Supplemental Prospectus

in respect of

Emerald Sustainable Packaging Innovation Fund

a closed-ended sub-fund and a sub-fund of Emerald Innovation Fund ILP, an umbrella investment limited partnership with segregated liability between sub-funds, established pursuant to the Investment Limited Partnerships Act 1994, as amended.

Strictly Confidential

19 May 2025

Introduction

This Supplement contains specific information in relation to Emerald Sustainable Packaging Innovation Fund (the "**Sub-Fund**"), a sub-fund of Emerald Innovation Fund ILP, an umbrella investment limited partnership with segregated liability between sub-funds, established pursuant to the Investment Limited Partnerships Act 1994, as amended.

This Supplement forms part of and should be read in conjunction with the Prospectus of the Fund dated 19 May 2025.

The Directors of the General Partner, whose names appear in the Prospectus, accept responsibility for the information contained in this Supplement. To the best of the knowledge and belief of the Directors (who have taken all reasonable care to ensure that such is the case) the information contained in this Supplement is in accordance with the facts and does not omit anything likely to affect the import of such information.

The names of the other Sub-Funds of the Fund are available from the General Partner, upon request.

Unless otherwise stated, all capitalised terms shall have the same meaning herein as in the Prospectus.

Investment Objective

The investment objective of the Sub-Fund is to realize superior, long-term capital appreciation. As with any investment, no assurance can be given that the Sub-Fund will achieve this objective.

Investment Policy and Strategy

The Sub-Fund will seek to achieve the investment objective by investing predominantly in businesses in the sustainable packaging and recycling sector within Europe, North America and Asia, although there is no geographic restriction on the Sub-Fund's ability to invest (see "Geographic focus" below). The focus of the Sub-Fund is to invest in expansion-stage and — through selective participation — in early-stage businesses and special situations, in the areas of packaging and recycling related technology.

The Sub-Fund may make private Investments in small public entities and participate in corporate divestitures and start-ups and may hold Investments either directly or, in accordance with the requirements of the Central Bank, indirectly through holding companies, subsidiaries or other special purpose vehicles where the Directors consider that this would be commercially appropriate, tax efficient or would provide the only practicable means of access to the relevant Investment. The name of any such subsidiary will be disclosed in the annual report of the Fund in accordance with the requirements of the Central Bank.

There is no specific minimum investment amount per Portfolio Company. However, the AIFM, in conjunction with the Investment Advisor, will seek to ensure that the invested amount and return potential stands in reasonable relationship to the time and effort spent in regards to such investment.

The Sub-Fund will predominantly invest in equity securities of unlisted companies and in certain situations add securities convertible into such unlisted equity. As part of these investments, warrants or options may be issued by Portfolio Companies to the Sub-Fund, but such derivatives are not the main investment focus of the Sub-Fund.

Sector focus

The Sub-Fund is focused on potentially transformative sustainable packaging and recycling innovations which are based on advanced materials, new device architectures, advanced process technology and industrial software and analytics. The Fund will focus on innovations that enable entirely new products, performance improvements of existing products, enhanced-efficiency, and/or significant cost savings in the areas of sustainable packaging and recycling. In addition to delivering transformative innovation for the sustainable packaging and recycling markets, the Fund expects entrepreneurial teams to successfully commercialize these new solutions and build great companies.

The detailed technology and sector strategy is built based on input from:

- the Fund's Limited Partners;
- the start-up information and technology trends that can be derived from the 1'500 – 2'000 business plans Emerald reviews each year; and
- Emerald's own research.

Based on this input, Emerald maps market needs vis-à-vis transformative sustainable packaging and recycling innovations. This mapping is re-assessed on a regular basis. A particular focus is put on emerging areas which have reached a tipping point and can no longer be neglected by key market players. In these growth areas, the General Partner will be looking for companies with solid intellectual property rights to defend their activities and gain significant market share.

Stage focus

The Sub-Fund's earliest stage of investing will be guided by an exit target within 4-6 years (target average holding period). Sticking to this time frame is important given the Sub-Fund's strategy to recycle capital and to continue to make investments out of recycled funds. The AIFM, in conjunction with the Investment Advisor, will therefore carefully assess each investment case to check if the start-up is mature enough to allow for an exit within the target holding period. This is anticipated to differ from technology to technology and from market to market.

As a result, the AIFM, in conjunction with the Investment Advisor, will pay careful attention to building a well-balanced portfolio in terms of stage.

Geographic focus

The Sub-Fund will predominantly invest in Europe, North America and Asia/Pacific, although Emerald has built strong relationships on a global basis and there is no geographic restriction on the Sub-Fund's ability to invest. The Advisory Team has experience in investing in a wide range of geographical areas and understands the legal and cultural complexities of doing business in the countries from which innovative sustainable packaging and recycling technologies are being developed. The Sub-Fund may therefore selectively invest outside of its core geographies.

Target investment size

The AIFM, in conjunction with the Investment Advisor, will aim to achieve ownership stakes in Portfolio Companies of between 10% and 25% in most cases. Depending on the maturity of the company and the expected cash and financing needs to break even, the Sub-Fund may start with smaller stakes in earlier stage companies. The Sub-Fund may invest a maximum of 10% of the aggregate Base Capital of Limited Partners that are participating over multiple financing rounds into any single Portfolio Company.

