

ANNEX V

Periodic disclosure for the financial products referred to in Article 9, paragraphs 1 to 4a, of Regulation (EU) 2019/2088 and Article 5, first paragraph, of Regulation (EU) 2020/852

Product name: Katapult Ocean Deep Blue Fund 1

Legal entity identifier: Org.nr 928 612 260

Sustainable investment objective

Did this financial product have a sustainable investment objective? *[tick and fill in as relevant, the percentage figure represents the sustainable investments]*

<input checked="" type="radio"/> <input checked="" type="radio"/> <input checked="" type="checkbox"/> Yes	<input type="radio"/> <input type="radio"/> <input type="checkbox"/> No
<p><input checked="" type="checkbox"/> It made sustainable investments with an environmental objective: 100 %</p> <p><input type="text" value="0%"/> in economic activities that qualify as environmentally sustainable under the EU Taxonomy</p> <p><input type="text" value="100%"/> in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy</p> <p><input type="checkbox"/> It made sustainable investments with a social objective: ___%</p>	<p><input type="checkbox"/> It promoted Environmental/Social (E/S) characteristics and while it did not have as its objective a sustainable investment, it had a proportion of ___% of sustainable investments</p> <p><input type="checkbox"/> with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy</p> <p><input type="checkbox"/> with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy</p> <p><input type="checkbox"/> with a social objective</p> <p><input type="checkbox"/> It promoted E/S characteristics, but did not make any sustainable investments</p>

To what extent was the sustainable investment objective of this financial product met?

The objective of the Fund is investing for measurable market returns and positive environmental impacts within ocean domains. To achieve its objective the Fund will invest in companies with business models which aim to solve climate and biodiversity challenges, and/or provide sustainable sources of food, materials, and clean water.

Such opportunities operate within domains such as Ocean organics (seaweed, algae, alternative proteins, organic materials), Energy systems (wind, solar, wave, tidal propulsion systems, fuel types, storage, enabling technologies) and Circular resources (ocean regeneration and biodiversity, clean water, and waste management).

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.

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. they promote.



Sustainability

indicators measure how the sustainable objectives of this financial product are attained.

The Fund has not designated a reference benchmark for the purpose of attaining the sustainable investment objective since no relevant benchmark currently exists. The sustainable investment objectives are considered to be attained through the Fund investing according to its investment strategy and applying the sustainability indicators listed below to monitor the Funds' performance.

● **How did the sustainability indicators perform?**

The fund is investing in early stage companies with a positive impact on the ocean. The companies contribution is measured by using the Ocean Impact Navigator's impact metrics. Please see the reported metrics from the fund's Portfolio companies in the table under.

Ocean Impact Navigator KPI results

Sustainably managed ocean resources		2024 (2023)	Towards 1.5 °C		2024 (2023)
1.1	Volume of biomass preserved or restored	634.2t (339t)	4.1	GHG emissions reduced or avoided	71468.7 tCO2e (160 679.8 tCO2e)
1.2	Volume of seafood waste reduced	140.6t (140t)	4.2	GHG emissions generated	694.1 tCO2e (4740.5 tCO2e)
1.3	Welfare of Marine Life	N/A (N/A)	4.3	Carbon sequestered	0.1 tCO2e (0 tCO2e)
1.4	Tonnes of ocean-based seaweed and bivalves produced.	543t (235.2t)	Climate-resilient coastal communities		
A Clean Ocean			5.1	Length of coastline protected	500 km (394 km)
2.1	Volume of primary micro-plastics diverted from nature (or landfill).	4109kg (96.7kg)	5.2	Use of ocean information products/services in decision-making to support climate adaptation & resilience	N/A (N/A)
2.2	Volume of macro-plastics diverted from nature (or landfill).	13 055 (8830.6 t)	5.3	Number of people supported to adapt to climate change	17 735 (11 243)
2.3	Nitrogen / Phosphorous pollution mitigated (i.e. reduced, avoided or bioremediated).	2.2t (690.9t)	Positive socio economic outcomes		
2.4	Volume of contaminated wastewater from land-based sources diverted from waterways	0t (0t)	6.1	Number of jobs created	1158 (1881)
2.5	Invasive species reduced or avoided.	N/A (N/A)	6.2	People completing education/training programmes	5351 (770)
2.6	Reduction in [other pollution] (e.g. heavy metals, chemicals, sound, etc).	661.9 kg/year (67.5kg/year)	6.3	Share of employees that are women (average)	27.9 % (28.2%)
2.7	NOx emissions mitigated	79.8t (62.8t)	6.4	Share of employees that are women in management positions.	22.7 % (25.0%)
2.8	Sox emissions mitigated	602t (600t)	6.5	Share of employees in management positions from underrepresented or marginalized groups.	9.4 % (11.0%)
2.9	Particulate emissions mitigated.	0t (0t)	6.6	Ratios of average entry level wage compared to local minimum wage at significant locations of operation	N/A (N/A)
Thriving and Restored Marine Habitats			6.7	Enhanced food security. (number of companies describing how they work with this)	14 (11)
3.1	Area of coral reefs protected or restored	7110.8 Ha (7110.8 Ha)	6.8	Number of people in a coastal area (within 50km of the coast) with increased economic opportunities (either through new jobs or increased incomes).	8102 (7161)
3.2	Area of mangroves protected or restored	1010 Ha (1560 Ha)	6.9	[Other] positive socio-economic outcome.	N/A (N/A)
3.3	Area of seagrasses protected or restored	0 Ha (200.1 Ha)	<small>*These results are based on reporting from 58.7% (44.7%) of our portfolio companies. Several companies have not yet started production and therefore cannot report on impact KPIs related to these impact areas. We request all portfolio companies to report the milestones for when they will be able to start reporting, and on which KPIs. Some companies are struggling to survive as a company and hence we have not pushed them to report their impact. The qualitative reported impact has not been summarized in this table. For more info about the metrics and calculation methods, please have a look at the Ocean Impact Navigator technical appendix.</small>		
3.4	Area of salt marshes protected or restored	0 Ha (0 Ha)			
3.5	Area of kelp forests protected or restored	0.1 Ha (0 Ha)			
3.6	Area of [other] habitat protected or restored	9768128 Ha (0 Ha)			



