

SFDR DISCLOSURES

Regulation (EU) 2019/2088, known as the Sustainable Finance Disclosure Regulation (SFDR), forms a key part of the EU's strategy to steer investments towards a sustainable economy. It establishes uniform rules for disclosing sustainability-related information, focusing on how sustainability risks are integrated, the consideration of adverse sustainability impacts, and the availability of sustainability information for financial products. Propreal Fund Management, aligning with the goals of SFDR, is dedicated to making transparent disclosures about the careful integration of sustainability considerations into our investment decision-making process.

Integration of Sustainability Risks

Propreal Fund Management acknowledges the significance of sustainability risks in investment decision-making. In accordance with Article 3 of the SFDR, we are committed to identifying, assessing, and integrating sustainability risks as part of our investment analysis and decision processes. This approach ensures that we consider potential negative impacts on the value of investments arising from environmental, social, and governance (ESG) issues. Our Responsible Investment Policy aims to minimize adverse effects on investment returns, demonstrating our dedication to responsible investing and long-term value creation for our investors.

Consideration of Principal Adverse Impacts on Sustainability Factors

Propreal Fund Management, as a responsible alternative investment fund manager, recognizes the importance of considering the principal adverse impacts (PAIs) of investment decisions on sustainability factors. In alignment with Article 4 of the SFDR, Propreal commits to integrating sustainability risks into our investment analysis and decision-making processes. Our approach involves thorough due diligence to identify, assess, and prioritize PAIs across ESG dimensions. This includes, but is not limited to, climate change, biodiversity loss, pollution, labor practices, and corporate governance.

We transparently disclose our strategies and actions to mitigate identified adverse impacts, ensuring our investments contribute positively to environmental and social objectives. Our engagement policies and practices further reinforce our commitment to sustainability and responsible investing. Through continuous monitoring and reporting, we aim to enhance the sustainability outcomes of our investment portfolio, aligning with our fiduciary duties and our commitment to our investors' long-term interests.

Sustainability Risks in Remuneration Policy

In line with Article 5 of the SFDR, Propreal Fund Management integrates sustainability risks into our Remuneration Policy. This ensures that the remuneration of our staff, including senior management and decision-makers, aligns with the long-term interests and sustainability objectives of our investors and investments. Our compensation structures are designed to promote responsible risk-taking, considering both financial and sustainability performance. This approach supports the achievement of sustainable investment objectives, reflecting our commitment to responsible business practices and sustainable development.