Investment Limitations

The Sub-Fund will not:

- invest more than 10% of the aggregate Base Capital of Limited Partners that are participating in an Investment in any single Portfolio Company, provided that the Sub-Fund may invest up to 15% of the aggregate Base Capital of Limited Partners that are participating in an Investment in a single Portfolio Company with the majority consent of the affected Limited Partners;

- make any Investment that exposes it or any of the Limited Partners to unlimited liability; accordingly, the Sub-Fund will, as appropriate, seek to limit its liability by investing through companies with limited liability;

- purchase or sell any securities from or to Emerald or its affiliates except on commercial, arm's-length terms that are approved by the LP Advisory & Valuation Committee and in compliance with the "Connected Party Transactions" section in the Prospectus;

- purchase any real estate or interests in real estate, except that the Sub-Fund may invest in Portfolio Companies that invest in industrial estate for their own operational use;

- make loans, originate or engage in direct lending, other than in accordance with the requirements of the Central Bank;

- mortgage, pledge, hypothecate or in any manner transfer, as security for indebtedness, any securities owned or held by the Sub-Fund; however, the Sub-Fund may engage in certain short-term borrowings as described under "*Leverage and Borrowing*" below;

- underwrite securities of other issuers;

- invest in pooled investment vehicles that charge management fees or performance fees;

- invest in enterprises or projects if it appears to the AIFM, in conjunction with the Investment Advisor, that the entities involved knowingly do not comply with recognized international environmental or social standards or do not satisfy the applicable environmental and social standards of the country concerned; or

- make an Initial Investment in a Portfolio Company in which any other fund managed by Emerald already holds an investment, unless the LP Advisory & Valuation Committee consents to the Investment.

Any limits on Investments set out in this Supplement shall apply at time of purchase of Investments. If such limits are subsequently exceeded for reasons beyond control of the Sub-Fund or as a result of the exercise of subscription rights, the Sub-Fund will adopt as a priority objective the remedying of that situation taking due account of the interests of the Limited Partners. Furthermore, the AIFM, in conjunction with the Investment Advisor, may decide to disapply the above limits during extreme market events such as a financial crisis or in other circumstances where the AIFM, in conjunction with the Investment Advisor deems, that this is in the best interests of the Limited Partners.

ESG Approach

The Sub-Fund promotes environmental and social characteristics within the meaning of Article 8 of Regulation (EU) 2019/2088 of the European Parliament and of the Council of 27 November 2019 on sustainability-related disclosures in the financial services sector ("**SFDR**"). Information in relation to the environmental and social characteristics promoted by the Sub-Fund is available at Annex I to this Supplement.

Integration of Sustainability Risks and Impact on Returns

Integration of Sustainability Risks

As part of its investment analysis, the Investment Advisor integrates environmental, social and governance ("**ESG**") considerations and sustainability risks (within the meaning of SFDR) into its due diligence processes and its overall assessment of investment opportunities. The results of the due diligence and assessment conducted by the Investment Advisor form part of the

Investment Recommendation submitted by the Investment Advisor to the AIFM for consideration and analysis, and ultimately, for acceptance or rejection.

In the context of its investment decisions, the AIFM generally considers sustainability factors in its overall investment decision making with respect to the Sub-Fund. The AIFM is committed to long-term value creation and sustainable growth, and where possible will seek to pursue initiatives to integrate sustainability and to address environmental, social and governance factors, bearing in mind the investment objective of the Sub-Fund and the nature of the assets.

As part of the detailed due diligence conducted by the Investment Advisor on each proposed investment opportunity, the Investment Advisor considers certain ESG-related factors and analyses the potential ESG risks of an investment opportunity, including, among other considerations, an analysis of the various ESG-related policies and processes implemented by investee companies, the material ESG-related risks and opportunities identified as relevant by the investee company, and whether the investee company is engaged in certain activities or industries determined by the Investment Advisor to be excluded by reason of a perceived negative impact of such activities on sustainability factors.

Impact of Sustainability Risks on Returns

Although the Investment Advisor implements procedures in order to identify the potential sustainability risks of an investment opportunity and to mitigate the potential impact of any such risks, if an investment is made, and to the extent that a sustainability risk occurs, or occurs in a manner that is not anticipated by the Investment Advisor, there may be a sudden, material negative impact on the value of an investment, and hence the returns of the Sub-Fund. Such negative impact may result in an entire loss of value of the relevant investment(s) and may have an equivalent negative impact on the returns of the Sub-Fund.

The assessment of sustainability risks is complex and often requires subjective judgements, which may be based on data which is difficult to obtain, incomplete, estimated, out of date or otherwise materially inaccurate. Even when identified, there can be no guarantee that the Investment Advisor’s models will correctly assess the impact of sustainability risks on the Sub-Fund’s investments.

