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ABE Capital Partners S.G.E.I.C., S.A.

Participant in the financial markets: ABE CAPITAL PARTNERS SGEIC, S.A.(ABE PRIVATE EQUITY FUND)

Adverse sustainability indicator			Metric	Impact 2022	Impact 2023	Explanation	Actions taken, and actions planned and target set for the next reference period
Climate and other environment-related indicators							
Greenhouse gas emissions	1	GHG emissions	Scope 1 GHG emissions	6.581,71	5.908,46	Total sum of scope 1 issues by all investees.	ABE Capital Partners has adopted a strategy of decarbonisation of its investees, for which it has established measures to reduce direct emissions. Currently only two of its investees generate direct emissions categorised as scope 1.
			Scope 2 GHG emissions	687,57	880,08	Total sum of scope 2 issues by all investees.	The increase in these emissions is due to two causes; on the one hand to an increase in production that implies higher consumption in scope 2 and on the other hand to an error in the 2022 report of one of the investees. Despite the increase in consumption, an improvement in the efficiency of the production process should be highlighted, as energy consumption per unit of production has decreased thanks to the decarbonisation strategy implemented, with which measures have been established to mitigate Scope 2 emissions, such as the change to suppliers with a 100% renewable origin guarantee certificate.
			Scope 3 GHG emissions	86,35	0,01	Total sum of scope 3 issues by all investees.. This scope is currently measured in one of the investees	Within the reduction plan there are measures related to improving efficiency in travel as well as in trade fairs and conferences. Currently, this is a KPI that we only measure as an investment because we have a higher number of employees and therefore a higher number of trips. Thanks to a process of digitalisation of travel management, we have managed to reduce emissions by 2023. In the rest of the investments it has not been considered necessary to measure this indicator due to its low material impact, however in the medium term we will establish monitoring measures which will sequentially lead to higher emissions in this KP
			Total GHG emissions	7355,63*	6.788,55	Total sum of scopes of all investees, without weighting of % of fund investment as they are parallel funds.	
	2	Carbon footprint	Carbon footprint	64,80	43,30	TNCO2	Since investing in an investee, we have prioritised measures to mitigate the effects of climate change. To this end, the measurement of the carbon footprint is an indispensable requirement in our investments, together with its monitoring and reduction measures. The decrease is partly due to the emission reductions achieved and partly because having a new investment increases the value of our investments and therefore this figure is partly diluted.
	3	GHG intensity of investee companies	GHG intensity of investee companies	15621379*	9.722.980,62	TNCO2/€	This GHG intensity ratio of investees is an essential objective for the coming years in order to improve the efficiency of the production processes of the companies in which we invest.
	4	Exposure to companies active in fossil fuel sector	Share of investments in companies active in the fossil fuel sector	0,00%	0,00%	None of our investments are active in the fossil fuel sector	
	5	Share of non-renewable energy compsution and production	Share of non-renewable energy consumption of investee companies from non-renewable energy sources compared to renewable energy sources, expressed as a percentage of total energy sources	47,00%	66,15%	Weighted average of % non-renewable energy consumption versus total energy consumption	ABE Capital Partners, as part of its climate change mitigation strategy, has transferred to its investments the need to increase the % of production and consumption of renewable energy. This year's increase is due to the fact that one of the investees reported an erroneous figure. In two subsidiaries solar panels have been installed, in one of the investments a biomass boiler has been commissioned and in all of them energy supply has been contracted with a 100% renewable energy guarantee.
			Share of non-renewable energy production and non-renewable energy production of investee companies from non-renewable energy sources compared to renewable energy sources, expressed as a percentage of total energy sources	0,00%	0,00%	Currently, none of the investments produce 100% renewable energy. Within the strategic plan of one of the investees is the investment in a renewable energy production plant.	
	6	Energy consumption intensity per high impact climate sector	Energy consumption in GWh per million EUR of revenue of investee companies, per high impact climate sector	0	0	GWh/€	Energy consumption in GWh of turnover is zero.

