

IMPACT REPORT

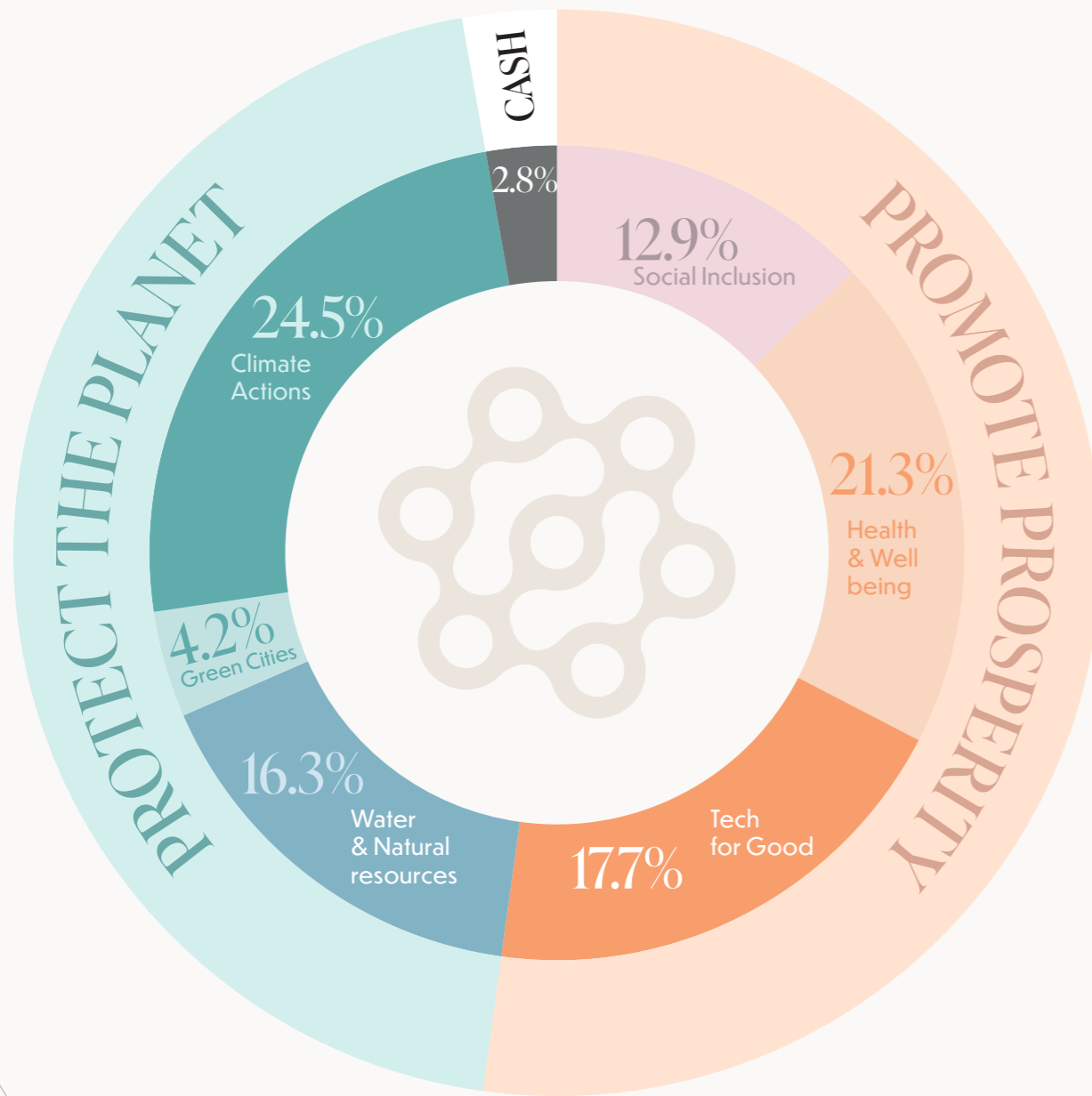
2023



Impact against
the odds



PORTFOLIO EXPOSURE TO SUSTAINABLE THEMES*



* Each position is allocated to 1 theme depending on its main SDG contribution

IMPACT METRICS : The impact of our investee companies*



PROMOTE PROSPERITY

SOCIAL INCLUSION

Support for social enterprises, microfinance institutions, activities with high social impact:

€2.0BN

(BNP Paribas)

HEALTH & WELL-BEING

Beneficiaries of health products and services:

281.6 million people

(Novo Nordisk, Coloplast, Air Liquide, Dassault Systèmes, DSM-Firmenich)

Invested in science (R&D):

€5.2bn

(Novo Nordisk, Coloplast, bioMérieux, Air Liquide, Dassault Systèmes)

TECH FOR GOOD

Number of frauds, bots, mobile attacks detected and stopped:

2.1 billion

(Relx)



PROTECT THE PLANET

CLIMATE ACTIONS

Emissions avoided (CO₂e):

65.5 million tons

(EDP R, Schneider Electric, Alfen, Terna, Waga Energy, Belimo, Air Liquide, Saint-Gobain)

Additional People reached with green electricity in 2023:

8.0 million

(Schneider Electric, Alfen)

WATER AND NATURAL RESOURCES

Customers using Product-as-a-Service solutions maximizing efficient use of natural resources

1.2 million

(Elis, Ashtead)

Volume of metal recycled and diverted from landfills each year:

