

Article 10 (SFDR)

Website disclosure for an article 8 fund

Blume Equity Fund I SCSp

A	<p>SUMMARY</p>
	<p>The Fund invests in companies that as part of their core operations drive environmental impact, as well as promote health and equality. It invests in inherently impactful companies that have proven market fit – and thus the impact is known – and as part of the partnership, it supports these companies in accelerating greater impact. The three areas of investment focus for Blume Equity Fund I SCSp are: Responsible consumption & production, Healthy environment and Sustainable food systems. As a private equity fund, it is not measured off a benchmark. The overarching mission of the Fund is ‘Healthy Planet, Healthy People’. The partnership invests into companies that reduce carbon emissions and address associated environmental pressures, such as reduce waste and pollution, reduce the environmental footprint of our food system, improve health outcomes by investing in a healthy environment and healthy food. Across all investments, the Fund assesses net impact of the company to ensure that social impact is promoted as well.</p> <p>Blume Equity promotes Environmental/Social (E/S) characteristics and while the Fund does not have as its objective a sustainable investment, it will have a minimum proportion of 50% of sustainable investments with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy ; the Fund also considers social objectives.</p> <p>In addition, The Fund identifies 1 – 5 KPIs related to impact and ESG that it requires each company to track and report to the Fund over the life of the investment. These KPIs are indicators that are most relevant to a specific portfolio company and are identified through a combination of proprietary and established metrics sets, such as IRIS+.</p> <p>Le Fonds investit dans des entreprises qui, dans le cadre de leurs opérations principales, ont un impact environnemental positif tout en promouvant la santé et l'égalité. Il investit dans des entreprises intrinsèquement impactantes qui ont prouvé leur adéquation au marché - et donc l'impact est connu - et, dans le cadre du partenariat, il soutient ces entreprises pour accélérer leur impact global. Les trois domaines d'investissement prioritaires pour Blume Equity Fund I SCSp sont : la consommation et la production responsables, l'environnement sain et les systèmes alimentaires durables. En tant que fonds de capital-investissement privé, il n'est pas mesuré par rapport à un indice de référence. La mission globale du Fonds est 'planète saine, population saine'. Le partenariat investit dans des entreprises qui réduisent les émissions de carbone et traitent les pressions environnementales associées, telles que la réduction des déchets et de la pollution, la diminution de l'empreinte environnementale de notre système alimentaire, l'amélioration des résultats en matière de santé en investissant dans un environnement sain et une alimentation saine. Pour l'ensemble des investissements, le Fonds évalue l'impact net de l'entreprise afin de promouvoir l'impact social.</p> <p>Blume Equity promeut les caractéristiques environnementales et sociales (E/S), et bien que le Fonds n'ait pas pour objectif un investissement durable, il aura une proportion minimale de 50 % d'investissements durables avec un objectif environnemental dans des activités économiques qui ne répondent pas aux critères de durabilité environnementale de la taxonomie de l'UE ; le Fonds tient également compte des objectifs sociaux.</p> <p>De plus, le Fonds identifie de 1 à 5 KPI (indicateurs de performance clés) liés à l'impact et à l'ESG (environnement, social et gouvernance) que chaque entreprise doit suivre et rapporter au Fonds pendant la durée de l'investissement. Ces KPI sont des indicateurs les plus pertinents pour une entreprise spécifique du portefeuille et sont identifiés à l'aide d'un ensemble de métriques propriétaires et établies, telles que IRIS+.</p>
B	<p><u>NO SUSTAINABLE INVESTMENT OBJECTIVE</u></p>
	<p>Blume Equity promotes Environmental/Social (E/S) characteristics and while the Fund does not have as its objective a sustainable investment, it will have a minimum proportion of 50% of sustainable investments with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy ; the Fund also considers social objectives.</p> <p>Moreover, Blume reviews the indicators for adverse impacts in Table 1 of Annex I and any relevant indicators in Tables 2 and 3 of Annex I are also taken into account.</p>

In order to be aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights, prior to investing, Blume reviews if any violations have occurred. During the investment period, if any violations occur Blume is required to be notified. If a company does not have processes in place upon the time of investment, we work with the company to address them over time.