Biodiversity	7	Activities negatively affecting bio diversity-sensitive areas	Share of investments in investee companies with sites/operations located in or near to biodiversity-sensitive areas where activities of those investee companies negatively affect those areas	37%	28%		None of our investments carry out activities that materially and negatively affect biodiversity, however we do include 2 investees that have controlled sites with measures by waste treatment managers and water emission controls. The amount this year is reduced because the new investment dilutes the influence of the two previous investments.
Water	8	Emissions to water	Tonnes of emissions to water generated by investee companies per million EUR invested, expressed as a weighted average	0	0		Our investees are not materially susceptible to the need for water in their production process. Likewise, there are no emissions into the water. As regards the measurement of water consumption per employee, monitoring is carried out, but these are not significant values due to their size and/or materiality.
Waste	9	Hazardous waste and radioactive waste ratio	Tonnes of hazardous waste and radioactive waste generated by investee companies per million EUR invested, expressed as a weighted average	0	0	TN/€	The ratio of hazardous waste to sales is zero.
Indicators for social and employee, respect for human rights, anti-corruption and anti-bribery matters							
Social and employee matters	10	Violations of UN Global Compact principles and Organisation for Economic Cooperation and De velopment (OECD) Guidelines for Multinational Enterprises	Share of investments in investee companies that have been involved in violations of the UNGC principles or OECD Guidelines for Multinational Enterprises	0	0%	None of the investments have reported breaches of the UN Global Compact principles	ABE Capital Partners promotes adherence to international organisations among its investees. Some of them have become signatories of the Global Compact and will report on their progress in promoting human rights training among their employees.
	11	Lack of processes and compliance mechanisms to monitor compli ance with UN Global Compact principles and OECD Guidelines for Multinational Enterprises	Share of investments in investee companies without policies to monitor compliance with the UNGC principles or OECD Guidelines for Multinational Enterprises or grievance/ complaints handling mechanisms to address violations of the UNGC principles or OECD Guidelines for Multinational Enterprises	0	0%	In all the investees, internal procedures have been developed in compliance with ethical and responsible behaviour, drawing up codes of conduct and anti-corruption policies for greater control and compliance with business ethics.	The measures already established internally will be reinforced by procedures to be developed in this area along the value chain.
	12	Unadjusted gender pay gap	Average unadjusted gender pay gap of investee companies	15,40%	9,39%	This KPI does not take into account the departments or functions performed by each one, so in our opinion it does not reflect a real pay gap, as it would have to be done by equal departments or functions, and in some of our investees, due to their size or casuistry, it does not make sense at present.	Following the reports of an independent expert on the existence of the pay gap for similar functions and the necessary measures to make it zero, the first results can already be seen with a slight decrease in the gap.
	13	Board gender diversity	Average ratio of female to male board members in investee companies, expressed as a percentage of all board members	0	13%	During 2032, the number of women at the Board of Members of our investees has increased	There are medium-term measures to incorporate greater diversity on boards both through gender diversity and the search for independent directors. ABE Capital Partners is encouraging the search for certain profiles to subsequently incorporate them on Boards of Directors.
	14	Exposure to controversial weap ons (anti-personnel mines, cluster munitions, chemical weapons and biological weapons)	Share of investments in investee companies involved in the manufacture or selling of controversial weapons	0	0%		No investments are related to the arms sector. The list of activities excluded from the scope of investment are listed in our responsible investment policy.
Climate change-related indicators and other additional environment-related indicators							
		Adverse impact on sustainability factors (qualitative or quantitative)	**Metric**		**Impact 2023**	**Explanation**	**Actions taken, and actions planned and target set for the next reference period**
Water, waste and material emissions	15	Exposure to areas of high water stress	Share of investments in companies with headquarters located in areas of high water stress without a water management policy	0%	0%		No investments are located in areas of high water stress. ABE Capital Partners is aware of the current importance of water management and is committed to improving any process related to water use in its investees.
Additional indicators on social and employee matters, respect for human rights, and the fight against corruption and bribery.							
Social and employee matters	16	Investments in companies without workplace accident prevention policies	Share of investments in companies with no workplace accident prevention policies	0%	0%		All the investments made have prevention policies in place in the workplaces.
Human Rights	17	Absence of anti-corruption and anti-bribery policies	Proportion of investments in entities without anti-corruption and anti-bribery policies consistent with UNCAC	0%	0%		Measures established for the development of an anti-corruption policy in each investee.

Note: This is the second year of the Principal Adverse Incidents report that ABE Capital Partners publishes on a voluntary basis in order to provide maximum transparency and consistency over the medium to long term of the KPIS included.

Note*: Last year the data for 2022 was reported without calculating it on the value of investments, therefore, it does not coincide with the Statement of Principal Adverse Incidents published by ABE in 2023. This year would already be corrected to obtain a comparison with the

STATEMENT ON THE MAIN ADVERSE IMPACTS OF INVESTMENT DECISIONS ON SUSTAINABILITY FACTORS ABE PRIVATE EQUITY FUND

ABE PRIVATE EQUITY FUND

ABE Capital Partners, SGEIC, the Management Company currently managing the ABE PRIVATE EQUITY FUND, composed of two investment vehicles, in compliance with the sustainability risk policy of the EU Regulation 2019/2088 of the European Parliament on disclosure of information in the financial services sector, has developed a responsible investment policy describing how it integrates sustainability risks into ABE Capital's governance and investment process. Furthermore, ABE Capital, in its quest for best practice in sustainability in investment decisions, for greater unification and transparency in sustainability metrics, has decided to take into account the integration of Material Adverse Events into investment decisions.

