

Sustainability-related disclosures – Copenhagen Infrastructure Advanced Bioenergy Fund I ('CI-ABF I')

These sustainability-related disclosures have been prepared pursuant to Article 10 of Regulation (EU) 2019/2088 on sustainability-related disclosures in the financial services sector ('Regulation').

This website product disclosure has been prepared and published based on the facts, information and legislative guidance available in relation to the Regulation in connection with its effective date (10 March 2021). This statement may therefore be subject to changes, updates and general revision in connection with any developments in that respect; especially following the disclosure of any further legislation, guidance and recommendations concerning the Regulation (including any delegated acts thereto) by the Danish or EU legislators/supervisory authorities. A clear explanation will be published if any changes or amendments are made to the below.

Summary

Financial product: Copenhagen Infrastructure Advanced Bioenergy Fund I ('CI-ABF I'), managed by Copenhagen Infrastructure Partners P/S, company number (CVR no.) 37994006 ('CIP').

At the date of this document, CI-ABF I has been assessed as being a financial product referred to in Article 9(2) of the Regulation having a sustainable investment objective (a 'Dark Green' financial product), as its financially-driven objective is to invest in economic activities that contribute to the following environmental objectives:

- (1) Increased global renewable energy capacity
- (2) Increased global renewable energy generation
- (3) Reduction in greenhouse gas emissions
- (4) Reduction of waste and promotion of a circular economy

Several mechanisms are in place, such as setting ESG standards, excluding certain asset classes, covering ESG as part of due diligence processes, having internal ESG support in place, and monitoring sustainability performance of investee companies, to ensure that the investments of CI-ABF I do not significantly harm these objectives. CI-ABF I's investment strategy is to invest in infrastructure assets, activities and businesses related to advanced bioenergy, electrification and other sustainable energy solutions. This strategy is set out in the fund documentation governing CI-ABF I, which is binding and used to select investments to attain CI-ABF I's objectives. CIP monitors the objectives through structured reporting from investee companies, and uses industry-standard methodologies to calculate the following sustainability indicators:

- renewable energy capacity
- estimated CO₂ emissions avoided
- advanced bioenergy produced
- estimated tonnage of feedstock converted to bioenergy

Data is checked and no material limitations to methodologies or data are expected. CIP conducts ESG-specific risk assessments as part of its due diligence processes. CI-ABF I currently does not invest in listed securities and therefore has not implemented a policy on how to integrate shareholder engagement in its investment strategy. CI-ABF I's objectives are to be attained through CI-ABF I investing according to its investment strategy and applying the abovementioned sustainability indicators.

No significant harm to the sustainable investment objectives

Several mechanisms are in place with respect to CI-ABF I to ensure that the investments of CI-ABF I do not significantly harm the objectives it is seeking to pursue. These include the following, where relevant:

1. Excluding upstream fossil oil and gas projects, projects in which the energy source is coal, nuclear power or oil and electing not to pursue investments that do not materially align with CI-ABF I's ESG standards
2. Due diligence conducted by CIP's investment team
3. Internal ESG-specific resources dedicated to support investments made by CI-ABF I

4. Mitigation and/or management plans covering sustainability objectives at investee company level
5. Incorporating contractual clauses covering minimum standards of conduct on investee companies
6. Prioritising sustainability-related topics at board meetings and/or steering committees of investee companies where CIP is represented, and exercising voting rights in favour of sustainability-related topics
7. Monitoring of sustainability performance of investee companies through mandatory reporting
8. Responding to sustainability incidents through CIP's position on the board and/or steering committee of the investee company (where relevant)

Indicators for potential adverse impacts, such as those included in Annex I of the Regulatory Technical Standards (RTS) developed through the Joint Committee of the European Supervisory Authorities, are taken into account through the following non-exclusive list of procedures employed by CIP:

1. An assessment of potential material ESG risks for all investments prior to final investment decision
2. Mitigation and/or management plans for relevant potential adverse impacts at investee company level
3. Monitoring of relevant potential adverse impacts of investee companies through mandatory reporting
4. Responding to incidents relating to relevant potential adverse impacts through CIP's position on the board and/or steering committee of the investee company (where relevant)

The investments in which CI-ABF I is seeking to invest are expected to be aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights, including the principles and rights set out in the eight fundamental conventions identified in the Declaration of the International Labour Organisation on Fundamental Principles and Rights at Work and the International Bill of Human Rights.