C ENVIRONMENTAL OR SOCIAL CHARACTERISTICS OF THE FINANCIAL PRODUCT

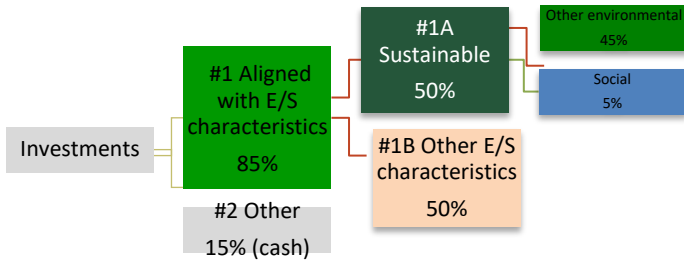
Blume Equity invests in companies that as part of their core operations drive environmental impact, as well as promote healthy and equality. We invest in inherently impactful companies that have proven market fit – and thus the impact is known – and as part of our partnership, we support these companies in accelerating greater impact. The three areas of investment focus for Blume Equity are Responsible consumption & production, Healthy environment, and Sustainable food systems. As a private equity fund, we are not measured off a benchmark. Our overarching mission is ‘Healthy Planet, Healthy People’. We invest into companies that reduce carbon emissions and address associated environmental pressures, such as reduce waste and pollution, reduce the environmental footprint of our food system, improve health outcomes by investing in a healthy environment and healthy food. Across all investments, we assess net impact of the company to ensure that social impact is promoted as well.

D INVESTMENT STRATEGY

Blume Equity invests in companies that as part of their core operations drive environmental impact, as well as taking into account social impact. We invest in inherently impactful companies that have proven market fit – and thus the impact is known – and as part of our partnership, we support these companies in accelerating greater impact. We invest across three thematics: sustainable food systems, healthy environment (where environmental inputs drive health outcomes, such as air pollution, water quality, soil degradation), and responsible consumption and production. During diligence, we assess the impact of our portfolio companies, and during the investment period, work with these companies to accelerate their positive impact. Upon exit, we work with the team and future investors to ensure the sustainability achieved remains intact.



E PROPORTION OF INVESTMENTS



The investment strategy invests into tech-enabled businesses that may have some cap-ex to support a transition to a green economy. Minimum 85% of the portfolio will be used to meet the environmental and social characteristics promoted by the fund in accordance with the binding elements of the investment strategy. Within those investments, minimum 50% will be sustainable investments. The remaining 15% of the portfolio will be for cash or cash equivalent and therefore it does not require minimum environmental or social safeguards. We anticipate the majority (>50%) of the opex of each investee company’s OpEx to address green operational activities.

F MONITORING OF ENVIRONMENTAL OR SOCIAL CHARACTERISTICS

A key part of diligence is understanding compensation and incentive structures of the management teams as well as assessing the quality and competencies of the board. We spend a significant portion of our time ensuring we are aligned with the investors and board members of a company before we invest. As part of our diligence, we request and review portfolio companies’ ESG, compliance, and / or ethical business guidelines. If formalized policies do not exist, upon investment, we work with management teams to introduce best-in-class guidelines. We review portfolio companies’ policies to ensure (i) they have appropriate compliance policies and procedures (including training and monitoring) in place, (ii) to ensure compliance (corruption, money laundering, and trade compliance in particular) recommendations (identified during diligence) have been implemented, and/or (iii) to provide support in putting such policies and procedures in place or revising and improving as necessary. Also, one of our Strategic Advisors, Martin Falch, is Co-Founder & President of a leading European recruitment firm with a particular focus on professionalizing boards and management teams of growth stage, European companies. He supports Blume both during diligence of potential investment companies as well as bolstering teams and boards once we’ve invested.

In addition, The Fund identifies 1 – 5 KPIs related to impact and ESG that it requires each company to track and report to the Fund over the life of the investment. These KPIs are indicators that are most relevant to a specific portfolio company and are identified through a combination of proprietary and established metrics sets, such as IRIS+. The Fund agrees to these KPIs prior to investment as part of its Investment Advisory Committee meetings.

G METHODOLOGIES

Upon investment, Blume Equity sets Impact KPIs and Targets for every portfolio company. These Targets are validated by Blume’s LP Advisory Council and are reviewed annually. The targets are compared with