Consideration of Principal Adverse Impacts

The AIFM recognises the importance of the consideration of the principal adverse impacts of its investment decisions on sustainability factors, within the meaning of SFDR. However, the AIFM has elected that for purposes of (and in accordance with) SFDR, it will not seek to *"consider principal adverse impacts of investment decisions on sustainability factors"*, as prescribed by SFDR, given that the applicability of companies-specific indicators is unclear. For this reason, the scope of principal and additional adverse sustainability impacts to be considered for such investments is not fully understood, and compliance cannot be confirmed at this time. The AIFM will reassess this decision once clarity on the applicability of companies-specific indicators is achieved.

Although the AIFM does not consider principal adverse impacts of investment decisions on sustainability factors at entity-level, principal adverse impacts of investment decisions are considered at Sub-Fund level, as further detailed in Annex I. Information in relation to the principal adverse impacts on sustainability factors is available in the Sub-Fund’s annual report.

Advisory Team

The Emerald Partners for the Sub-Fund are Gina Domanig, Markus Moor, Charles Vaslet, Hans Dellenbach, Neil Cameron and Fredric Petit.

Leverage and Borrowing

The General Partner has the authority to borrow, on behalf of the Sub-Fund, in order to bridge the receipt of Capital Contributions, to cover defaults by Limited Partners or for cash management purposes.

The leverage employed by each Sub-Fund shall be expressed as the ratio between the exposure of the Sub-Fund and the Sub-Fund’s Net Asset Value. The maximum leverage exposure of the Sub-Fund, calculated in accordance with the gross method under AIFMD, shall be 25% of the Sub-Fund’s Net Asset Value and when calculated in accordance with the commitment method under AIFMD, shall be 25% of the Sub-Fund’s Net Asset Value.

"Leverage" for this purpose, means any method by which the Sub-Fund's exposure is increased whether through borrowing of cash or securities or leverage embedded in derivative positions or by any other means.

Risk Factors

An investor's attention is drawn to the risk factors set out in the Prospectus, and in particular to the section entitled: "*Certain Risk Factors*".

Anchor and Cornerstone Investors

Each investor in the Sub-Fund must be categorized as either an Anchor Investor or a Cornerstone Investor. An investor will be categorized as an Anchor Investor where the investor (a) commits at least EUR 10 million to the Sub-Fund, (b) commits at least EUR 5 million to each of EIIF and the Sub-Fund, or (c) in accordance with the section entitled "*Anchor Investors*" on page 29 of the Prospectus, commits at least EUR 5 million to each of the Sub-Fund and another Sub-Fund (assuming, where an election is available, the investor has elected to be an Anchor Investor in the Sub-Fund). An investor will be categorized as a Cornerstone Investor where the investor commits at least EUR 20 million to the Sub-Fund, it being noted that an Anchor Investor may elect to be classified as a Cornerstone Investor, with such election becoming effective at such time as the electing Limited Partner's Base Capital (as defined in the Partnership Agreement) equals or exceeds Euro 20 million. The Directors reserve the right to accept such greater or lesser minimum Commitment amounts as may be determined by the Directors in their absolute discretion in any particular case.

An Anchor Investor may receive, during such Limited Partner's LP Investment Period, any one or more of the following benefits and preferences as determined by the Investment Advisor in its sole discretion:

(1) **Sector Deal Flow, Tech Studies and Trend Updates:** Access to deal flow within the sectors that are relevant to the broader strategy of the Sub-Fund, external to the Sub-Fund's portfolio, (including historical deal flow), relevant Emerald sector or technology studies and insight papers. Investment opportunities that Emerald is looking at and those that Emerald has declined or invested into will be made available via the Emerald investor portal. Upon reasonable request and subject to Emerald obtaining any appropriate consents from third parties, Emerald will arrange an introduction between the Limited Partners and any target company in appropriate circumstances.

(2) **Co-Investment Rights:** The Investment Advisor will use reasonable commercial efforts to enable Anchor Investors and anchor investors from other Emerald funds to invest alongside the Sub-Fund in situations where the AIFM, in conjunction with the Investment Advisor, determines, in its discretion, that an investment opportunity allows for additional investors to participate. Notwithstanding the aforesaid, EIIF, Mandates, other Sector or Parallel Funds (should there be any) and Cornerstone Investors (including cornerstone investors from other Emerald funds) have been or will be given priority in participating in such co-investment opportunities.

(3) **LP Forum:** The opportunity to participate in investor forums that the Investment Advisor, in its sole discretion, determines to hold in regard to the Sub-Fund.

(4) **Limited Partner Advisory & Valuation Committee:** A seat on the LP Advisory & Valuation Committee. The organization, function and authorities of such committee are described under the "LP Advisory & Valuation Committee" section set out in the Prospectus.

(5) **Calls & Meetings**: Each month Emerald will use reasonable commercial effort to host a call with each Anchor Investor to discuss deal flow and other strategically relevant questions. In addition to this, the Emerald team will use reasonable commercial effort to host quarterly joint calls for all Limited Partners to discuss the performance of the Sub-Fund, give a portfolio update and sector trends. Two of such quarterly calls may be replaced with personal meetings at the semi-annual LP Forum.