Sustainable investment objective of the financial product

CI-ABF I will seek to invest in economic activities that contribute to the following environmental objectives:

- (1) Increased global renewable energy capacity
- (2) Increased global renewable energy generation
- (3) Reduction in greenhouse gas emissions
- (4) Reduction of waste and promotion of a circular economy

Sustainability indicators used to measure the attainment of the environmental objectives are:

- renewable energy capacity
- estimated CO₂ emissions avoided
- advanced bioenergy produced
- estimated tonnage of feedstock converted to bioenergy

Investment strategy

CI-ABF I will invest in infrastructure assets, activities and businesses related to advanced bioenergy, electrification and other sustainable energy solutions.

This investment strategy is established in the fund documentation governing CI-ABF I. CI-ABF I is not required to apply any additionally defined selection strategy to attain the environmental objectives. This fund documentation is the 'binding element' of the investment strategy. The investment strategy is implemented via a series of investment decision gateways, one of which is the final investment decision gateway. CIP will not present an investment to the CI-ABF I decision-making body (which includes investor representatives) for final investment decision unless it falls within the abovementioned strategy.

CI-ABF I's strategy for ensuring good governance practices in investee companies is ordinarily to establish or confirm the governance structure/system whilst developing the energy infrastructure asset, activity or business (as appropriate). Where relevant, CIP uses its "active owner" governance rights to secure the good governance practices of the investee companies in accordance with CIP's Responsible Investment Policy and ESG standards.

Proportion of investments

Each investment made by CI-ABF I is currently expected to align with its environmental objectives, and reference is made to the section *No significant harm to the sustainable investment objectives* above, which substantially applies to each investment. CI-ABF I does not use derivatives to attain sustainable investment objectives.

Monitoring of sustainable investment objective

The environmental objectives and sustainability indicators used to measure the attainment of such objectives are monitored through reporting of required information provided to CIP by each CI-ABF I investee company.

Methodologies

Estimated CO₂ emissions avoided are ordinarily calculated as the difference between the estimated CO₂ emissions resulting from the operation of investments in CI-ABF I's portfolio, and the estimated baseline CO₂ emissions that would have resulted from the "business as usual" scenario in the relevant countries (assuming recent energy balances). Other industry-standard methodologies may be used. The other three sustainability indicators are standalone figures and require no calculation.

Data source and processing

The data sources are expected to be reports provided to CI-ABF I by investee companies containing relevant data. This report is approved and checked by a representative or similar from the investee company or relevant contractor to ensure data quality. Data is processed internally at CIP by a department. No data is estimated.

Limitations to methodologies and data

No material limitations expected.

Due diligence

The due diligence carried out on the underlying energy infrastructure investments of CI-ABF I typically consists of engaging advisors to assess specific ESG matters, evaluating the capacity of contractors that are expected to provide goods or services to the asset, activity or business, and establishing minimum contractual standards of conduct.

Engagement policies

CI-ABF I does not invest in shares that are admitted to trading on a regulated market situated or operating within the EU, and the manager is therefore not required to have an engagement policy. If CIP has cause to believe that an investee company cannot or is unwilling to respect sustainability-related topics, CIP will seek to specifically engage with that party on such matters.

Attainment of the sustainable investment objective

No index has been designated as a reference benchmark for CI-ABF I. Each environmental objective is considered to be attained through CI-ABF I investing according to its investment strategy and applying the abovementioned sustainability indicators.