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.

● **...and compared to previous periods?**

Please see the 2023 reported results in brackets.

● **How did the sustainable investments not cause significant harm to any sustainable investment objective?**

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

All the companies in this fund reported on the indicators for adverse impacts

on sustainability factors to ensure that they do no significant harm. As mentioned in the pre-contractual disclosures, not all of these metrics make sense for them to report on as the companies are early-stage and pre-growth. We're encouraging the companies to measure the most material of their scope 1-3 emissions to limit their time and cost of this reporting. Some of the portfolio companies may increase their emissions as they scale, but we want them to track and monitor their emissions to always keep them as low as possible. All companies should, within a few years, have a net-positive impact and contribute to solutions.

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

As the companies we invest in are early stage, all governance policies are not in place at the time of investment. Still, we track if the Fund's investments are aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights, and ask them to report on their governance.

How did this financial product consider principal adverse impacts on sustainability factors?

The companies we have invested in from this fund are asked to report on the PAI's and good governance metrics. Please see the report further below.



What were the top investments of this financial product?

The list includes the investments constituting the greatest proportion of investments of the financial product during the reference period which is:

Largest investments	Sector	% Assets	Country
<i>Company 1</i>	<i>Food & Water</i>	<i>6.5</i>	<i>Iceland</i>
<i>Company 2</i>	<i>Clean Energy</i>	<i>5.8</i>	<i>UK</i>
<i>Company 3</i>	<i>Circular Resources</i>	<i>5.8</i>	<i>Italy</i>
<i>Company 4</i>	<i>Circular Resources</i>	<i>5.7</i>	<i>UK</i>
<i>Company 5</i>	<i>Circular Resources</i>	<i>4.9</i>	<i>USA</i>
<i>Company 6</i>	<i>Clean Energy</i>	<i>3.1</i>	<i>The Netherlands</i>
<i>Company 7</i>	<i>Transportation</i>	<i>2.8</i>	<i>Norway</i>
<i>Company 8</i>	<i>Transportation</i>	<i>2.7</i>	<i>Norway</i>
<i>Company 9</i>	<i>Clean Energy</i>	<i>2.6</i>	<i>The Netherlands</i>
<i>Company 10</i>	<i>Food & Water</i>	<i>2.5</i>	<i>UK</i>
<i>Company 11</i>	<i>Clean Energy</i>	<i>2.4</i>	<i>USA</i>
<i>Company 12</i>	<i>Transportation</i>	<i>2.3</i>	<i>Norway</i>
<i>Company 13</i>	<i>Food & Water</i>	<i>2.3</i>	<i>Portugal</i>
<i>Company 14</i>	<i>Food & Water</i>	<i>2.2</i>	<i>USA</i>

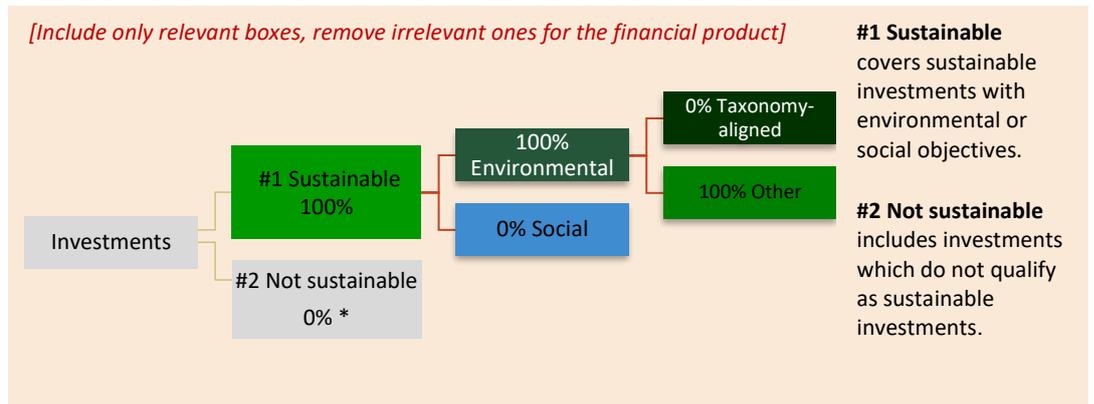
Company 15	Clean Energy	2.0	UK



What was the proportion of sustainability-related investments?