Annual Information on Principal Adverse Impacts

In accordance with the EU Delegated Regulation 2022/1288 which specifies the content, methods and reporting of information regarding sustainability indicators and adverse incidents, ABE Capital Partners monitors, collects and will report annually on the following Principal Adverse Impacts:

1. Greenhouse gas (GHG) emissions.
2. Carbon footprint.
3. Greenhouse gas intensity of investee companies.
4. Exposure to companies active in fossil fuels.
5. Share of non-renewable energy production and consumption.
6. Energy consumption intensity by sector with high climate impact.
7. Activities negatively affecting sensitive areas in terms of biodiversity.
8. Emissions to water
9. Ratio of hazardous waste and radioactive waste.
10. Violations of the principles of the UN Global Compact and the Organisation for Economic Co-operation and Development (OECD) Guidelines for Multinational Enterprises.
11. Absence of processes and compliance mechanisms to monitor compliance with the principles of the UN Global Compact and the OECD Guidelines for Multinational Enterprises.
12. Unadjusted gender pay gap.
13. Gender diversity of the board of directors.
14. Exposure to controversial weapons (landmines, cluster munitions, chemical and biological weapons).

15. Exposure to areas of high-water stress
16. Investments in companies without workplace accident prevention policies
17. Absence of anti-corruption and anti-bribery policies

Integration of Major Adverse Events and Sustainability Risks.

The Management Company integrates sustainability risks and the analysis of adverse sustainability events at all stages of the investment process.

Origination

The Management Company excludes a number of activities from its investment universe as it considers them to be contrary to its responsible investment principles and to involve a high reputational risk. Examples of these activities are companies related to: the production and marketing of tobacco; alcoholic beverages; arms and ammunition; gambling; research, development or technical application related to human cloning or genetic modification of organisms. Further information on exclusions can be found in our responsible investment policy at https://www.abe-cp.com/es/inversion-responsable.

Due Diligence

The Management Company performs due diligence in relation to each of its investments to analyse:

(a) the main risks and adverse impacts, including: (i) environmental impact of the company; (ii) occupational health and safety; (iii) anti-corruption practices and policies; and (iv) compliance with human rights and principles of the UN Global Compact and ILO core treaties; and
(b) sustainability opportunities for the operation, in relation to (i) improving operational efficiency (ii) opportunities for new product or service development, (iii) enhancing brand image, and (iv) achieving a more motivated and productive workforce.

The objective is for the investment committee to make its decisions taking into account material risks and adverse events and the company's ability to manage them and address the identified opportunities.

If contingencies arise as a result of the analysis at this stage, they will be taken into account in the negotiation and their resolution will be required at least as a "best effort" in the relevant contracts.

Investment process

Based on the findings of the ESG Due Diligence and the subsequent documentation supporting the investment decision, the Management Company prepares a work plan with ESG initiatives that respond to the identified risks and opportunities.

Regular follow-up is also conducted with the investee's management team to monitor the financial/operational performance and progress of the initiatives, as well as the ESG risks and recommendations identified in the Due Diligence phase or agreed at a later stage.

To this end, (i) an ESG officer is appointed for each investee, (ii) ESG KPIs are defined to track the evolution of the main risks and adverse incidents, (iii) this matter is included as an item on the Board's agenda, and (iv) in the event of material ESG incidents that could seriously affect the reputation of the manager or its investors, they are immediately informed and the incident management measures that are put in place are immediately reported to them.

incident management measures that are put in place.

In addition, annual ESG training is provided to ABE Capital Partners' staff.

Divestment process

As part of the preparatory activities for the sale of an investee, an evaluation of ESG achievements will be carried out to demonstrate the value creation achieved.

References to international standards

ABE Capital Partners has been a signatory to the UNPRI since its incorporation and therefore includes compliance with the six principles promoted by this organisation in its responsible investment policy. Likewise, in order to provide greater transparency of information, it reports annually on the Transparency Report, an evaluation that this organisation encourages its signatories to complete in terms of sustainability.

In 2022, the Management Company became a member of the Global Compact, committing to comply with the principles it establishes and undertaking to promote it among its investees and stakeholders. This organisation also promotes the preparation of a report called COP, which ABE Capital Partners reported for the first time in 2023.

So far, forward-looking climate scenarios have not been considered to have a direct influence, however, aligning upcoming investment decisions with TCFD recommendations on climate risks is currently being considered as a best market practice.