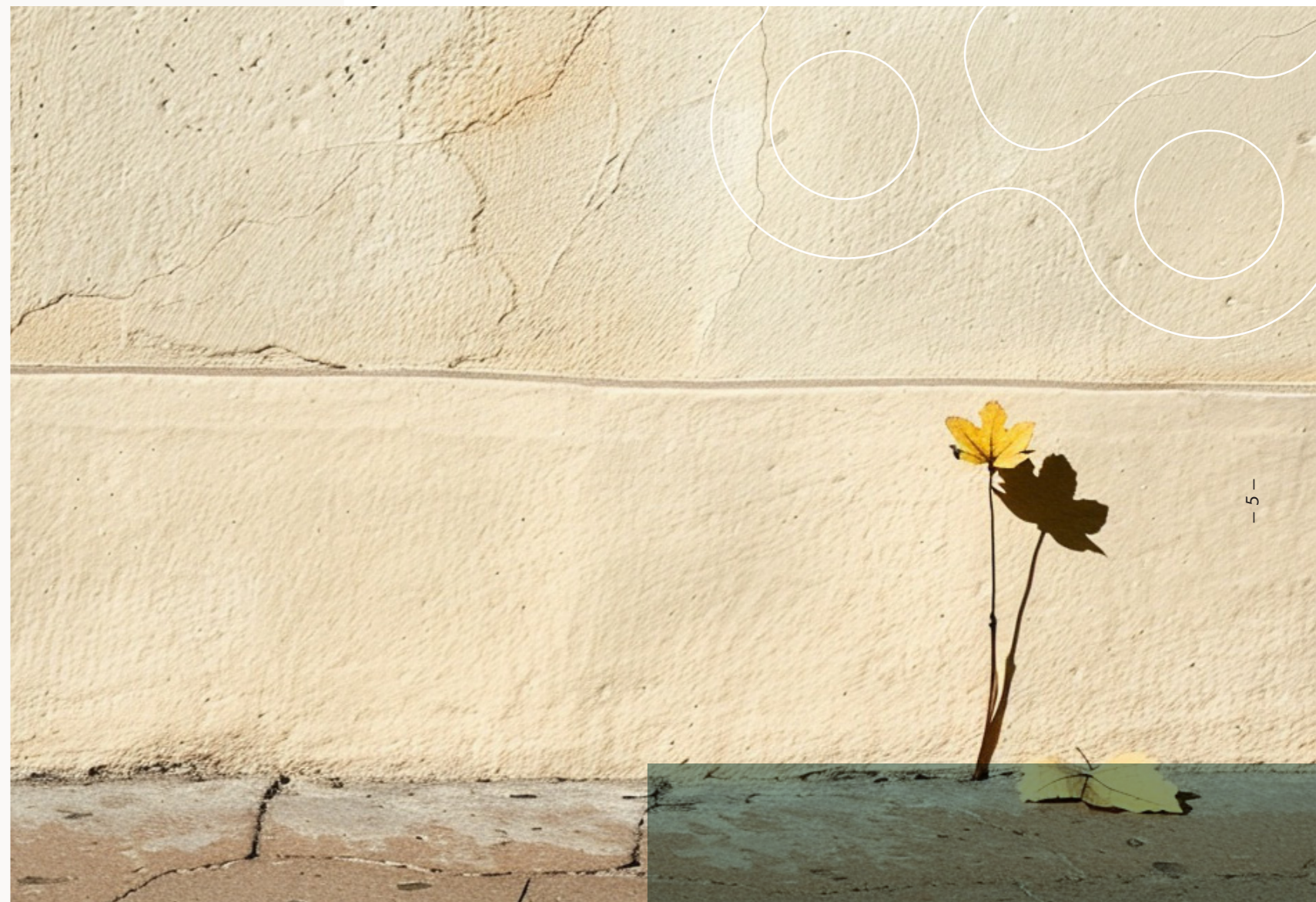
1.9 million tons

(Befesa)

* Aggregated data when possible, there might be double counting

TABLE OF CONTENTS

Foreword	6
ELEVA Sustainable Impact Europe in brief	7
The Fund in 2023	8
2023 ESG performance	9
Voting and engagement in 2023	10
The « Impact Frontiers analysis » of our portfolio	18
The way forward for impact	20
About ELEVA Capital	21
Appendix 1: Portfolio SDG scoring	22



FOREWORD



SONIA FASOLO
Co-Portfolio Manager

MATTHIEU DÉTROYAT
Co-Portfolio Manager

Against the odds, investing in companies offering solutions to the main challenges the world is facing should deliver superior returns.

What are the main differentiating factors between ELEVA Sustainable Impact Europe and other impact funds?

Impact investing was born and raised in the private equity space. We expect that the next leg of growth will be in public financial markets, given the amount of capital available there and the scale and reach of listed companies. ELEVA Sustainable Impact Europe invests in listed equities only. Our fund differentiates from traditional thematic funds as it has both environmental and social objectives. As a result, we can address almost all Sustainable Development Goals (SDGs) and invest in a high number of sectors and companies, thus enabling a good level of diversification and fewer style biases.

Transparency is of paramount importance as data remain scarce and risks of impact-washing run high. In this context, our fund stands apart in its disclosure, as demonstrated by this third edition of our Impact Report. Also, the data we use to qualify companies as sustainable investments and to measure their positive contribution is verified by an external party, Stone Soup Consulting. This brings additional guarantees on the robustness of our impact methodology.

What is your assessment of the past year? What have you managed to achieve in 2023?

In 2023, financial markets have remained volatile but overall, positively oriented. The ELEVA Sustainable Impact Europe fund delivered a performance above 10%. Even though this performance is below that of its generalist benchmark, we continue to believe that, over the long term and against the odds, investing in companies offering solutions to the main challenges the world is facing should deliver superior returns. The main headwinds we faced were rising interest rates and the lower performance of small and mid-caps.

Nevertheless, we were pleased to notice that our investee companies are progressing in their sustainability journey. Engagement is bearing fruit: more than half of the areas of progress we proposed two years earlier were fully or partially achieved. Even though we cannot claim this success is only ours, we are satisfied to see that even companies with high ESG credentials are further improving. We are also happy to report that the fund achieved a 13.2% revenue alignment with the EU taxonomy, significantly higher than the 3% we calculate for the Stoxx Europe 600 NR.

What are your prospects for 2024?

We remain committed to our two objectives: delivering attractive long-term returns while investing in companies that deliver positive impacts on the ground. In 2024, we are also introducing additional rules to continue to enhance risk management within the fund. We will also continue to focus our engagement with companies around impact.

After several disappointing years for the performance of Article 9 and Impact funds that have weighed on the ability of those funds to grow assets under management, we are convinced that generation shift, better awareness and conviction from retail investors as well as an increasing sense of urgency should bring them back under the spotlight.

ELEVA SUSTAINABLE IMPACT EUROPE IN BRIEF



Launched in 2020, ELEVA Sustainable Impact Europe is an SFDR 9, conviction, multicaps fund. Its objective is to generate attractive risk-adjusted returns while investing in listed European companies generating positive impacts through their products and services.

With a rigorous ESG and impact investment process (the details of the process can be found in the [Transparency code](#)), ELEVA Sustainable Impact Europe not only invests in companies addressing environmental challenges but also in social ones through 6 impact themes.

PROMOTE PROSPERITY

Social Inclusion



Companies providing affordable housing, education, safe food or inclusive financial services, etc.

Health and well-being



Pharmaceutical companies, medtechs, etc.

Tech for Good



Sustainable infrastructure, IT services and transformational technologies, solutions to fight against cybercrime, etc.

PROTECT THE PLANET

Climate actions



Renewable energy producers, products or services reducing carbon emissions, etc.

Green cities



Sustainable transportation companies, waste management, building insulation, air management systems, etc.

Water and natural resources



Companies providing water treatment solutions, access to clean water, sustainable forestry, product-as-a-service, etc.

