

Website product disclosure for financial products that promote environmental or social characteristics as specified in Chapter IV Section 1 of Commission Delegated Regulation (EU) 2022/1288 supplementing Article 10 of Regulation (EU) 2019/2088

Sustainability-related disclosure

Article 8 fund

Product name: REICHMUTH SCS SICAV-RAIF – REICHMUTH NEXT GEN MOBILITY

Legal entity identifier: 21380026ABOWN1SXPC31

Summary

Reichmuth SCS SICAV-RAIF is a Luxembourg investment company with variable capital organised as a reserved alternative investment fund in the form of a common limited partnership (hereinafter the “Fund”). REICHMUTH SCS SICAV-RAIF – REICHMUTH NEXT GEN MOBILITY is a sub-fund of the Fund (hereinafter the “Sub-Fund”).

Reichmuth & Co Investment Management AG acts as investment advisor (hereinafter the “Investment Advisor”) to the AIFM, providing the AIFM with investment advice in relation to the Sub-Funds’ investment activities. The Investment Advisor includes ESG criteria to meet the environmental characteristics promoted by the Sub-Fund. The sub-fund does not have as its objective sustainable investments.

The Sub-Fund invests in the mobility ecosystem. The Sub-Fund promotes environmental characteristics pursuant to Article 8 of Regulation (EU) 2019/2088 November 2019 on sustainability-related disclosures in the financial services sector, as amended, complemented or supplemented from time to time (the “SFDR”). The environmental characteristics promoted by the sub-fund is that the investments will aim at supporting the energy transition.

The assets of the Sub-Fund will be allocated as follows at the end of the Investment Period: At least 90% of the investments are in assets that promote environmental characteristics in line with the objective of the Sub-Fund.

The sustainability indicators used to measure the attainment of the environmental characteristics of the Sub-Fund are the following:

- GHG emissions Scope 1 and 2
- GHG intensity of investee companies
- Share of investments in companies active in the fossil fuel sector (production)

As part of the Sub-Fund’s Sustainable Investment Approach, ESG factors are integrated into the investment process in accordance with the ESG Investment Policy of the Sub-Fund. The Sub-Fund has also established and implements exclusion criteria to all of its investment.

Data is collected from assets and processed by the Investment Advisor. There may be limitations to the accessibility and quality of the data. The calculation methodologies follow widely used norms, which are described below.

The Sub-Fund takes an active role in the ownership of investments seeking to enhance the investments' ESG performance.

The Sub-Fund has not designated a reference benchmark in relation to the attainment of the environmental characteristics.

No sustainable investment objective

This financial product promotes environmental or social characteristics, but does not have as its objective sustainable investments.

Environmental or social characteristics of the financial product

The environmental characteristics promoted by the sub-fund is that the investments will aim at supporting the energy transition.

Investment strategy

The Sub-Fund invests in the mobility ecosystem. These assets provide investment opportunities with an attractive risk-return balance, while at the same time offering the opportunity to support the energy transition.

The Sub-Fund has established and implements exclusion criteria to all of its investment.

The Sub-Fund integrates ESG criteria in its investment and asset management processes.

It is the intention of the Sub-Fund to develop investments with respect to ESG factors. As part of the ESG due diligence and asset management phase, it is assessed how the investment can mitigate adverse material impacts.

The investment strategy is implemented on a continuous basis following the Section 8 ("ESG Integration in Investment Processes") of the Special Section 2 of the private placement memorandum.

Good governance practices of the assets are considered as part of the investment decisions. This includes sound management structures, employee relations, remuneration of staff and tax compliance.

- Investment management phase: The assessment of good governance elements is part of the ESG Due Diligence if these elements are identified as material ESG risks and opportunities for the ESG due diligence process.
- Asset management phase: The Sub-Fund promotes good governance practices through shareholder engagement, board and committee representations, in each case where applicable, and through regular dialogue with portfolio company management teams.

