

# **BLUE LIKE AN ORANGE** **Sustainable Capital**

## **Sustainability Disclosures**

Principle Adverse Impact Statement (PAI)  
Article 4 of SFDR Regulation (EU) 2019/2088

Blue like an Orange Sustainable Capital Fund SICAV-SIF SCS - Blue like an Orange Sustainable Capital Latin America Fund I ("Sub-Fund I"), LEI 222100TG2JLU3NSYKH12 considers principal adverse impacts of its investment decisions on sustainability factors. The present statement is the consolidated statement on principal adverse impacts on sustainability factors of Blue like an Orange Sustainable Capital Fund SICAV SIF SCS.

This statement on principal adverse impacts on sustainability factors covers the reference period from *1 January to 31 December 2022*.

Indicators applicable to investments in investee companies

Adverse sustainability indicator	Metric	Impact year 2022	Impact year 2021	Explanation	Actions taken, and actions planned and targets set for the next reference period
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CLIMATE AND OTHER ENVIRONMENT-RELATED INDICATORS

Greenhouse gas emissions	1. GHG emissions	Scope 1 GHG emissions	132.53 tCO <sub>2</sub> eq	Not available	An Environmental Management Plan is expected from all the portfolio companies	
		Scope 2 GHG emissions	1 323.41 tCO <sub>2</sub> eq	Not available	An Environmental Management Plan is expected from all the portfolio companies	
		Scope 3 GHG emissions	3 423.51 tCO <sub>2</sub> eq	Not available	An Environmental Management Plan is expected from all the portfolio companies	
		Total GHG emissions	4 879.45 tCO <sub>2</sub> eq	Not available	An Environmental Management Plan is expected from all the portfolio companies	
	2. Carbon footprint	Carbon footprint	45.61 tCO <sub>2</sub> eq/ M€ invested	Not available	An Environmental Management Plan is expected from all the portfolio companies	
	3. GHG intensity of investee companies	GHG intensity of investee companies	240.69 tCO <sub>2</sub> eq/ M € of investee company revenue	Not available	An Environmental Management Plan is expected from all the portfolio companies	
	4. Exposure to companies active in the fossil fuel sector	Share of investments in companies active in the fossil fuel sector	0.00%	Not available	No action needed	
5. Share of non-renewable energy consumption and production	Share of non-renewable energy consumption 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	85.22%	Not available	None		
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	Section A – Agriculture, forestry and fishing: 0.4449 GWh/M€ Section H – Transportation and storage: 0.0008 GWh/M€	Not available	None		
Energy performance	Additional indicator - Breakdown of energy consumption by type of non-renewable sources of energy (%)	Share of energy from non-renewable sources used by investee companies broken down by each non-renewable energy source:				
		Share of Non-renewable electricity	79.71%	Not available	None	
		Share of Gasoline	1.36%	Not available	None	
		Share of Diesel	1.22%	Not available	None	
		Share of Natural gas	0.00%	Not available	None	
		Share of Butane (Liquefied Petroleum Gas)	0.00%	Not available	None	
		Share of Propane	0.00%	Not available	None	
		Share of Domestic and Heavy Fuels	0.00%	Not available	None	
		Share of Heating from district heating network	0.00%	Not available	None	
		Share of Cooling from district cooling network	0.00%	Not available	None	
Share of Other energies - non-renewables	0.00%	Not available	None			
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	0.00%	Not available	No action needed	
Water	8. Emissions to water	Tonnes of emissions to water generated by investee companies per million EUR invested, expressed as a weighted average	0.03 t/M€ invested	Not available	An Environmental Management Plan is expected from all the portfolio companies	
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	0.08 t/M€ invested	Not available	An Environmental Management Plan is expected from all the portfolio companies	