THE FUND IN 2023

Despite a tense geopolitical context and global growth slowdown, the European stock market performed well in 2023 (+15.8% for the Stoxx Europe 600 NR). After a strong first semester, uncertainties around the economic cycle and consumer spending resurfaced post-summer, weighing on sentiment and performance. Ultimately, decreasing inflation and the anticipation of a more stable environment drove the market positively to end the year. Responsible investment and impact investing have remained challenged, particularly in the United States where the need to act for the transition is regularly questioned. **In this context, ELEVA Sustainable Impact Europe rose by 10.6% in 2023¹.**

Technology was the top performing sector in 2023 (+31%), driven by game-changing themes like AI, needs for IT computing and data storage. The industrial sector also performed well (+27%) benefiting from lower overall costs (energy, raw materials, etc.) and the investments needed for the environmental transition. The financial sector (+24%) benefited from the combination of a supportive macro-economic environment featured by high interest rates. Both healthcare and chemical/materials sectors underperformed, the former being considered as expensive and defensive, the latter facing significant destocking.

The small/mid-caps (smid), which represented around 1/3 of the portfolio (as impact tends to be more visible), weighed on the fund's performance (allocation and selection). **The general picture for smid has been quite challenging since the fund inception in December 2020** with the Stoxx Europe Small 200 underperforming the Stoxx Europe 600 by 24%. At the end of the year, smid valuation was in line with that of large caps (below 14x on a price earnings basis) and looked compelling. Interest from investors for the category remained nevertheless limited as shown by the continuous negative flows. Passive flows are contributing to perpetuating this trend over time.

In 2023, **Elis**, which grew organically by 12% during the year and significantly increased its margins, was the top performer of the fund. **STMicroelectronics** managed to deliver strong results despite very heterogeneous trends in its various end markets, including smartphones, electric vehicles, and industry. **Dassault Systèmes** benefited at the end of the year from improved prospects in Asia and generally in its industrial end markets. Alstom was the main detractor to performance, struggling with a much more complicated than anticipated integration of Bombardier, leading to a strained balance sheet with little room for manoeuvre. **Alfen** suffered from excessive inventories of charging plugs with its customers, resulting in a 40% decline in this activity. Similarly, **Sartorius Stedim** faced excessive inventories with its customers, causing its organic growth to drop by 19%.

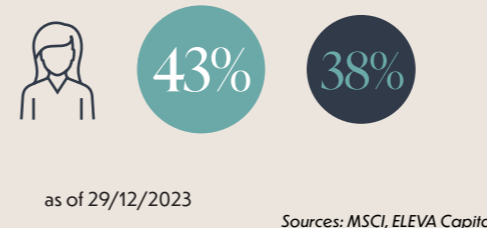
¹- Past performance is not a reliable indicator of future results. The fund carries risk of capital loss (SRI = 4/7)



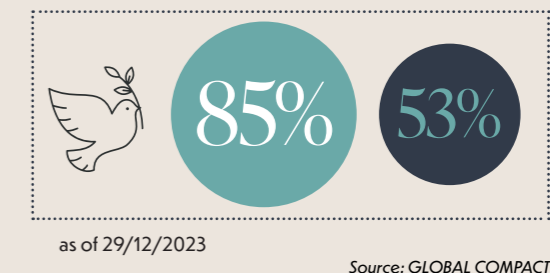
2023 ESG PERFORMANCE

Extra-financial performance indicators of ELEVA Sustainable Impact Europe (for more details on performance indicators, consult the 2023 annual report):

Percentage of women on board



Signatories of the United Nations Global Compact



Average carbon intensity (in tons of CO2 equivalent per million € of sales)



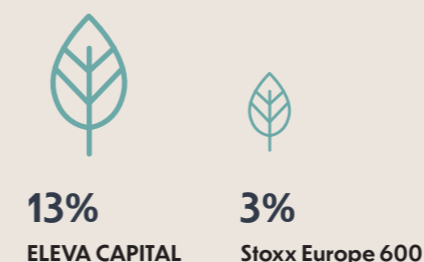
Carbon footprint (in tons of CO2 equivalent per million € of invested)



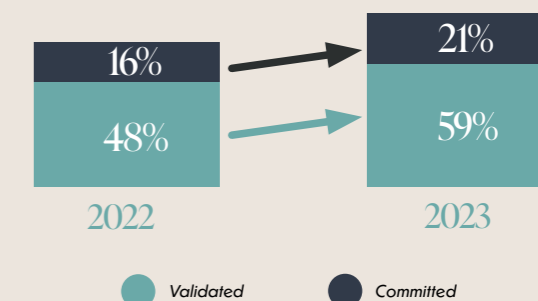
Binding ESG KPI Fund Initial Investment universe

Calculation methodology detailed in our Transparency code, section 6.2. available on our website

Taxonomy revenue alignment of the fund:



Exposure of portfolio to companies with a near-term SBTi-approved (Science-Based Target initiative)¹ emissions reduction target:



¹ - The Science-Based Target initiative provides companies with a clearly-defined path to reduce emissions in line with the Paris Agreement goals and validates whether their emissions targets are 'science-based'. Near-term targets are targets set for the next 5-10 years. Companies that are 'committed' to set a science-based target have submitted a target to be validated by the initiative within 24 months. For more information, please consult the initiative website.



VOTING AND ENGAGEMENT IN 2023

We believe that establishing a constructive dialogue with investee companies is an **integral part of our investor responsibility**. We proactively and systematically engage with all investee companies on ESG issues and, since 2022, more specifically on impact.

100%

of invested companies have been individually engaged since fund inception

53 AGM

voted in 2023 i.e. a 100% participation rate

Opposition rate of **16.8%**

on a total of 865 votable resolutions in 2023

In 2023, we shared with 20 companies a total of 53 new engagement topics. Specific examples range from asking a company to take additional measures to reduce its CO₂e intensity, to take steps towards increasing the independence of the board or to apply a code of conduct to 100% of its suppliers.

TOP 3 ENGAGEMENT TOPICS BY THEME IN 2023

We are also able to report on the outcomes of our past engagement activity conducted in 2020 and 2021. We assessed a **total of 75 engagement topics shared with 27 companies**. **55% of the engagement topics shared with our investees were achieved or partially achieved**. It must be noted that the successful or partially successful status of an engagement activity cannot be attributed to our sole engagement, as many other shareholders may have conducted similar engagement. These results should therefore be read as the outcomes of a collective process.

SHAREHOLDERS



37%

Quality of the management team, Quality of the board, Quality of the relationship with shareholders

PLANET



19%

Climate change, Energy management, Environmental impact of products, Biodiversity and others

EMPLOYEES



17%

Employees retention, Quality of HR management, Safety and security

Source: ELEVA Capital (2023)

55%

Achieved or partially achieved

45%

Not achieved

STATUS OF PAST ENGAGEMENT ACTIVITY

AN EXAMPLE OF A SUCCESSFUL ENGAGEMENT

In 2021, we initiated discussions with Munich Re, active in the reinsurance market, regarding the gender balance within the executive management team. By 2023, we can conclude that gender diversity has improved, as women now represent 20% of the executive committee. Women's empowerment has also improved at the group level as Munich Re achieved a notable milestone with 39.5% of leadership roles being held by women.