	<p>actuals at time of exit and the metrics are shared with all investors. Blume ties 30% of carry to these Impact Targets. Please refer to the LPA for additional information.</p>
H	<p><u>DATA SOURCES AND PROCESSING</u></p>
	<p>We report on specific negative indicators for investee companies, and collect data regarding each of them and disclosing what actions are being taken to mitigate the harm. As part of our diligence, we assess all companies across Net Impact across both environmental and social impact, leveraging the Global Impact Investment Network’s Impact Management Project (GIIN IMP) Five Dimensions. This framework includes potential risks to achieving the targeted impact as well as ensuring there are no negative impacts that would outweigh the primary impact Blume targets. The IMP framework enables the team to identify the principal adverse impacts for each investment. This analysis can be found in each investment’s IAC paper, which is discussed during the Investment Advisory Committee meeting and must be reviewed prior to an investment decision being made. If we identify material PAIs we include a deeper review in the second IAC paper and a discussion at Blume’s second IAC meeting is required, where actions to mitigate these impacts are decided. We discuss with management of a potential company these areas and actions required prior to investing to ensure they are aligned with our areas of focus.</p>
I	<p><u>LIMITATIONS TO METHODOLOGIES AND DATA</u></p>
	<p>As a minority investor, there may be limitations to the data Blume can require of portfolio companies. We try to mitigate this as best as possible by assessing management teams’ receptiveness to working with Blume and our alignment in terms of data requests with other investors prior to investing. We also incorporate as much of the required data requests into legally binding requirements. We will leverage third party data sources as a proxy where there are limitations to methodologies and data.</p>
J	<p><u>DUE DILIGENCE</u></p>
	<p>As part of our diligence, we assess a company’s impact to date and also evaluate any sustainability risks. We review a company’s E & S policies, and where we feel there is room for improvement, we work with the company to ensure their practices are best in class. In the investment documentation of each investment, we require management teams to sign a commitment clause to protect and further the impact the company achieves. We also formalise the KPIs the portfolio companies will track and report to us on over the life of our investment.</p> <p>A key part of our diligence is understanding compensation and incentive structures of the management teams as well as assessing the quality and competencies of the board. We spend a significant portion of our time ensuring we are aligned with the investors and board members of a company before we invest. As part of our diligence, we request and review portfolio companies’ ESG, compliance, and / or ethical business guidelines. If formalized policies do not exist, upon investment, we work with management teams to introduce best-in-class guidelines. We review portfolio companies’ policies to ensure (i) they have appropriate compliance policies and procedures (including training and monitoring) in place, (ii) to ensure compliance (corruption, money laundering, and trade compliance in particular) recommendations (identified during diligence) have been implemented, and/or (iii) to provide support in putting such policies and procedures in place or revising and improving as necessary. Also, one of our Strategic Advisors, Martin Falch, is Co-Founder & President of a leading European recruitment firm with a particular focus on professionalizing boards and management teams of growth stage, European companies. He supports</p>

	<p>Blume both during diligence of potential investment companies as well as bolstering teams and boards once we have invested.</p>
K	<p><u>ENGAGEMENT POLICIES</u></p>
	<p>Blume reviews portfolio companies' engagement policies during diligence and works to enhance them, where required, during the investment period. We focus particularly on potential sustainability-related controversies in investee companies.</p>
L	<p><u>DESIGNATED REFERENCE BENCHMARK</u></p>
	<p>NA -Given Blume Equity invests in privately held companies, we are benchmark agnostic.</p>

References & Guiding notes

SFDR Delegated Regulation : [C_2022_1931_1_EN_ACT_part1_v6\(1\).pdf](#)
(europa.eu)

Article 24

Sections of website product disclosure for financial products that promote environmental or social characteristics

For financial products that promote environmental or social characteristics, financial market participants shall publish the information referred to in Article 10(1) of Regulation (EU) 2019/2088 and Articles 25 to 36 of this Regulation in the following order and made up of all of the following sections titled:

- (a) 'Summary';
- (b) 'No sustainable investment objective';
- (c) 'Environmental or social characteristics of the financial product';
- (d) 'Investment strategy';
- (e) 'Proportion of investments';
- (f) 'Monitoring of environmental or social characteristics';
- (g) 'Methodologies';
- (h) 'Data sources and processing';
- (i) 'Limitations to methodologies and data';
- (j) 'Due diligence';
- (k) 'Engagement policies';
- (l) where an index is designated as a reference benchmark to attain the environmental or social characteristics promoted by the financial product, 'Designated reference benchmark'.

Article 25

Website section 'Summary' for financial products that promote environmental or social characteristics

1. In the website section 'Summary' referred to in Article 24, point (a), financial market participants shall summarise all the information contained in the different sections referred to in that Article about the financial products that promote environmental or social characteristics. The summary section shall have a maximum length of two sides of A4-sized paper when printed.
2. The website section 'Summary' referred to in Article 24, point (a), shall be provided in at least the following languages:

- (a) one of the official languages of the home Member State and, where different and where the financial product is made available in more than one Member State, in an additional language customary in the sphere of international finance;
- (b) where the financial product is made available in a host Member State, one of the official languages of that host Member State.

