESTMENT DECISIONS ON SUSTAINABILITY FACTORS. INVESTMENT DECISIONS ON SUSTAINABILITY FACTORS. ABE PRIVATE EQUITY FUND

ABE PRIVATE EQUITY FUND

ABE Capital Partners, SGEIC, the Management Company currently managing the ABE PRIVATE EQUITY FUND, composed of two investment vehicles, in compliance with the sustainability risk policy of the EU Regulation 2019/2088 of the European Parliament on disclosure of information in the financial services sector, has developed a responsible investment policy describing how it integrates sustainability risks into ABE Capital's governance and investment process. Furthermore, ABE Capital, in its quest for best practice in sustainability in investment decisions, for greater unification and transparency in sustainability metrics, has decided to take into account the integration of Material Adverse Events into investment decisions.

Annual Information on Principal Adverse Impacts

In accordance with the EU Delegated Regulation 2022/1288 which specifies the content, methods and reporting of information regarding sustainability indicators and adverse incidents, ABE Capital Partners monitors, collects and will report annually on the following Principal Adverse Impacts:

Environment-related:

1. Greenhouse gas (GHG) emissions.
2. Carbon footprint.
3. Greenhouse gas intensity of investee companies.
4. Exposure to companies active in fossil fuels.
5. Share of non-renewable energy production and consumption.
6. Energy consumption intensity by sector with high climate impact.
7. Activities negatively affecting sensitive areas in terms of biodiversity.
8. Emissions to water
9. Ratio of hazardous waste and radioactive waste.
10. Violations of the principles of the UN Global Compact and the Organisation for Economic Co-operation and Development (OECD) Guidelines for Multinational Enterprises.
11. Absence of processes and compliance mechanisms to monitor compliance with the principles of the UN Global Compact and the OECD Guidelines for Multinational Enterprises.
12. Unadjusted gender pay gap.
13. Gender diversity of the board of directors.
14. Exposure to controversial weapons (landmines, cluster munitions, chemical and biological weapons).

Principle Adverse Impacts and Sustainability Risk Integration

The Management Company integrates sustainability risks and adverse sustainability incidents analysis into all the stages of the investment process.

Origination

The Management Company excludes a number of activities from its investment universe as it considers them to be contrary to its responsible investment principles and involves high reputational risk. Examples of these activities are companies related to: the production and marketing of tobacco; alcoholic beverages; arms and ammunition; gambling; research, development or technical application related to human cloning or genetic modification of organisms. Further information on exclusions can be found in our responsible investment policy at <https://www.abe-cp.com/en/responsible-investment>

Due Diligence

The Management Company performs due diligence in relation to each of its investments, analysing in relation to each of its investments:

- (a) the main risks and adverse impacts, including: (i) the company's environmental impact; (ii) occupational health and safety; (iii) anti-corruption practices and policies; and (iv) compliance with human rights and UN Global Compact principles and ILO core treaties; and
- (b) sustainability opportunities for the operation, relating to (i) improving operational efficiency (ii) new product or service development opportunities, (iii) enhancing brand image, and (iv) achieving a more motivated and productive workforce.

The objective is for the investment committee to make its decisions considering material risks and adverse impacts and the company's ability to manage them and address the opportunities identified.

If contingencies arise as a result of the analysis at this stage, they will be considered in the negotiation and their resolution will be required at least as a "best effort" in the relevant contracts.

Investment process

Based on the conclusions of the ESG Due Diligence and the subsequent documentation supporting the investment decision, the Management Company elaborates a work plan with ESG initiatives that respond to the identified risks and opportunities.

Additionally, regular follow-up is carried out with the investee's management team to monitor financial/operational performance and progress of initiatives, as well as ESG risks and recommendations identified in the due diligence phase or agreed at a later stage.

For this purpose, (i) an ESG manager is appointed for each of the investees, (ii) ESG KPIs are defined to keep track of the evolution of the main risks and adverse impacts,

(iii) this matter is included as an item on the board's agenda, and (iv) in case of material ESG incidents that could seriously affect the reputation of the fund manager or its investors, they will be immediately informed and the measures to manage the incident will be implemented.

In addition, annual ESG training is provided to ABE Capital Partners' staff.

Divestment process

As part of the preparatory activities for the divestment of an investee, an assessment of ESG achievements will be performed to demonstrate the value creation achieved.

Shareholder Engagement Policy

ABE Capital Partners is an asset manager that does not invest in shares listed on any regulated market and therefore does not consider publishing a shareholder engagement policy on its website.

References to international standards

ABE Capital Partners has been a signatory to the UNPRI since its incorporation and therefore includes in its responsible investment policy compliance with the six principles promoted by this organisation. Likewise, in order to give greater transparency to the information, it reports annually in the Transparency Report, an evaluation that this organisation encourages its signatories to complete in terms of sustainability.

In 2022, the Management Company became a member of the Global Compact, committing to comply with the principles it establishes and undertaking to promote it among its investees and stakeholders. This organisation also promotes the preparation of a report called COP, which ABE Capital Partners will report this year for the first time.