(6) **Access to the team and network:** During normal business hours, Investing Limited Partners will have reasonable e-mail or phone access to the Emerald team members within the areas of their respective expertise with respect to technologies and developments generally in the range of the Sub-Fund's investment goals. Emerald will also use reasonable commercial efforts to establish or facilitate contacts between Limited

Partners on the one hand and Emerald portfolio companies, deal companies, limited partners or other business contacts on the other hand.

(7) **Secondment:** The opportunity to send (during their LP Investment Period and for a maximum of six months) one secondee to Emerald, provided that such secondment is considered mutually beneficial. Emerald anticipates hosting one secondee at a time and secondments will be allocated on a first come/first serve basis; provided that a Cornerstone Investor will have priority over an Anchor Investor, with respect to secondments that have not yet been allocated. The terms of any secondment are to be mutually agreed.

(8) **Pitch Events and Pitch Event Advisory Committee:** Invitation to venture pitch events of relevant and pre-selected start-ups in line with the focus areas of the Sub-Fund, including an invitation to join such pitch event advisory committee.

(9) **Collaboration Workshops**: Emerald will make tools, processes and resources available to work closely with the Anchor Investors and relevant start-ups with reasonable efforts to achieve tangible business outcome for both sides – be this in the form of pilots, strategic partnerships (joint development or marketing agreements), JVs, direct investments or even acquisitions. Anchor investor participation in collaboration workshops will be limited to 2 attendees per event.

A Cornerstone Investor may receive, during such Limited Partner's LP Investment Period, any one or more of the following benefits and preferences, as determined by the Investment Advisor in its sole discretion:

(1) All the benefits and preferences made available to Anchor Investors as discussed above.

(2) **Targeted Deal Flow:** The Investment Advisor offering reasonable efforts to pro-actively scout technologies, source and assess deal flow in several areas designated by a Cornerstone Investor. Access of such pro-actively sourced deal flow shall remain exclusive to a Cornerstone Investor for a period of 3 months.

(3) **Co-Investment Rights**: The Investment Advisor will use reasonable commercial efforts where the AIFM, in conjunction with the Investment Advisor, determines, in its discretion, that an investment opportunity allows for Cornerstone Investors and cornerstone investors from other Emerald funds to participate and co-invest with the Sub-Fund in an Investment before such opportunity is presented to any person other than EIIF, Mandates or a Sector or Parallel Fund (which would first be presented the co-investment opportunity). Where the Sub-Fund co-invests with other Emerald funds, cornerstone investors in such other Emerald funds will have the same right.

(4) **Secondment:** The opportunity to send (during their LP Investment Period and for a maximum of six months) one or more secondees.

(5) **Bespoke Studies**: On an annual basis, a Cornerstone Investor may request the bespoke preparation and delivery of a market study relevant to sustainable packaging innovation. Market metrics, trends and competitive landscaping will be covered and presented at a confidential workshop. The Investment Advisor will use reasonable commercial efforts to accommodate the subject, site and timing for the preparation of this study and its delivery.

(6) **Pitching Events and Business Development Projects**: If a Cornerstone Investor has a desire to develop bespoke in-house pitching events to address specific packaging-related start-up innovation, the Investment Advisor will once, on an annual-basis, use reasonable commercial efforts to support the sourcing of relevant start-ups, the curation of invited targets and, if requested, will provide an Emerald team-member to be an external judge at such pitching event. The Investment Advisor will also use reasonable commercial efforts to support other business development activities of a Cornerstone Investor, including (but not limited to) advisory input on best practices for CVC operation, M&A curation, and direct-investment diligence in start-up targets that are not potential Portfolio Companies for the Sub-Fund.

(7) **Collaboration Workshops**: Participation in collaboration workshops with multiple attendees.

(8) **Additional Access**: The opportunity, from time to time, to meet with the Advisory Team and the advisors who provide services to the Investment Advisor in connection with

Investments, in an effort to further explore areas of mutual interest, including potential marketing opportunities

Term

The Sub-Fund is a closed-ended fund and the term of the Sub-Fund shall commence on 14 January 2022 and it is anticipated to end 30 calendar years later, on 14 January 2052 (the "**Term**").

The Term may be extended, by up to three additional one year periods, or shortened, at the discretion of the Directors and subject to the approval of the relevant Limited Partners. In accordance with the requirements of the Central Bank, any extension to, or reduction in, the Term shall only be permitted if, of the Limited Partners responding to a request for confirmation, at least 75% of such Limited Partners confirm in writing that they consent to any such extension to, or reduction in, the Term.

The Sub-Fund will be available to accept Commitments from 17 January 2022 and the first Closing Date in respect of the Sub-Fund was 24 February 2022.

Key Man Event

The "Emerald Partners" for the Sub-Fund are Gina Domanig, Markus Moor, Charles Vaslet, Hans Dellenbach, Neil Cameron and Fredric Petit, as well as any person added as an additional Emerald Partner or substituted for an Emerald Partner. An addition of, or substitution for, an Emerald Partner must be approved by a majority of the voting members of the LP Advisory & Valuation Committee in respect of the Sub-Fund.