This financial product made 100% sustainable-related investments.

What was the asset allocation?



In which economic sectors were the investments made?

During the reference period, the fund invested in the following sectors and subsectors.

The Fund has done its investments within the following subsectors:

- Clean energy
- Transportation
- Food & Water
- Circular resources

Each portfolio company is categorised with a NACE code, but the sectors above give a better overview of the Fund's investments.



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

Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy¹²?

Yes:

¹² Fossil 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 no significant harm to 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.

Asset allocation describes the share of investments in specific assets.

[Include note for the financial products referred to in Article 5, first paragraph, of Regulation (EU) 2020/852.

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

Enabling activities directly enable other activities to make a substantial contribution to an environmental objective

Transitional activities are economic activities for which low-carbon alternatives are not yet available and that have greenhouse gas emission levels corresponding to the best performance.

In fossil gas In nuclear energy

No

[include note only for the financial products referred to in Article 5, first paragraph, of Regulation (EU) 2020/852

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies
- **capital expenditure** (CapEx) showing the green investments made by investee companies, e.g. for a transition to a green economy.
- **operational expenditure** (OpEx) reflecting green operational activities of investee companies.

[include note for the financial products referred to in Article 5, first paragraph, of Regulation (EU) 2020/852 that invest in environmental economic activities that are not environmentally sustainable economic activities]

 are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under the EU Taxonomy.

- **What was the share of investments made in transitional and enabling activities?**
Some of the investments were made in companies that are sustainable in themselves, are also enabling other more sustainable solutions, or drive the industry in a more sustainable direction. Companies that contribute to the reduction in costs for the ocean wind industry, or improve the industry’s impact, fall within this category. Examples include technologies that enable ocean wind developers to install bottom-fixed wind turbines with lower noise pollution, or a company that provides anchors with a lower environmental impact. Another example is data collection companies providing vital data to monitor marine protected areas. These companies are typically reporting “Length of coastline protected”.
- **How did the percentage of investments aligned with the EU Taxonomy compare with previous reference periods?** N/A



What was the share of sustainable investments with an environmental objective that were not aligned with the EU Taxonomy?

The Fund is committed to make 100% sustainable investments as defined by the definition in art. 2(17) “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.” The companies in which the Fund has invested have not yet fully begun to report to what extent their activities comply with the EU taxonomy. This means that only estimated data is available. The Fund company believes that the estimated data to assess whether a company contributes to one of the EU's environmental goals and is therefore considered a sustainable investment is sufficient. Regarding assessment for an investment's exact (underlying company's percentage contribution) compatibility with the EU taxonomy, the Fund company considers that the estimates are currently not sufficiently reliable and that the degree of coverage is too low. For that reason, 0 percent taxonomy-compatible investments are currently reported in the table below.



What was the share of socially sustainable investments?

The Fund is investing in environmentally sustainable solutions. Social sustainability is not considered specifically, apart from risk assessment and the portfolio companies reporting on social matters.



What investments were included under “not sustainable”, what was their purpose and were there any minimum environmental or social safeguards?

N/A



What actions have been taken to attain the sustainable investment objective during the reference period?

The Fund's portfolio companies have gone through a three-month accelerator program where Katapult Ocean works closely and strategically with the portfolio companies on how to measure and manage the positive impact they're contributing to and the ESG metrics they should monitor to reduce the risk of negative impact (DNSH). During the four weeks, the companies participate in eight workshops and have four deliverables. The portfolio companies identify key performance indicators for their impact and assess the ESG risks of the company. By the end of the month, all the companies will have a clear understanding of how they can measure and manage their ESG and impact.

The Fund actively advocates a strong awareness of ESG issues and strives to ensure that our current and potential investment partners are aligned with the Fund's principles as a responsible investor and ESG policies. The purpose of the Fund's engagement, on the one hand, is to minimize and mitigate financial sustainability risks as well as adverse impacts on people and the environment. On the other hand, the purpose is to actively promote relevant opportunities to improve financial returns and positive impacts on people and the environment.

Katapult Ocean has not discovered any existing or potential sustainability risks associated with the portfolio companies.



How did this financial product perform compared to the reference sustainable benchmark? N/A. The Fund is actively managed but does not specifically use a benchmark index to attain its environmental or social characteristics.

- **How did the reference benchmark differ from a broad market index?**

N/A

- **How did this financial product perform with regard to the sustainability indicators to determine the alignment of the reference benchmark with the sustainable investment objective?**

N/A

- **How did this financial product perform compared with the reference benchmark?**

N/A

- **How did this financial product perform compared with the broad market index?**

N/A

[include note for the financial products referred to in Article 9(1) of Regulation (EU) 2019/2088]

Reference benchmarks are indexes to measure whether the financial product attains the sustainable objective.