

ESG REPORT 2022

01

CEO's Letter



02

Highlights of 2022

- Key figures
- Strategic integration of ESG



03

Presentation of Suma Capital

- Our Purpose
- Our investment strategies
- Responsibility to our investors
- Integrity and Corporate Governance
- ESG Leadership
- Our approach to SDGs



04

Our ESG approach: integration across the entire investment process

- Our responsible investment policy



05

Responsible culture

- Our team
- Training and development
- Suma Cooperation Conference
- We create an impact on society
- Participation in strategic events



06

ESG Business Cases in our portfolio:

- Our contribution to the SDGs
- Business Case: SC Infra Funds – Gestcompost
- Business Case: SC Growth Funds – Turris



X
E
D
N



_CEO's Letter

Dear **Stakeholders**,

2022 was a year of many momentous events (Covid 19, war in Ukraine, rising energy prices, inflation, rising interest rates, etc.) which marked a turning point in how we approach the future.

Last year's global energy crisis – aggravated by the conflict in Ukraine - made many people aware of the compelling need to step up our collective commitment to decarbonizing the economy, reducing our dependence on fossil fuels and combating climate change.

At Suma Capital, our aim to act as responsible investors in fulfilling our fiduciary duty to our investors has been characterised us since our foundation over fifteen years ago. Our commitment takes into account economic growth only when it can create a positive impact on social and environmental factors and, in particular, on achieving the desired energy transition.

Thus, our work integrates sustainability and ESG criteria into all our investment decisions. We advise and guide our investees towards a transformation that enables them to not only achieve their goals but also to contribute to creating a more sustainable, responsible and caring world.

As a result, we are proud to announce that in 2022 our efforts were awarded several international distinctions such as the Real Deals ESG Award for the best 'Impact Investment Fund', acknowledging Suma Capital Energy Efficiency Fund I (SCEEF I) as the best European investment vehicle in impact strategies. Together with Enagás Renovables, S.A., we also received the prize for best Spanish renewable gas project, awarded by the Association of Energy Engineers Spain Chapter (AEE) for the UNUE biomethane plant project (Burgos). Lastly, and for the third consecutive year, we were awarded the highest rating in the United Nations Principles for Responsible Investment (PRI).

2022 was also a year of growth for Suma as we launched our third investment strategy, focused on Venture Capital, under the name SC Net Zero Ventures. This initiative was undertaken in conjunction with Repsol, a leading multi-energy corporation in the fight for decarbonization in industry and mobility. Its objective is to support companies that develop promising decarbonization and circular economy technologies in Europe and North America. The launch of this new investment vertical was accompanied by the opening of new offices in Madrid, the incorporation of a new team of professionals with extensive investment experience and the launch of our first Cleantech technology fund, with a target amount of 150 million euros.

Our sustainable roadmap also includes the deployment of our third sustainable infrastructure fund, SC Climate Impact Fund III, qualified as Article 9 under the SFDR regulation, which aims to reach a total of €300 million under management. This size will make it one of the largest environmental impact vehicles in southern Europe. And on the other hand, the qualification of our growth capital fund, SC Growth Fund II, as Article 8 in the SFDR regulation, increasing our efforts to promote intentionality, additionality and sustainability measurement in each of our SMEs.

At the same time, and in line with our ongoing commitment to talent, last year we added two new key executives to our team to ensure that Suma Capital's growth is fully aligned with our purpose. Firstly, Marc Miralles, as Head of Sustainability, who will work with and advise the Management Company and our investees on the process of integrating ESG best practices. And secondly, Joan Carles Rovira, as Operations Manager, who will help to strengthen the investment and monitoring policies and procedures of our investees. In this 2022 Report you will be introduced to both of them to learn about their vision on how to face the new challenges of the future. By 2023, our sights are set on internationalization, one of the main challenges facing the private equity sector in Spain.

The opening of our first office in Paris earlier this year is a milestone for us, as France is the leading European market for sustainable investment. The next step will be to conclude our first investments in the French market and, moving forward, to continue driving our growth in other southern European countries. As always, we will be creating shared value with our investors, our investees and the community, while promoting the integration of ESG concerns both in Suma Capital itself and in all the companies in our portfolios.

