

Vanir Equities I AS

Website Product Disclosure

(In accordance with Article 10(1) of Regulation (EU) 2019/2088)

Summary

Vanir Equities I AS (the **Fund**) is an alternative investment fund that will only be marketed to professional investors in Norway.

The Fund promotes environmental and social characteristics but does not commit to make any sustainable investments. The primary focus of the Fund will be investments in companies that operate within CO₂ removal, renewable energy and/or green technologies. The Fund shall invest in securities across the energy transition value chains, and, as such, make investments linked in or linked to the sectors extraction, refining, OEMs, energy production, energy systems, energy storage, recycling and carbon as well as tech, software, services and logistics enabling the energy transition.

All investments made by the Fund will be used to meet the environmental and social characteristics promoted by the Fund. The environmental and social characteristics promoted by the Fund will mainly be measured and monitored by obtaining data from publicly available information for the listed portfolio companies. The attainment of the environmental and social characteristics promoted by the Fund is not expected to be affected by limitations to methodologies or data.

See Appendix 1 for a Norwegian translation of this summary.

No sustainable investment objective

The Fund promotes environmental and social characteristics but does not have as its objective sustainable investment.

Environmental or social characteristics of the financial product

The Fund promotes environmental and social characteristics by aiming to invest in companies operating within the energy transition value chains. The Fund will seek to make investments within CO₂ removal, renewable energy and/or green technologies with the potential to contribute to decarbonization of energy systems and industrial processes. The Fund is committed to equal opportunities and support all portfolio companies to foster a culture of transparency and accountability on ESG.

Investment strategy

The Fund seeks to make equity, equity-related and debt investments in primarily public companies listed on regulated stock exchanges in the EU and the UK. The primary focus of the Fund will be investments in companies that operate within CO₂ removal, renewable energy and/or green technologies. The Fund will seek to invest in securities across the energy transition value chains, and, as such, make investments linked in or linked to the sectors extraction, refining, OEMs, energy production, energy systems, energy storage, recycling and carbon as well as tech, software, services and logistics enabling the energy transition.

The Fund's portfolio is expected, under normal circumstances, to hold 15 – 20 investments at any given time.

Vanir expects that the Fund will hold most of its investments over several years, and as a result of that, new investments will be initiated relatively infrequently. Investments will be sold when their attractiveness, in Vanir's opinion, no longer warrants continued exposure.

Proportion of investments

All investments made by the Fund will be used to meet the environmental and social characteristics promoted by the Fund. All exposure is expected to be direct.

Monitoring of environmental and social characteristics

To measure the Fund's attainment of environmental and social characteristics, the following indicators will be used:

Environmental characteristics

- **Co2 removal**
 - Avoided emissions
 - Total carbon footprint
 - Carbon intensity
- **Renewable energy and/or green technologies**
 - Renewable energy capacity built or contracted to be built

Social characteristics

- Gender diversity at board level and management level
- Transparency and reporting (number of sustainability reports published)
- Compliance policies implemented

The sustainability indicators are mainly monitored by the regular reporting requirements that listed companies are subject to, and through different indexes and ratings. The sustainability indicators are generally reviewed and assessed internally. Companies in which the Fund shall seek to invest in will usually report on these indicators in conjunction with their annual report and the Fund will as such obtain the data once per year as a minimum from the portfolio companies.

Methodologies

Based on the concrete investment, various methodologies will be used to measure how the environmental and social characteristics promoted by the Fund are met. All methodologies used shall focus on the sustainability indicators set out above.

Data sources and processing

Vanir will seek to ensure that all data collected is accurate. Data will mainly be processed internally but, if necessary, third parties will be used to collect and process data. Vanir expect data to typically be provided directly from the portfolio companies through its reporting requirements. Annual reports and/or sustainability reports will typically be the source of data. Vanir expects that only a minor proportion of the data collected by the Fund will need to be estimated.

Limitation to methodologies and data

The Fund will mainly target equity, equity-related and debt instruments listed on regulated stock exchanges in the EU or the UK. As public companies are subject to extensive reporting requirements, Vanir expects a high degree of quality and availability of data from its portfolio companies. Limitations to the methodologies are therefore expected to be limited, and Vanir does not expect that the attainment of the environmental and social characteristics promoted by the Fund will be affected by any limitations.

Due diligence

The Fund shall seek to make equity, equity-related and debt investments in primarily public companies listed on regulated stock exchanges in the EU and the UK. At the initial phase of an investment decision making process screening will be carried out to identify companies with a potential to contribute to the environmental and social characteristics promoted by the fund. Based in this, the Manager will refrain from proceeding with certain prospective investments. Further, the Manager will carry out an industry and company analysis to consider the prospective investments. This analysis will consider key areas such as the respective company's employees, strategy and technology. Analysing the social characteristics of a potential investment target will be part of the company analysis and may result in the Manager refraining from proceeding with certain prospective investments.

For acquisitions of publicly listed companies, the screening and analysis of the investment decision process may be based on indexes, ratings and other publicly available data. For acquisitions of unlisted securities and acquisitions from other entities in the Vanir Group, the Manager's investment decision making process will be based on other forms of in-depth information, such as an ESG due diligence, and the Fund's legal advisor shall prepare a compliance report confirming that relevant issues have been adequately dealt with.

Engagement policies

The Fund will primarily invest in companies listed on regulated stock exchanges in the EU and the UK and does therefore not have an engagement policy. However, the Fund, will monitor all its portfolio companies to ensure alignment with the environmental and social characteristics promoted by the Fund.

Designated reference benchmark

The Fund will be actively managed by Vanir Asset Management AS without a reference to a benchmark.

Date	Version	Amendment
15.09.2023	1	Publication of disclosure

Appendix 1

Language	Summary
Norwegian	<p>Vanir Equities I AS (Fondet) er et alternativt investeringsfond som kun skal markedsføres til profesjonelle investorer i Norge.</p> <p>Fondet fremmer miljømessige og sosiale egenskaper, men forplikter seg ikke til å gjøre bærekraftige investeringer. Fondets hovedfokus vil være investeringer i selskaper som opererer innen CO2-fjerning, fornybar energi og/eller grønne teknologier. Fondet skal investere i børsnoterte selskaper på tvers av verdikjedene for energiomstilling, og som sådan foreta investeringer innenfor eller knyttet til sektorene utvinning, raffinering, OEM-er, energiproduksjon, energisystemer, energilagring, resirkulering og karbon samt teknologi, programvare, tjenester og logistikk som muliggjør energiomstillingen.</p> <p>Alle Fondets investeringer vil bli brukt til å møte de miljømessige og sosiale egenskapene som Fondet fremmer. De miljømessige og sosiale egenskapene som fremmes av Fondet vil hovedsakelig bli målt og overvåket ved å innhente data fra offentlig tilgjengelig informasjon for de børsnoterte porteføljeselskapene. Oppnåelsen av de miljømessige og sosiale egenskapene som fremmes av Fondet forventes ikke å bli påvirket av begrensninger i metodologier eller data.</p>