If at any time there are not at least two Emerald Partners devoting substantially all of their working time (subject to prior professional commitments of such Emerald Partner) to providing investment advisory and other services to the Investment Advisor and its affiliates), a "Key Man Event" will be deemed to have occurred. Upon the occurrence of a Key Man Event, the General Partner will promptly notify the Limited Partners in the Sub-Fund and the LP Investment Periods of all relevant Investing Limited Partners (as defined in the Prospectus) will be suspended (a "**Suspension Period**") . During a Suspension Period the Sub-Fund will not make any Initial Investments (as defined in the Prospectus), other than any Initial Investments the Sub-Fund was contractually committed to make prior to the Suspension Period. If within 120 days of a Key Man Event the LP Advisory & Valuation Committee has approved one or more replacement Emerald Partners so that at least two Emerald Partners are then devoting the requisite business time to the Investment Advisor and its affiliates, the Key Man Event will have been cured and the LP Investment Periods will be resumed. If the Key Man Event is not cured within such 120-day period, each Investing Limited Partner in the Sub-Fund will be given the choice of terminating its LP Investment Period or resuming its LP Investment Period on conditions proposed by the General Partner at that time.

Termination of the Sub-Fund

On expiration of the Term, the General Partner will undertake one of the following actions:

(a) wind-up the Sub-Fund; or
(b) obtain the approval of the Limited Partners in accordance with the section above entitled "Term" to extend the Term for a further finite period.

Following the expiration of the Term, where the Sub-Fund is being wound-up, it is not anticipated that there will be any assets attributable to the Sub-Fund but where there is, the Sub-Fund will commence the realisation of its assets and it is expected that such realisation may take up to 2 calendar years (the "**Realisation Period**") following the end of the Term. During this Realisation Period, the General Partner intends to liquidate the Sub-Fund's entire portfolio of assets (if any) and the proceeds of which shall be distributed to all Partners in accordance with the Partnership Agreement and the Prospectus.

Where the Sub-Fund is wound-up, an application will be made to the Central Bank for the approval of the Sub-Fund to be revoked.

Fees and Expenses

The fees and expenses to be borne by the Sub-Fund are set out in the Prospectus, and in particular within the section entitled: "*Fees and Expenses; Carried Interest and Clawback*".

AIFM Fee

From 1 January 2024 until 30 September 2024 the AIFM was entitled to an AIFM fee payable out of the assets of the Sub-Fund of EUR 75,000 per annum plus an additional charge of 0.02% on invested capital that is in excess of EUR 200m. With effect from 1 October 2024, the AIFM is entitled to an annual alternative investment fund manager's fee (**"AIFM fee**") of EUR 190,000 per annum in aggregate across all Sub-Funds. This accrues and is payable quarterly in arrears.

A minimum annual fee of EUR 40,000 is payable out of the assets of each Sub-Fund. The balance of the AIFM fee is allocated across all Sub-Funds based on their respective quarter end net asset values, subject to a maximum AIFM fee payable out of the assets of each Sub-Fund of EUR 75,000 per annum. This accrues and is payable quarterly in arrears.

The AIFM is also entitled to (a) charge a fee, at normal commercial rates, for its active marketing activities for and on behalf of the Sub-Fund, to be agreed with the General Partner and Emerald and paid out of the assets of the Sub-Fund, and (b) receive out of the assets of the Sub-Fund reasonable and properly vouched expenses.

Administration Fee

The Administrator is entitled to an administration fee of up to 18 basis points *per annum* of the gross assets of the Sub-Fund, subject to a minimum fee of €9,875 per quarter.

Further, the Administrator will charge a General Partner fee of €10,000 *per annum.*

The administration fees shall be payable quarterly in arrears.

The Administrator is also entitled to receive out of the assets of the Sub-Fund, reasonable and vouched out of pocket expenses and disbursements. The Administrator is also entitled to be repaid all of its reasonable agreed upon transaction and other charges which will be at normal commercial rates (plus VAT thereon, if any).

Depositary Fee

The Depositary is entitled to a depositary fee of up to 6 basis points *per annum* of the gross assets of the Sub-Fund, subject to a minimum fee of €6,000 per quarter.

The depositary fees shall be payable monthly in arrears.

The Depositary is also entitled to receive out of the assets of the Sub-Fund, reasonable and vouched out of pocket expenses and disbursements. The Depositary is also entitled to be repaid all of its reasonable agreed upon transaction and other charges which will be at normal commercial rates (plus VAT thereon, if any).

Additional Items

All other information in respect of the Sub-Fund, including information in relation to its management and administration, distributions, dealing, transfers etc. is set out in detail within the Prospectus.

Annex I - Pre-Contractual Disclosure - Article 8 Disclosure Regulation

Pre-contractual disclosure for the financial products referred to in Article 8, paragraphs 1, 2 and 2a, of Regulation (EU) 2019/2088 and Article 6, first paragraph, of Regulation (EU) 2020/852

Product name: Emerald Sustainable Packaging Innovation Fund (referred to as the "**Sub-Fund**")
Legal entity identifier: N/A

Environmental and/or social characteristics

Sustainable investment means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

Sustainability indicators measure how the environmental or social characteristics promoted by the financial product are attained.