AN EXAMPLE OF AN ONGOING ENGAGEMENT WITH SPIE

In 2023, the ESG score of Spie was updated and, as part of the Eleva Capital process, past engagement was assessed. In 2021, Spie was asked to quantify the CO₂e avoided by its clients thanks to the company's services. As of 2023, this target has not been achieved and this engagement has therefore been reconducted. While Spie has been one of the very first companies in Europe to report on the share of its EU-taxonomy aligned revenues, the next step will be to quantify the outcomes these revenues have produced.



HOW WE VOTED ON SCHNEIDER ELECTRIC'S CLIMATE TRANSITION PLAN AND WHY

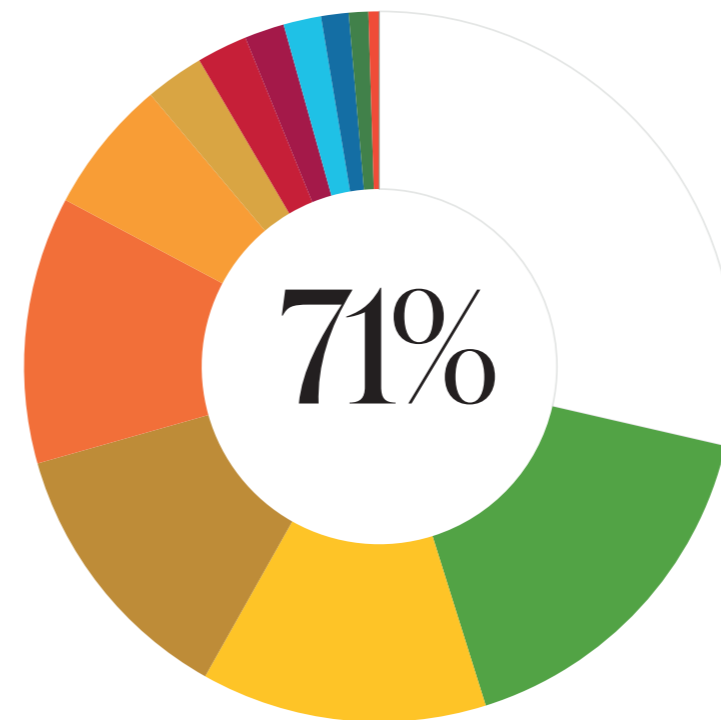
In 2023, we cast our vote on four shareholders' resolutions that were specifically addressing environmental or social topics. Among them was the Climate transition plan of Schneider Electric subject to a shareholder advisory vote at the 2023 AGM of the company. ELEVA Capital supported this resolution, considering that Schneider has set 2030 and 2050 targets that have been validated by the Science Based target initiative. These targets include a 76% reduction of absolute scope 1 and 2 GHG emissions, a 25% reduction of absolute scope 3 emissions and a 100% sourcing of renewable energy by 2030 (versus a 2021 baseline). By 2050, Schneider Electric hopes to reach Net Zero across its whole value chain and reduce by 90% its absolute scope 1, 2 and 3 GHG emissions. This resolution was approved with 97.7% of favorable votes.





ELEVA SUSTAINABLE IMPACT EUROPE: CONTRIBUTION TO THE SDGs

Our portfolio strives to address all SDGs, understanding that impact must be as multi-faceted as the challenges we intend to solve. We provide below a zoom-in on some selected SDGs. For each we detail the case of an investee company addressing specific problems and we have interviewed some of our investees to provide a glimpse of how we support them in delivering positive outcomes for people and the planet.



Exposure to SDG in % of revenues : 71%

- 1 0.0% - No poverty
- 2 2.7% - Zero hunger
- 3 16.8% - Good health & well being
- 4 2.3% - Quality education
- 5 0.5% - Gender equality
- 6 0.2% - Clean water & sanitation
- 7 13.2% - Affordable & clean energy
- 8 1.8% - Decent work & economic growth
- 9 12.4% - Industry, innovation, infrastructure
- 11 6.2% - Sustainable cities
- 12 11.2% - Responsible consumption & prod.
- 13 0.9% - Climate actions
- 14 0.0% - Life below water
- 15 0.0% - Life on land
- 16 1.3% - Peace, justice, strong institutions
- 0 29.0% - No exposure to SDG, including cash

Sources: ELEVA Capital, data validated by Stone Soup, December 2023

HEALTH AND WELLBEING



Ensure healthy lives and promote well-being at all ages.



SDG Score: 100%

Weight in portfolio at 12.31.2023: 4.4%

Amplifon is a service provider and distributor of hearing products with 75 years of history. Headquartered in Italy, and with presence in 26 countries through 9,700 points of sale, Amplifon has a global market share of 13%. In 2020, the company launched its own Foundation to fund and implement impactful projects for local communities. In 2021, it joined the UN Global Compact and launched its first sustainability plan, named Listening Ahead. In 2022, it mapped for the first time its indirect (scope 3) GHG emissions. In 2023, it was recognized as a 'Top Employer 2023' in Europe and the United States. Amplifon has been part of ELEVA Sustainable Impact Europe portfolio since 2022.

The Challenge

Hearing loss is a significant healthcare problem with strong impacts on people's lives, causing cognitive decline, depression and even falls. The current adoption rate of hearing devices is still very low and it is estimated that 430 million people today are living with a hearing loss that requires some form of care. The magnitude of the challenge will increase over the next decades: the world population will reach 9.7 billion people by 2050, with 2.1 billion of adults over 60. This means that 22% of the world population will be at risk of developing hearing difficulties, compared to 12% today.

The Solution

Amplifon has developed a product line with several hearing devices that are practical, easy to use, discreet and affordable. It has also introduced technological innovations with devices now directly connected to the TV, a smartphone or to the Amplifon App, whose penetration rate reached 22% in 2022 and aims at improving the customers' hearing experience. The group has its own internal start-up, Amplifon X, to develop its digital innovation strategy.

Some Impact indicators

- Free hearing tests that generated a total of €295m of savings for customers and prospects in 2023
- Over 138 million people over the age of 55 have been made aware in 2023 of hearing care through TV campaigns and telemarketing



**Kristian Villumsen,
President & CEO
of Coloplast, a Danish
multinational focused
on chronic care**

April 2024

What are the core business activities of Coloplast?

Coloplast was founded 65 years ago on a product idea from a nurse who invented the world's first ostomy bag. Today, it is a global market leader with direct channels to the consumers it serves. Our core business is chronic care (ostomy, continence care, voice & respiratory care, as well as treatment of chronic wounds in wound care).