Adverse sustainability indicator	Metric	Impact year 2022	Impact year 2021	Explanation	Actions taken, and actions planned and targets set for the next reference period
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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 Development (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	0.00%	Not available		No action needed
	11. Lack of processes and compliance mechanisms to monitor compliance 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	0.00%	Not available		No action needed
	12. Unadjusted gender pay gap	Average unadjusted gender pay gap of investee companies	14.30%	Not available		Discussed during the management portfolio companies during annual sustainability meetings. The Fund reference target set and communicated is to put an end to gender pay gap.
	13. Board gender diversity	Average ratio of female to male board members in investee companies, expressed as a percentage of all board members	19.76%	Not available		Discussed during the management portfolio companies during annual sustainability meetings. The Fund reference target set and communicated is board gender parity.
	14. Exposure to controversial weapons (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	0.00%	Not available		Controversial weapons are part of the Sub-Fund's Exclusion List.
	Additional indicator - Rate of accidents (number per million working hours)	Rate of accidents in investee companies expressed as a weighted average	0.32 per million working hours	Not available		Discussed during the management portfolio companies during annual sustainability meetings.
Anti-corruption and anti-bribery	Additional indicator - Lack of anti-corruption and anti-bribery policies (%)	Share of investments in entities without policies on anti-corruption and anti-bribery consistent with the United Nations Convention against Corruption	0.00%	Not available		No action needed

#### Description of policies to identify and prioritise principal adverse impacts on sustainability factors

*In order to avoid significant harm of investment decisions on sustainability factors, Blue like an Orange is committed to implement a due diligence policy on adverse sustainability impacts that includes, among others, engagement policies and investment restrictions applicable in the investment process and monitoring of the portfolio companies.*

*As part of its due diligence policies, Blue like an Orange will perform a KYC and ethical check and an Environmental and Social assessment in order identify and prioritize:*

*- environmental, social and governance events or conditions which, if it occurs, could cause a material negative impact on the value of the investment; or / and*

*- activities of the investment that could have negative effects on sustainability factors (subject matters include environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters)*

*The E&S due diligence is based on Performance Standards ("PS") developed by International Finance Corporation (IFC) in 2012.*

#### Engagement policies

*As a provider of mezzanine financing, Blue like an Orange does not have a voting right at General Annual meeting of its investee companies.*

*As part of its due diligence process, Blue like an Orange will use commercially reasonable efforts to ascertain that, up to its knowledge, the Fund's investment decisions do not constitute what it considers, in its sole discretion, to be a socially irresponsible and unethical investment, which will notably include, as a minimum, the following:*

*a. investing in any company, the core business of which is directly engaged in activities resulting in severe and/or systematic breaches of conventions, norms or protocols to which France is a signatory and which are internationally recognized, where such severe and/or systematic breaches have been evidenced by a decision of a court or another official source such as the UN, the OECD or governments;*

*b. investing in any company that engages in material and/or systematic corruption where such material and/or systematic corruption has been evidenced by a decision of a court or another official source such as the UN, the OECD or governments;*

*c. investing in any company that deliberately and repeatedly violates the law laid down by the national/governmental authorities in the markets in which such company or corporation operates, where such violation has been evidenced by a decision of a court or another official source such as the UN, the OECD or governments;*

*d. investing in any company that is directly involved in the activity of prostitution or procuring of prostitutes; or*

*e. investing in any company, the core business of which is directly engaged in coal-based activities, including, but not limited to, coal extraction and/or coal power generation and/or electricity via a coal powered plant and/or coal mining activities.*

*In addition, each potential deal is screened against (i) the APSA exclusion list, listing activities that the fund could not engage in and (ii) the country restriction list and the country monitoring list, listing non-cooperative countries.*

#### References to international standards

*Alignment of contemplated investments with OECD Guidelines for Multinational Enterprises and UN Guiding Principles on Business and Human Rights is assessed during the due diligence phase. Investments involved in violations of OECD guidelines and human rights are excluded as per investment exclusions. For investments on which the Sub-Fund decides to proceed, any gap relating to OECD guidelines and UN guiding Principles are included in the E&S action plan. As mentioned above, portfolio companies need to report on an annual basis on "Violations of UN Global Compact principles and Organisation for Economic Cooperation and Development (OECD) Guidelines for Multinational Enterprises" and "Lack of processes and compliance mechanisms to monitor compliance with UN Global Compact principles and OECD Guidelines for Multinational Enterprises".*

#### Historical comparison

Since 2022 is the first period for which information has been disclosed, an historical comparison will only be possible as of 2023.