Does this financial product have a sustainable investment objective?

☐ **Yes**	☒ **No**
☐ It will make a minimum of **sustainable investments with an environmental objective:** ___%	☒ It **promotes Environmental/Social (E/S) characteristics** and while it does not have as its objective a sustainable investment, it will have a minimum proportion of **50** % of sustainable investments
☐ in economic activities that qualify as environmentally sustainable under the EU Taxonomy	☐ with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy
☐ in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy	☒ with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
	☐ with a social objective
☐ It will make a minimum of **sustainable investments with a social objective:** ___%	☐ It promotes E/S characteristics, but **will not make any sustainable investments**

What environmental and/or social characteristics are promoted by this financial product?

The Sub-Fund promotes the following environmental and social characteristics by integrating environmental, social and governance ("**ESG**") considerations into its due diligence processes and its overall assessment of investment opportunities, as further detailed below: (i) good environmental practices (for example, in relation to GHG emissions, renewable energy consumption, and having environmental policies in place), (ii) gender diversity and equality and (iii) good governance practices.

No index has been designated as a reference benchmark for the purpose of attaining the environmental or social characteristics promoted by the Sub-Fund.

What sustainability indicators are used to measure the attainment of each of the environmental or social characteristics promoted by this financial product?

The Sub-Fund uses an ESG scoring system to measure the attainment of environmental, social, and governance characteristics promoted by the Sub-Fund. Investee companies are required to complete an annual questionnaire, which is used to generate their ESG score and monitor overall ESG performance.

The ESG scoring system used by the Sub-Fund evaluates each portfolio company's overall ESG performance, as well as performance within the three ESG pillars: Environmental, Social, and Governance. The scoring is based on a set of sustainability metrics that are individually assessed and then aggregated to calculate separate scores for Environmental, Social, and Governance performance, as well as an overall ESG score for each company.

These metrics reflect critical sustainability factors and ESG-related policies that are broadly relevant across the sectors in which the Sub-Fund invests. Key metrics include, but are not limited to, greenhouse gas (GHG) emissions, renewable energy consumption, the unadjusted gender pay gap, the percentage of women employees, the percentage of women board members, and the percentage of independent board members.

Additionally, the scoring incorporates the presence of ESG-related policies in place within the portfolio company, such as an ESG policy, environmental policy, health and safety policy, diversity and inclusion policy, human rights policy, and anti-corruption policy.

The Sub-Fund aims to align its questionnaire with best practices in the private markets space, recognizing that ESG reporting is a relatively new and evolving area within the venture capital industry. The Sub-Fund reserves the right to update or modify its ESG scoring system to reflect the latest data and industry standards.

The Sub-Fund actively collaborates with portfolio companies to support and encourage the measurement of key environmental and social indicators, acknowledging that start-ups may currently have limited capabilities for ESG data collection and reporting. This collaboration is intended to help companies set and achieve ESG improvement targets over time.

What are the objectives of the sustainable investments that the financial product partially intends to make and how does the sustainable investment contribute to such objectives?

The Sub-Fund targets companies that primarily focus on delivering products and services that have a direct or enabling contribution to climate change mitigation and to the transition to a circular economy by enabling entirely new products, performance improvements of existing products, enhanced-efficiency, and/or significant cost savings in the areas of sustainable packaging and recycling.

These companies are active in the following segments:

Potentially transformative sustainable packaging and recycling innovations which are based on advanced materials, new device architectures, advanced process technology and industrial software and analytics.

How do the sustainable investments that the financial product partially intends to make, not cause significant harm to any environmental or social sustainable investment objective?

The Sub-Fund ensures that its sustainable investments do not cause significant harm to any environmental or social sustainable investment objective by performing the following assessments:

1. Negative screening: the Sub-Fund will not consider investments in companies engaged in certain activities or industries determined in the Sub-Fund's "**Exclusion List**".

2. ESG Due Diligence and Principal Adverse Impact ("**PAI**") indicators: the Sub-Fund performs an ESG due diligence on potential investee companies covering all relevant environmental, social and governance aspects and will gather information on the mandatory and relevant PAI indicators as part of its assessment to ensure that the sustainable investments do not cause significant harm to any environmental or social sustainable investment objective.

How have the indicators for adverse impacts on sustainability factors been taken into account?

The Sub-Fund collects information on PAI indicators during the due diligence process and evaluates if the potential investment does not constitute significant harm to any environmental or social sustainable investment objective. If the investment team finds the potential for significant harm in any relevant PAI indicator, the investment team provides further clarification and to what extent this can be mitigated and managed by the investee company. In case no satisfactory clarification nor mitigatory measures are possible, the Sub-Fund will no longer consider the investment.

When PAI indicators are not available or applicable (for example, many start up companies have limited capacity to collect ESG data or to implement policies that would be required from larger companies) the investment team will apply qualitative assumptions.

How are the sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights?