What are the main sustainability challenges that you face?

Our mission is to make life easier for people with intimate health care conditions. The world is getting old: in 30 years, we'll add another billion people on the planet aged over 60. Healthcare systems have to figure out how they're going to meet this surge in demand. The answer is simple: you need to keep people with

a chronic condition out of the hospital, in their homes. We do this at scale, in more than 140 countries around the world, including emerging markets with dedicated innovation and brands.

How do you measure your impact?

Growth is an important indicator for us because it is directly correlated to the number of people we serve, between 2.5 and 3 million. We are also transitioning the company to 100% green energy and are now eliminating more than 80% of the waste generated in the manufacturing process.

What was the contribution of ELEVA Capital to your company in 2023?

ELEVA Capital has participated in the capital raise associated with the acquisition of Kerecis. Kerecis is an Icelandic company that has pioneered the use of fish skin as a tissue regeneration technology in the treatment of wounds. It's a circular process as they use a waste product from fish manufacturing and turn it into a very potent medical device. It's a very important step for our presence in wound care.

TECH FOR GOOD



Build resilient infrastructure, foster innovation and build effective institutions.



SDG Score: 47%

Weight in portfolio at 12.31.2023: 2.0%

Capgemini is a global leader in consulting, technology services, and digital transformation, serving a wide range of industries including manufacturing, financial services, the public sector, energy, and consumer products. The company is expanding its sustainability offer for their clients, which encompass sustainable IT to minimize the environmental impact of IT operations, sustainable supply chain management, and carbon reduction strategies. Internally, Capgemini has established climate targets that are validated by the Science Based Targets initiative (SBTi) as compliant with their Net-Zero Standard. Capgemini has been part of the ELEVA Sustainable Impact Europe portfolio since 2020.

The Challenge

Faced with the complexity of sustainability challenges, many businesses struggle to turn the ecological transition into an opportunity. Thus, specialist advice is more required than ever to help business navigate their transformations, capture and enhance the value in technology and continue to foster innovation and research. Ensuring everybody has access to information and technology, generating and openly sharing knowledge and research remain important activities to render the transition as just as it is green.

The Solution

Capgemini's product offer covers the entire spectrum of business needs. From strategy to operation, with technology as the main pillar and key enabler. Capgemini has helped its clients reduce their emissions by developing energy consumption optimizing models and the transformation of IT processes. It has supported many clients to entirely redesign and transform their product and service offer to render them genuinely sustainable.

Some Impact indicators

- 240,000 employees trained in sustainability through the company's sustainability campus
- Recognized as one of the World's Most Ethical Companies by the Ethisphere Institute for several consecutive years



**Marcia Balisciano,
Chief Sustainability
Officer at Relx,
a UK-based leader
in data analytics**

April 2024

What are the main business activities of Relx?

Data and analytics are the core components of the entire company. We apply that across four general areas. One is risk, with our solutions for Insurance and financial services companies. Elsevier helps researchers and healthcare professionals work more efficiently. We also have LexisNexis Legal & Professional that catalogs laws and RX, one of the world's largest events businesses.

What are the main sustainability challenges that you face?

Some are cross-cutting and others are specific to the industries that we serve. A core business issue is data privacy and security. We've been using extractive AI in our products for many years and we've developed responsible AI principles that we've

placed in the public domain. For the shows we run, we look at our environmental impact and we've signed up two years ago to the net zero carbon events initiative.

How do you measure your impact?

We look at what we call our 'unique contribution'. For our risk business, for instance, it is about helping insurance companies price things appropriately, ensuring financial inclusion and fighting fraud. With our science business, it's about helping members of the scientific and health communities improve health outcomes for their patients. In each of these areas we set SDG-linked objectives and we've also created an SDG resource center with 4,729 content items and 220,000 unique users.

What was the contribution of ELEVA Capital to your company in 2023?

We feel very grateful to ELEVA Capital and other investors engaging in substantial due diligence to make sure they invest in companies that are doing the right thing. I think this sends a positive signal to stakeholders that we're on the right track. And that's the strongest endorsement we can have.



GREEN CITIES



Make cities and human settlements inclusive, safe, resilient and sustainable.



SDG Score: 100%

Weight in portfolio at 12.31.2023: 3.2%

Belimo is a global market leader in the development, production and sale of actuators for energy-efficient control of heating, ventilation, and air-conditioning (HVAC) systems. As such, Belimo has striven to ensure it remains as energy efficient as its devices, setting demanding targets for emissions reduction of 80% for scope 1 and 2 by 2025, compared to a 2019 baseline. Besides environmental outcomes, Belimo has also worked on the social front by focusing on building a credibility culture across the organization. Belimo has been part of ELEVA Sustainable Impact Europe portfolio since 2023.

The Challenge

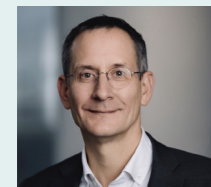
The buildings sector absorbs 40% of the world's energy, and almost half of such belongs to HVAC systems. Even more importantly, it accounts for 37% of global greenhouse gas emissions and is by far the largest single emitter. Hence that HVAC systems have a big responsibility to shoulder as the key levers for the building sector to achieve the two interrelated goals of energy efficiency and emissions avoidance.

The Solution

Belimo's entire business activity is geared to make the most of HVAC technologies to achieve energy efficiency, reduce consumption and pressure upon resources and curb emissions. Belimo's top-technology solutions of fire and smoke actuators, for example, foster the resilience of buildings, while its high-demanding standards of HVAC damper actuator and meter technologies ensure buildings remain up to the challenge of sustainability. A specific example with multiple spillover effects on energy efficiency and weather resilience is the Belimo Energy Valve.

Some Impact indicators

- 7.7 million tons of CO₂e emissions avoided by all products sold in 2023 during their lifecycle and the goal is to double this number by 2030.
- 31% growth in the sensors and meters business line, which promotes and improves air quality.



Emmanuel Normant,
Vice President for
sustainable development
at Saint-Gobain,
a French company
focused on building materials

April 2024

What are the major sustainability challenges that Saint-Gobain faces in its activities?

Saint-Gobain is mostly serving the building and construction market, which accounts for 40% of global greenhouse gas emissions and 40% of resource consumption. We need to be part of its transformation towards a more sustainably built environment, in a context of significant demographic growth and increasing urban population.

And how can you achieve that?

By developing solutions. For climate change, for instance, we have three main types of solutions that range from improving the energy efficiency of buildings, to replacing heavily carbon-intensive materials by so-called light-weight construction and providing



construction chemicals that can significantly reduce the carbon footprint of some materials, such as concrete. In terms of circular economy, the goal is to reduce the use of resources via materials such as glass and plasterboard, which can be infinitely recycled.

How do you measure your impact?