Article 26

Website section ‘No sustainable investment objective’ for financial products that promote environmental or social characteristics

1. In the website section ‘No sustainable investment objective’ referred to in Article 24, point (b), financial market participants shall insert the following statement: “This financial product promotes environmental or social characteristics, but does not have as its objective sustainable investment.”
2. Where the financial product commits to making one or more sustainable investments, financial market participants shall in the website section ‘No sustainable investment objective’ referred to in Article 24, point (b), explain how the sustainable investment does not significantly harm any of the sustainable investment objectives, including all of the following:
 - (a) how the indicators for adverse impacts in Table 1 of Annex I, and any relevant indicators in Tables 2 and 3 of that Annex I, are taken into account;
 - (b) whether the sustainable investment is 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.

Article 27

Website section ‘Environmental or social characteristics of the financial product’ for financial products that promote environmental or social characteristics

In the website section ‘Environmental or social characteristics of the financial product’ referred to in Article 24, point (c), financial market participants shall describe the environmental or social characteristics that the financial products promotes.

Article 28

Website section ‘Investment strategy’ for financial products that promote environmental or social characteristics

In the website section ‘Investment strategy’ referred to in Article 24, point (d), financial market participants shall describe all of the following:

- (a) the investment strategy used to meet the environmental or social characteristics promoted by the financial product;

(b) the policy to assess good governance practices of the investee companies, including with respect to sound management structures, employee relations, remuneration of staff and tax compliance.

Article 29

Website section ‘Proportion of investments’ for financial products that promote environmental or social characteristics

In the website section ‘Proportion of investments’ referred to in Article 24, point (e), financial market participants shall insert the information referred to in Article 14 and shall distinguish between direct exposures in investee entities and all other types of exposures to those entities.

Article 30

Website section ‘Monitoring of environmental or social characteristics’ for financial products that promote environmental or social characteristics

In the website section ‘Monitoring of environmental or social characteristics’ referred to in Article 24, point (f), financial market participants shall describe how the environmental or social characteristics promoted by the financial product and the sustainability indicators used to measure the attainment of each of those environmental or social characteristics promoted by the financial product are monitored throughout the lifecycle of the financial product and the related internal or external control mechanisms.

Article 31

Website section ‘Methodologies for environmental or social characteristics’ for financial products that promote environmental or social characteristics

In the website section ‘Methodologies for environmental or social characteristics’ referred to in Article 24, point (g), financial market participants shall describe the methodologies to measure how the social or environmental characteristics promoted by the financial product are met.

Article 32

Website section ‘Data sources and processing’ for financial products that promote environmental or social characteristics

In the website section ‘Data sources and processing’ referred to in Article 24, point (h), financial market participants shall describe all of the following:

- (a) the data sources used to attain each of the environmental or social characteristics promoted by the financial product;
- (b) the measures taken to ensure data quality;
- (c) how data are processed;
- (d) the proportion of data that are estimated.

Article 33

Website section ‘Limitations to methodologies and data’ for financial products that promote environmental or social characteristics

In the website section ‘Limitations to methodologies and data’ referred to in Article 24, point (i), financial market participants shall describe all of the following:

- (a) any limitations to the methodologies referred to in Article 24, point (g), and to the data sources referred to in Article 24, point (h);
- (b) how such limitations do not affect how the environmental or social characteristics promoted by the financial product are met.

Article 34

Website section ‘Due diligence’ for financial products that promote environmental or social characteristics

In the website section ‘Due diligence’ referred to in Article 24, point (j), financial market participants shall describe the due diligence carried out on the underlying assets of the financial product, including the internal and external controls on that due diligence.

Article 35

Website section ‘Engagement policies’ for financial products that promote environmental or social characteristics

In the website section ‘Engagement policies’ referred to in Article 24, point (k), financial market participants shall describe the engagement policies implemented where engagement is part of the environmental or social investment strategy, including any management procedures applicable to sustainability-related controversies in investee companies.

Article 36

Website section ‘Designated reference benchmark’ for financial products that promote environmental or social characteristics

1. In the website section ‘Designated reference benchmark’ referred to in Article 24, point (l), financial market participants shall describe whether an index has been designated as a reference benchmark to meet the environmental or social characteristics promoted by the financial product, and how that index is aligned with the environmental or social characteristics promoted by the financial product, including the input data, the methodologies used to select those data, the rebalancing methodologies and how the index is calculated.
2. Where part or all of the information referred to in paragraph 1 is published on the website of the administrator of the reference benchmark, a hyperlink shall be provided to that information.