The Sub-Fund requires portfolio companies to apply reasonable efforts to comply with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights. An integral part of the ESG due diligence constitutes the assessment of governance, employee relations, and tax compliance, as well as checks of policies and mechanisms to ensure alignment with the above-mentioned standards. In addition, once an investment is made, the Sub-Fund supports portfolio companies to develop their internal policies and procedures to better align with the standards.

Principal adverse impacts are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

The EU Taxonomy sets out a "do not significant harm" principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific EU criteria.

The "do no significant harm" principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

Any other sustainable investments must also not significantly harm any environmental or social objectives.

Does this financial product consider principal adverse impacts on sustainability factors?

- [x] Yes
- [ ] No

The principal adverse impacts on sustainability factors listed in Table 1 of the Commission Delegated Regulation (EU) 2022/1288, as well as certain specified indicators in Tables 2 and 3 are taken into account as appropriate and subject to data availability. Where applicable, the indicators are also used as part of the assessment of sustainable investments to ensure that they do not cause significant harm to any environmental or social sustainable investment objective.

Information relating to the principal adverse impacts on sustainability factors for the Sub-Fund will be made available in an annex to the Sub-Fund's annual report.

What investment strategy does this financial product follow?

The Sub-Fund invests predominantly in businesses in the sustainable packaging and recycling sector and predominantly invests in equity securities of unlisted companies and in certain situations, securities that are convertible into such unlisted equity.

Further information and details on the investment strategy can be found in the Supplement.

The investment strategy guides investment decisions based on factors such as investment objectives and risk tolerance.

What are the binding elements of the investment strategy used to select the investments to attain each of the environmental or social characteristics promoted by this financial product?

As part of the detailed due diligence conducted on each proposed investment opportunity, the Sub-Fund considers ESG risks and opportunities and whether the potential investee company is engaged in certain activities or industries determined by the Sub-Fund to be excluded by reason of a perceived negative impact of such activities on sustainability factors (the "**Exclusion List**"). The results of the ESG due diligence and assessment form an integral part of the Investment Advisor's investment recommendation and are considered when making investment decisions.

Once an investment is made, the Sub-Fund engages with investee companies to encourage the continuous improvement or implementation of ESG best practices, aligned with current and evolving market standards for start-up companies. In most cases, the Sub-Fund will be represented by the Investment Advisor having a representative on the investee company's board of directors, which usually allows the Sub-Fund to gain insight and exercise a certain level of influence over its investee companies. This influence is used to continuously steer companies to adopt and practice good corporate governance as well as to implement risk monitoring and management tools, in order to identify potential ESG risks and to mitigate them pro-actively.

Asset allocation describes the share of investments in specific assets.

The elements of the Sub-Fund's investment strategy which are binding are:

- Application of the Exclusion List (as further detailed above);
- Integration of ESG analysis into investment decision-making processes;
- Active ownership: through continued engagement and collaboration with portfolio companies in relation to ESG matters and board representation (as further outlined above);
- Inclusion of an ESG clause in the term sheet for proposed investments (assuming that the Sub-Fund is leading the transaction) to ensure investee companies' adherence to ESG principles and appropriate disclosure.

The Sub-Fund's Exclusion List includes, amongst other exclusions, the EU Paris-aligned Benchmark exclusions outlined in Commission Delegated Regulation (EU) 2020/1818, and companies which meet the following criteria are excluded for investment by the Sub-Fund:

(a) companies involved in any activities related to controversial weapons (as referred to in international treaties and conventions, United Nations principles and, where applicable, national legislation);
(b) companies involved in the cultivation and production of tobacco;
(c) companies that the Investment Advisor (and/or benchmark administrators, where relevant) find in violation of the United Nations Global Compact (UNGC) principles or the Organisation for Economic Cooperation and Development (OECD) Guidelines for Multinational Enterprises;
(d) companies that derive 1% or more of their revenues from exploration, mining, extraction, distribution or refining of hard coal and lignite;
(e) companies that derive 10% or more of their revenues from the exploration, extraction, distribution or refining of oil fuels;
(f) companies that derive 50% or more of their revenues from the exploration, extraction, manufacturing or distribution of gaseous fuels;
(g) companies that derive 50% or more of their revenues from electricity generation with a greenhouse gas intensity of more than 100 g CO_2 e/kWh.

What is the committed minimum rate to reduce the scope of the investments considered prior to the application of that investment strategy?

The Sub-Fund has not committed to a minimum rate to reduce the scope of the investments considered prior to the application of this investment strategy.

What is the policy to assess good governance practices of the investee companies?

The Sub-Fund utilizes a comprehensive due diligence questionnaire to ensure that the investment team employs a systematic approach to assess good governance in each investment opportunity. The due diligence questionnaire includes multiple sections covering different topics, each of them containing key questions or aspects to be explored by the investment team during the due diligence. The governance aspects covered by the questionnaire include, but are not limited to:

Good governance practices include sound management structures, employee relations, remuneration of staff and tax compliance.

- Organization, management and board structure and composition;
- Human resources management, employee relationships and remuneration;
- Supply chain management;
- Financial statements, tax compliance, insurance coverage, regulatory environment, litigation schedule.