We developed our own methodology and estimate that around 73% of our turnover has a positive impact in terms of sustainability, the rest being neutral. We also measured that what we sell in one year helps to avoid around 1.3 billion tons of CO₂e during the lifetime of usage of our solutions by our customers.

What was the contribution of ELEVA Capital to your company in 2023?

The interactions that we are having with investors on ESG are becoming more and more mature. Having to answer questions and justify what we are doing is really helpful to become more robust in the choices we're making. ELEVA Capital is very advanced in ESG topics and helps us define the orientations that we have to take.



THE “IMPACT FRONTIERS ANALYSIS” OF OUR PORTFOLIO



For another consecutive year, we have measured the impact of our investment portfolio using our proprietary methodology based on the impact classes framework developed by Impact Frontiers, formerly IMP (Impact Management Project)¹.

For the impact of our investments, all our investees «Benefit Stakeholders» at a minimum, on account of our robust exclusionary criteria and our stringent demands for an ESG score above 60/100. Furthermore, some of our investees can «Contribute to Solutions» since they can demonstrate a substantial positive contribution to the SDGs as well as at least one strong social or

environmental commitment like SBTi alignment or signatories of UN Global Compact.

For our impact contribution as investors, we do not provide flexible capital but we always, at the very least, signal that impact matters, whether it is through our selection process or our shareholder engagements. Furthermore, we consider we have engaged actively as long as investees have achieved at least one engagement topic and we address new or undersupplied markets via our Scale Up Pocket investees, who are featured by less liquid and more capital-constrained markets.

IMPACT OF UNDERLYING ASSETS/ENTREPRISES

INVESTOR'S CONTRIBUTION	ACT TO AVOID HARM		BENEFIT STAKEHOLDER		CONTRIBUTE TO SOLUTIONS	
1 Signal that impact matters			Airliquide, BNP Paribas, Capgemini, Dassault, Edenred, Industrie de Nora, Infineon, Kerry, Schneider Electric & Wavestone		Amplifon, Belimo, Coloplast, Elis, KPN & Terna.	25.7% 18.0%
2 Signal that impact matters + Engage actively			Academedia, Allianz, Befesa, Spie, STMicroelectronics		Ashtead, ASML, bioMérieux, Saint Gobain, DSM Firmenich, EDP Renovaveis, L'Oréal, Munich Re, Novo Nordisk, Novonosis & Relx	14.1% 35.2%
3 Signal that impact matters + Grow new/under supplied capital markets					Carbios & Waga	2.1%
4 Signal that impact matters + Engage actively + Grow new/under supplied capital markets					Alfen	2.6%
5 Signal that impact matters + Grow new/under supplied capital markets + Provide flexible capital						
6 Signal that impact matters + Engage actively + Grow new/under supplied capital markets + Provide flexible capital						

1 - For more information on our proprietary methodology and how we classify the impact of our portfolio based on the Impact Frontiers framework, please refer to (Our approach to impact investing)



THE WAY FORWARD FOR IMPACT

Our commitment to impact

We plan to continue to enlarge and deepen our impact against the odds. Therefore, we count on a number of next steps to renew and strengthen this impact commitment in the near future:

- **Impact engagement:** we will continue to focus our engagement with companies on impact topics, going beyond the more traditional ESG subjects to engaging actively for enhanced impact. This will be a way to foster impact disclosure and to signal to our investees that impact really matters to us.
- **The European Taxonomy:** reliable data reported by European companies on their revenue alignment with the taxonomy is now widely available. We are pleased to see that the EU Taxonomy revenue alignment of the fund reached 13.2% at the end of 2023 which is significantly higher than the market average. We now feel more comfortable setting a target on this metric. Leaning on Taxonomy alignment as a metric also allows for better impact comparability and transparency, which reduces impact-washing risks.
- **Biodiversity:** while the topic remains high on investors' agenda, the maturity of available tools to evaluate the impacts and

interlinkages of our investee companies with nature remains low. As a result, taking commitments based on these tools and metrics is not a reasonable option for the time being. We nevertheless believe this topic remains crucial and we remain attentive to developments towards better nature accounting in investing. Thus, we recently joined the Nature Action 100 to deepen our knowledge on the issue and above all, to engage more efficiently with companies having a significant impact on biodiversity. This is why we have started to map our portfolio exposure to biodiversity impacts and dependencies.

- Finally, because financial performance matters as much as impact, we are introducing **minor adjustment in the investment process**. The aim is to enhance risk management and to reduce our volatility relative to our benchmark.
- We remain committed to finding **a way to better assess companies' contribution to SDGs in sectors addressing basic needs** such as health and telecommunications, in particular with regards to the affordability of their products for vulnerable populations.

These plans are in line with our fiduciary duty to be a responsible financial player and, we trust, will further our contributions to the Sustainable Developments Goals.



ABOUT ELEVA CAPITAL

ELEVA Capital: A Responsible investor

ELEVA Capital SAS is an independent asset manager founded in 2014 by Eric Bendahan, based in Paris and London, currently comprising 50 experienced professionals. ELEVA Capital is AMF regulated and manages a Luxembourg based UCITS V Fund (The "ELEVA UCITS Fund"). ELEVA Capital is proud of its independence and differentiates itself through its performance, client proximity, and integrity.

ELEVA Capital is a long-term partner of UNICEF and allocates c. 10% of the profits of the Firm each year to fund their projects to help children.

The ELEVA Capital group manages assets of ca €11.5 billion (as of 12/31/2023). Four funds (including the ELEVA Sustainable Impact fund) accounting for ca. 60% of the assets under management have received the French SRI label.

ELEVA is a signatory of...
















*UNICEF does not endorse any brand, company, product or service



APPENDIX 1: PORTFOLIO SDG SCORING

ELEVA Sustainable Impact Europe portfolio composition (as of December 2023)