Proportion of investments

The assets of the Sub-Fund will be allocated as follows at the end of the Investment Period: At least 90% of the investments are in assets that promote environmental or social characteristics in line with the objective of the Sub-Fund. Up to 10% can be cash and investments for ancillary liquidity and hedging activities.

The Sub-Fund does not use derivatives to attain the environmental or social characteristics promoted.

Monitoring of environmental or social characteristics

The sustainability indicators used to measure the attainment of the environmental characteristics of the Sub-Fund are the following:

- GHG emissions Scope 1 and 2
- GHG intensity of investee companies
- Share of investments in companies active in the fossil fuel sector (production)

In the investment management phase, the investments are screened against the exclusion criteria and assessed through an ESG due diligence.

In the asset management phase, the investments' ESG performance is monitored as part of the periodic reporting on the sustainability indicators. Any adverse development on these indicators will be addressed through active engagement. It is the responsibility of the Investment Advisor to monitor the development of the environmental characteristics and sustainability indicators.

Methodologies

GHG emissions Scope 1 and 2: The scope of greenhouse gas emissions referred to in points (1)(e)(i) to (ii) of Annex III to Regulation (EU) 2016/1011 of the European Parliament and of the Council.

GHG intensity of investee companies: Calculated in accordance with the methodology set forth here:

$$\sum_n^i \left(\frac{\text{current value of investment}_i}{\text{current value of all investments (€M)}} \times \frac{\text{investee company's Scope 1 and 2 emissions}_i}{\text{investee company's €M revenue}_i} \right)$$

Share of investments in companies active in the fossil fuel sector. Means companies that derive any revenues from production of fossil fuels as defined in Article 2, point (62), of Regulation (EU) 2018/1999 of the European Parliament and of the Council.

The sustainability indicators are monitored through data collection, assessment and reporting.

Data sources and processing

Data is collected from assets using standardized templates with a clear data structure to reduce the risk of errors and inconsistencies. Data is collected and processed by the Investment Advisor. In order to ensure data quality, the Investment Advisor uses internal and/or external specialist competencies to assess the correctness and the development of the indicators over time. Data is processed internally and may be subject to assessments and verifications by external advisors with the respective expertise.

Estimated data can be necessary, as the Sub-Fund to some extent rely on estimations and on estimated data provided by our external data providers where reported data is not available or of adequate quality.

Limitations to methodologies and data

There may be limitations to the accessibility and quality of the data relating to the investments/assets. It is expected that the accessibility and quality of the data will improve over time as a consequence of the maturing of the markets and the implementation of active engagement with investee companies and a structured approach to data collection. The attainment of the environmental characteristics will not be affected by these limitations.

Due diligence

As part of the Sub-Fund's Sustainable Investment Approach, ESG factors are integrated into the investment process in accordance with the ESG Investment Policy of the Sub-Fund. In particular, the Investment Advisor performs the following tasks as part of the recommendation process set forth in section 3.6 of the Private Placement Memorandum:

Investment Management

- Sourcing/Pre-Approval: Screening of the investment against the exclusion criteria.
- Due Diligence, Structuring and Approval Advice: ESG due diligence of the investment. The primary focus of the ESG due diligence is to identify material ESG risks and opportunities. The results of the ESG due diligence including actions taken to mitigate ESG risks will form part of the approval advice.

Asset management

- Asset Management Advice: As part of the asset management, the Investment Advisor to the Sub-Fund seeks to enhance the investments' ESG performance and to continuously monitor and minimise ESG risks.

For further information please revert to the ESG Investment Policy and the ESG Engagement Policy of the Sub-Fund.

Engagement policies

The Sub-Fund takes an active role in the ownership of investments seeking to enhance the investments' ESG performance. Engagement to enhance ESG performance is focusing on implementing initiatives that can contribute to energy transition or by capturing market opportunities with a focus on energy transition, and/or on mitigating adverse impact.

The engagement of the Sub-Fund takes place at least annually at the highest level possible, which allows the Sub-Fund to address ESG factors directly with the investments in a constructive dialogue.

Designated reference benchmark

The Sub-Fund has not designated a reference benchmark in relation to the attainment of the environmental characteristics.