The governance due diligence assessment forms an integral part of the Investment Advisor's investment recommendation. The Sub-Fund considers these practices to be crucial for maintaining an investee company's integrity and resilience, shielding investments from operational, legal, and reputational risks.

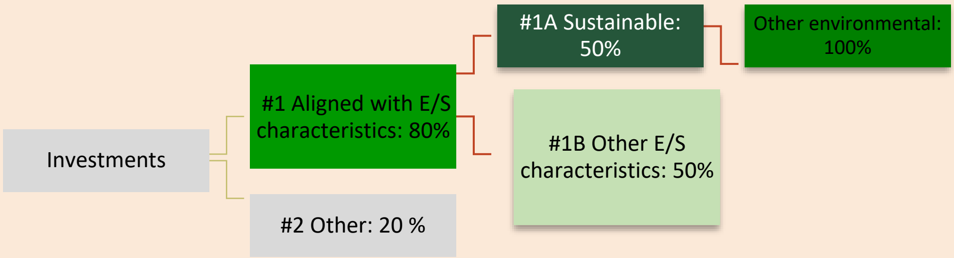
What is the asset allocation planned for this financial product?

Environmental / Social (E/S) Characteristics

The minimum proportion of the Sub-Fund's investments used to meet the E/S characteristics promoted by the Sub-Fund, in accordance with the binding elements of the Sub-Fund's investment strategy, is **80%**.

Sustainable Investments

The minimum proportion of sustainable investments to be made by the Sub-Fund is **50%**.



#1 Aligned with E/S characteristics includes the investments of the financial product used to attain the environmental or social characteristics promoted by the financial product.

#2 Other includes the remaining investments of the financial product which are neither aligned with the environmental or social characteristics, nor are qualified as sustainable investments.

The category **#1 Aligned with E/S characteristics** covers:
- The sub-category **#1A Sustainable** covers sustainable investments with environmental or social objectives.
- The sub-category **#1B Other E/S characteristics** covers investments aligned with the environmental or social characteristics that do not qualify as sustainable investments.

How does the use of derivatives attain the environmental or social characteristics promoted by the financial product?

The Sub-Fund does not use derivatives to attain the environmental or social characteristics promoted.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not include a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not.

To what minimum extent are sustainable investments with an environmental objective aligned with the EU Taxonomy?

The Sub-Fund does not commit to making investments which are aligned with the EU Taxonomy.

The Sub-Fund invests in start up companies worldwide that meet the environmental and social characteristics promoted by the Sub-Fund. The detailed criteria for environmentally sustainable investments within the meaning of the EU Taxonomy are problematic to test and ensure compliance with, both for start up companies and for companies operating outside of the EU.

Does the financial product invest in fossil gas and/or nuclear energy related activities that comply with the EU Taxonomy[1]?

☐ Yes:

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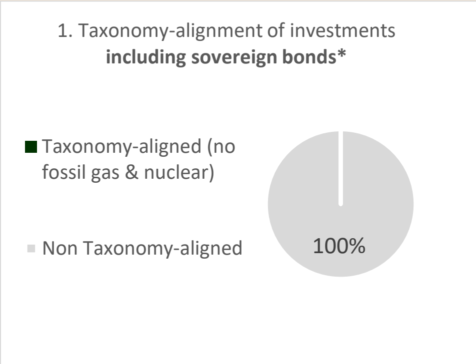
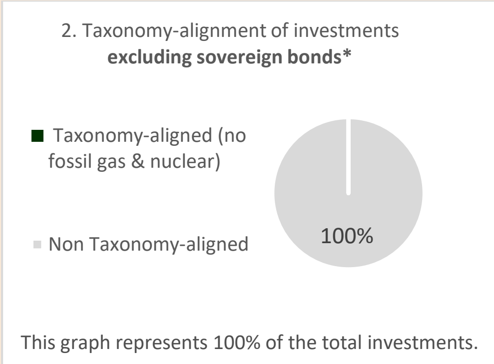
sil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm any EU Taxonomy objective - see explanatory note in the left hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

☐ In fossil gas ☐ In nuclear energy

☒ No

The two graphs below show in green the minimum percentage of investments that are aligned with the EU Taxonomy. As there is no appropriate methodology to determine the Taxonomy-alignment of sovereign bonds*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.





**** For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures.***

What is the minimum share of investments in transitional and enabling activities?

Not applicable.

What is the minimum share of sustainable investments with an environmental objective that are not aligned with the EU Taxonomy?

The minimum proportion of sustainable investments with an environmental objective that are not aligned with the EU Taxonomy is **50%**.

What investments are included under "#2 Other", what is their purpose and are there any minimum environmental or social safeguards?

The **20%** of assets in "other" investments may be comprised of leverage instruments, meaning any method by which the Sub-Fund's exposure is increased whether through borrowing of cash or securities or leverage embedded in derivative positions or by any other means. No environmental or social safeguards are applied in respect of these investments.

Where can I find more product specific information online?

More product-specific information can be found on the website: https://www.tmf-group.com/en/services/fund/tmf-fund-management-ireland-limited