Company Name	Business Description	ESG score (/100)	Net SDG score (%)	Impact metrics	Net SDG Contribution (% of revenue)	
ACADEMEDIA AB	Operator of preschools, compulsory schools, upper secondary schools, and adult education centres	70	100	197,900 children, students and adult participants in Aca- demia's programmes	SDG 4: 67.9%, SDG 5: 32.1%	 
AIR LIQUIDE SA	Producer of industrial gases for healthcare and various industries, including energy, manufacturing, and electronics	69	30	77.1 million tons of CO2 avoided emissions, 2 million people in Africa facilitated with access to oxygen, 4 million customers and patients	SDG 3: 14.8%, SDG 7: -8.5%, SDG 11: 10.8%, SDG 13: 12.9%	   
ALFEN N.V.	EV charging stations, energy storage systems and smart grids solutions	68	100	Enabled the supply of renewable energy to 374,000 households; 6.2 million tons of CO ₂ e avoided due to the charge points to power EVs and avoid harmful emissions	SDG 7: 30.4%, SDG 9: 37.3%, SDG 11: 32.3%	  
ALLIANZ SE-REG	Insurance services including property-casualty and life & health insurance, as well as fund management services	73	44,8	125 million customers	SDG 3: 35.8%, SDG 11: 9%	 
AMPLIFON SPA	Distributor of hearing aids solutions	75	100	Hearing equipment and services provided to patients, 138 million of people over the age of 55 reached by awareness-raising campaigns per year	SDG 3: 100%	
ASHTAD GROUP PLC	Equipment rental for construction, industry, emergency situations	73	100	1 million rental assets provided to 800,000 customers, reducing resource use and promoting circular economy	SDG 12: 100%	
ASML HOLDING NV	Development and production of equipment for the semiconductors manufacturing	83	100	40% of energy reduction per wafer for EUV lithography was achieved by ASML between 2018 and 2022, and it has a roadmap for another 20% reduction by 2025. Intellectual property portfolio with over 16,000 patents	SDG 9: 100%	
BEFESA SA	Environmental services for recycling of hazardous waste from the steel and aluminum industries	69	100	Recycled and prevented 1.9 million tonnes of residues managed annually	SDG 12: 100%	
BELIMO HOLDING AG-REG	Device manufacturer for energy efficiency and fluids control of buildings	65	100	7.7 million tons of CO ₂ e total avoided GHG emissions from sold field devices	SDG 7: 52.9%, SDG 11: 47.1%	 
BIOMERIEUX	Infectious disease diagnostics and industrial microbiological quality controls	67	100	75% of R&D expenditure dedicated to the fight against microbial resistance, which represented in 2023 12.5% of total revenues	SDG 2: 13%, SDG 3: 84%, SDG 8: 3%	  
BNP PARIBAS	Leading Euro-zone bank	64	27,2	€127bn provided in loans to SMEs; supported more than 3,450 impact companies	SDG 1: 0.7%, SDG 7: 1.3%, SDG 8: 8.5%, SDG 12: 6.8%, SDG 13: 10%	    
CAPGEMINI SE	Consulting, technology, professional, and outsourcing services, assisting companies in digital transformation	71	47	Working with clients in the public and private sectors to increase their resource use efficiency; solutions for protection, detection, and response to cyberattacks	SDG 9: 42%, SDG 16: 5%	 
CARBIOS	Enzymes producer for plastic and PLA recycling	61	100	50k tons biorecycling plan under construction, contributing to the recycling of plastics and increasing resource use efficiency	SDG 12: 100%	
COLOPLAST-B	Healthcare products for ostomy, continence care, and wound healing	65	100	2 million patients provided with healthcare products and services	SDG 3: 100%	
COMPAGNIE DE SAINT GOBAIN	Materials for sustainable construction	63	74	1.3 million tons of CO ₂ emissions avoided thanks to their solutions during their lifespan (based on 2020 sales)	SDG 6: 2%, SDG 11: 72%	 
DASSAULT SYSTEMES SE	3D design software, 3D digital mock-up, and product lifecycle management (PLM) solutions	76	85,1	9 million patients reached through 30,000 trials using the MEDIDATA platform	SDG 3: 19.5%, SDG 9: 70.6%, SDG 16: -5%	  
DSM-FIRMENICH AG	Creation of innovative health, nutrition, and beauty solutions	68	66,5	DSM-Firmenich provided nutritional solutions that reached 677 million vulnerable people	SDG 2: 62.5%, SDG 3: 4%	 
EDENRED	Prepaid corporate services such as employee benefits, meal vouchers, and expense management solutions	65	28,4	60 million of users which notably includes 1.8 million workers in the UAE provided with C3Pay cards that permit unbanked workers to receive salaries	SDG 7: -16%, SDG 8: 43%, SDG 11: 1.4%	  
EDP RENOVAVEIS SA	Development, construction, and operation of renewable energy plants	73	100	2.5GW of new renewables installed capacity, 16.6 GW of total installed capacity and 4.4 GW under construction	SDG 7: 100%	
ELIS SA	Product-as-a-Service solutions (e.g. linen rental) for the hospitality, retail, and services sectors	70	84	Helped more than 4 million wearers in their daily tasks	SDG 12: 84%	
INDUSTRIE DE NORA SPA	Manufacturer of electrodes to optimize the energy efficiency of key industrial electrochemical processes	64	45,8	1GW of Green hydrogen technologies delivered in 2023	SDG 6: 33.9%, SDG 7: 11.9%	 
INFINEON TECHNOLOGIES AG	Infineon's main activity is developing and manufacturing semiconductor solutions for automotive, industrial, security, and IoT applications	67	30,5	€2.0bn R&D expenses, improve power of semiconductors	SDG 7: 6.9%, SDG 11: 11%, SDG 16: 12.6%	  
KERRY GROUP PLC-A	Taste and nutrition solutions for the food, beverage, and pharmaceutical industries	69	24,6	Kerry reached 1.25 billion people with positive and balanced nutrition solutions in 2023	SDG 2: 24.6%	
KONINKLIJKE KPN NV	Incumbent telecom operator in the Netherlands	72	99	Households reached with internet and telecommunications services: 4.26 million	SDG 9: 99%	
L'OREAL	Manufacture and sale of personal care products including beauty, haircare and dermatological products	66	55	96% of new or updated products in 2023 have an improved social or environmental profile	SDG 12: 55%	
MUNICH RE	Reinsurance, primary insurance, and insurance-related risk solutions	70	91,6	ERGO serves some 39 million mostly retail customers ; 75 GW renewable energy insured	SDG 3: 33.8%, SDG 11: 49.1%, SDG 13: 5.8%, SDG 16: 2.9%	   
NOVO NORDISK A/S-B	Pharma. company focused on treatments to fight diabete, obesity, hemophilia, and growth disorders	69	100	41.6 million patients reached with diabetes and obesity care products	SDG 3: 100%	
NOVONESIS (ex-NOVOZYMES)	Biosolutions, biotechnology and enzymes	74	45	Bioenergy Biosolutions supporting the global transport sector, saving 60 million tons of greenhouse gas emissions	SDG 3: 9%, SDG 7: 14%, SDG 12: 22%	  
RELX PLC	Analytics and information-based solutions for scientific, technical, medical, legal, insurance sectors	76	55	17% of the world's scientific articles published across Relx's platforms; 2.1bn human and bot attacks detected and prevented; 1.1m alerts featuring 1,670 missing children helped resolve 1,140 missing child cases	SDG 4: 34%, SDG 16: 21%	 
SCHNEIDER ELECTRIC SE	Energy management and automation solutions for homes, buildings, data centers, infrastructure, and industries.	80	69	110 million tons of CO ₂ e emissions were saved and avoided by customers thanks to their products, 6.9m people were connected to green electricity in 2023	SDG 7: 69%	
SPIE SA	Multi-technical services for energy and communications	70	59,5	€3.1bn revenue gained through the smart city market (36% of 2023 revenues), in order to contribute to a sustainable model of urban and regional development	SDG 7: 37.5%, SDG 9: 19%, SDG 11: 3%	  
STMICROELECTRONICS NV	Design and manufacture semiconductor and integrated circuits for various electronic applications	74	23,2	€2.1bn spent in R&D	SDG 7: 16.6%, SDG 11: 6.6%	 
TERNA-RETE ELETTRICA NAZIONALE	Grid operator for electricity transmission in Italy	68	100	Addition of 307km of electric national grid transmission in 2023	SDG 7: 36.8%, SDG 9: 63.2%	 
WAGA ENERGY SA	Producer of biomethane by upgrading landfill gas	62	100	336 GWh produced in 2023, avoiding 140,000 tons of CO ₂ e emissions in 2023	SDG 7: 100%	
WAVESTONE	Management and IT consulting services for cybersecurity and organisations' digital transformation	74	46	119 responsible consulting projects completed in 2023, 77 through the Sustainability practice and 42 CSR recommendations through the Sustainability...	SDG 9: 21%, SDG 13: 3%, SDG 16: 22%	  

