

NO CONSIDERATION OF SUSTAINABILITY ADVERSE IMPACTS

Critical Ventures (“CVT”) is a financial market participant that does not fulfill the requirements set out in paragraphs 3 and 4 of article 4 of the Regulation (EU) 2019/2088, of the European Parliament and of the Council, of 27 November 2019 (“SFDR”).

Considering this and accordingly with the paragraph 1(b) of article 4 of the Regulation (EU) 2019/2088, of the European Parliament and of the Council and in compliance with article 12 of Commission Delegated Regulation (EU) 2022/1288 of 6 April 2022, CVT hereby states that does not formally and currently considers adverse impacts of investment decisions on sustainability factors as recommended by the Commission Delegated Regulation (EU) 2022/1288 of 6 April 2022 (“DR SFDR Template” - Annex I).

The majority of CVT’s investments is done at a very early stage in companies. These companies, due to their size, development stage and limited resources, are not yet able to provide an adequately information required from the Delegated Regulation.

Furthermore, the publicly available data of the main indicators that must be considered in the identification of adverse impacts is still in its early stages, lacks the necessary precision, accuracy and comparability. Additionally, the third parties’ providers/external data sources face similar difficulties in obtaining comprehensive data, and its associated costs are deemed to be disproportionately high.

Despite this fact, CVT continues to actively uphold to Sustainability and Environmental, Social and Governance (“ESG”) principles. To ensure the effective and consistent application of this approach, CVT operates an ESG Integration Policy which details how ESG considerations are taken into account throughout it’s investment process, from the stage of assessment opportunities, do investments and manages exits.

CVT commits to conduct an annual assessment of the referred main challenges on this matter and will adjust its approach as necessary based on evolving circumstances.

28 June 2024