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The Fund "ELEVA Sustainable Impact Europe" takes into account non-financial criteria in way that is significantly binding according to the definition of the Doctrine 2020-03 released by Autorité des Marchés Financiers (AMF), the French financial markets authority. The Fund promotes a combination of environmental, social and governance characteristics and has a sustainability objective. It is a product falling under Article 9 of SFDR. The companies mentioned in this report were invested in as of 31/12/2023. Neither their presence nor their performance is guaranteed.

The information used to write this report has been obtained from a wide range of sources. The main sources are the annual report of companies mentioned in the report. Proprietary ESG (Environment, Social, Governance) scores and SDG scores (Sustainable Development Goals) are used. They are the latest available, and could be up to two years old, given the fact that these proprietary scores are updated at least every two years. Some ESG key performance indicators are calculated based on MSCI data.

The word "impact" is mainly used to describe the effects of actions taken, products and services sold by the investee companies. The investor's attention is drawn to the fact that an investment in the ELEVA Sustainable Impact Europe Fund does not generate a direct impact on the environment and society, but that the Fund seeks to select and invest in companies that meet the precise criteria defined in the investment policy.

The term "impact" is not defined in French or Luxembourg asset management regulations. The consensus around this term is not stabilized yet for a regulatory or scientific definition.

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Product described herein is not available to all persons in all geographic locations. There are significant risks associated with investment in the Fund. Investment may not be suitable for all investors and is intended for sophisticated investors who have fully understood the risks associated with such an investment and can accept a substantial or complete loss of their investment.

Past performance is not a guarantee of future results and no insurance can be given that product(s) described herein will yield favorable investment results or that the Fund's investment objectives will be achieved or that the investor will receive a return of all or part of their investment.

Independent verifier's limited assurance declaration

Alignment of ELEVA Sustainable Impact Europe with the Impact Investment guidelines provided by the French Forum for Responsible Investment (FIR) and the France Invest.

Presentation of Stone Soup Consulting

Founded in 2008, Stone Soup Consulting is a proactive and forward-thinking international consultancy with a social heart. A network of consultants and experts that share the same values, and work with different types of organizations interested in boosting their social value. Acting in partnership, we help these organizations maximize their social value.

For more information about our work, please visit: www.stone-soup.net.

Our responsibility

Our responsibility is to express a limited assurance conclusion on the procedures used by ELEVA Capital to include companies in the ELEVA Sustainable Impact Europe fund. In particular, Stone Soup Consulting is responsible for:

- Verifying the correct application of ELEVA Capital's methodology for measuring companies' exposure to the Sustainable Development Goals (SDG methodology), as described in the ELEVA Capital Transparency Code, updated in June 2024;
- Attesting if ELEVA Sustainable Impact Europe fund investment approach is aligned with the Impact Investing guidelines provided by the French Forum for Responsible Investment (FIR) and France Invest³.

³ Since Eleva's methodology and approach to intentionality, additionality and measurability has not changed since last year, we have crossed our past information on this with the information available in 2023 to validate alignment.

Nature and scope of our work

Based on our professional judgment and the evidence shared by ELEVA Capital, we performed the following procedures:

- We conducted a review of ELEVA Capital's internal documents to assess the transparency and understandability of their SDG methodology;
- We examined ELEVA Capital's SDG data and scoring system to check the correct application of the SDG methodology;
- We reviewed ELEVA Sustainable Impact Europe fund companies' websites and annual reports to look for evidence of their contributions to the SDGs;
- We validated the SDG score of companies in the ELEVA Sustainable Impact Europe fund and, when necessary, we requested further clarification on the SDG score provided;
- We assessed the alignment of ELEVA Sustainable Impact Europe fund's investment approach with the three key⁴ characteristics of impact investing: intentionality, additionality and measurability.

The scope of our work doesn't include, however, an assessment of the social and environmental impact resulting from the products and services offered by companies in the ELEVA Sustainable Impact Europe fund.

Limited assurance conclusion

Based on the procedures performed and the evidence obtained, we consider that ELEVA Capital correctly applies its proprietary SDG methodology, as described in the ELEVA Capital Transparency Code, updated in June 2024. We also assert that ELEVA Sustainable Impact Europe fund's investment approach is in line with the guidelines for impact investing provided by the French Forum for Responsible Investment (FIR) and the France Invest, as follows:

- *Intentionality:* ELEVA Capital is an intentional investor and has an explicit goal to contribute to the achievements of the SDGs. The ELEVA Sustainable Impact Europe fund pursues a dual

⁴ Idem

objective of financial performance and generation of socioenvironmental value. This intentionality applies to all ELEVA Sustainable Impact Europe fund's investments (systematic approach) and influences ELEVA Capital's investment decisions (ex-ante).

- *Additionality:* ELEVA Capital provides some extra financial advice to the invested companies with the aim of increasing the net positive (financial and socioenvironmental) performance of their products and services.
- *Measurability:* Through its SDG methodology, ELEVA Capital assesses the potential positive and negative externalities of companies in the ELEVA Sustainable Impact Europe fund. The results of this assessment guide ELEVA Capital's investment decisions.

Independence and quality control

Stone Soup Consulting applies rigorous standards on Quality Control, including documented policies and procedures regarding compliance with ethical requirements, professional standards and applicable legal and regulatory requirements.

Barcelona, 13 June 2024



Sophie Robin

Founding partner and Impact Director at Stone Soup Consulting

IMPACT REPORT

2023

**Impact against
the odds**



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