Lastly, I should like to thank all our investors, partners and the teams of each of the investees within our different investment vehicles for their trust in Suma Capital and the strong alignment of all the members of the Suma Capital team with our purpose.

Together, we are all committed to building the more sustainable and fair future we believe in.

Warm regards,

<03>



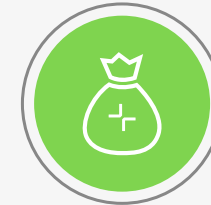
02 - HIGHLIGHTS OF 2022

KEY FIGURES 2022

KPIs SUMA CAPITAL



€+780 M
AUMs



10

NO. OF FUND



9

NO. INVESTMENTS



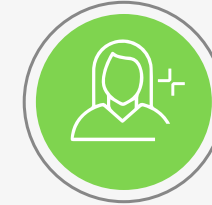
3

NO. EXITED INVESTMENTS



27

NO. EMPLOYEES



33%

% WOMEN

KPIs GROWTH AND INFRA FUNDS



23

NO. COMPANIES



€917M

AGGREGATED REVENUES



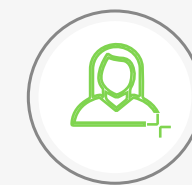
316.696

EMISSIONS CO₂EQ



385.970

tCO₂eq avoided



49%

% WOMEN



2.336

TOTAL EMPLOYEES



303

NEW JOBS CREATED



SFDR

SC Growth: Article 8
SC Infra: Article 9

2022 MILESTONES

REAL DEALS ESG AWARD – IMPACT INVESTMENT FUND

In December 2022 we were awarded in the **Real Deals ESG Awards 2022** and the only Spanish firm awarded in the edition. We were acknowledged by the **Suma Capital Energy Efficiency Fund I (SCEEI I)** as the best 'Impact Investment Fund', a category reserved for those vehicles that provide access to impact strategies and that in financial terms meet the return expectations of their unitholders. The jury chose our fund based on its overall performance, both in terms of its ability to generate attractive financial returns and its ability to generate positive environmental impacts. Suma Capital proved to have fully exited from the fund with a successful performance and impact on sustainability factors.

This is a sign of the management company's continued commitment to classify as art.9 under SFDR, the successor funds SCEEI II, fully invested, and SCCIF III, currently in the investment process.



AEE - BEST RENEWABLE GAS PROJECT (UNUE)

<05>

Another milestone that highlighted Suma Capital's responsible investment strategy throughout 2022 was the award granted by the **Association of Energy Engineers Spain Chapter (AEE)** for the best renewable gas project. Specifically, Suma Capital and Enagás Renovables received the award for the UNUE biomethane plant (Burgos), **the first private biomethane facility in Spain** to connect to the natural gas distribution network.

The UNUE plant went into commercial operation in September 2021 and today produces approximately 20 GWh of biomethane per year, which is then injected into the gas system, equivalent to the consumption of over 2,800 households. With this development, the facility contributes to the generation of decarbonized and local energy, in keeping with the strategic goals of the RePowerEU plan published by the European Commission.

2022 MILESTONES



HIGHEST RATING IN THE UN PRINCIPLES FOR RESPONSIBLE INVESTMENT (PRI)

Suma Capital has once again received the highest rating in the three categories reported for the year 2021: 'Investment Policy and Management', 'Private Equity' and 'Infrastructure' of the United Nations Principles for Responsible Investment (PRI), thus renewing the highest rating obtained in the previous three years.

As signatories of the United Nations Principles for Responsible Investment (PRI) since 2013, at Suma Capital we received this recognition with great enthusiasm to continue and consolidate our drive for sustainable investment. In 2021 PRI updated the evaluation framework and the scoring of the questionnaire, so the 5 stars obtained further enhance our commitment to the integration of ESG criteria (environmental, social and good governance) as an essential element in the culture of Suma Capital.



<06>

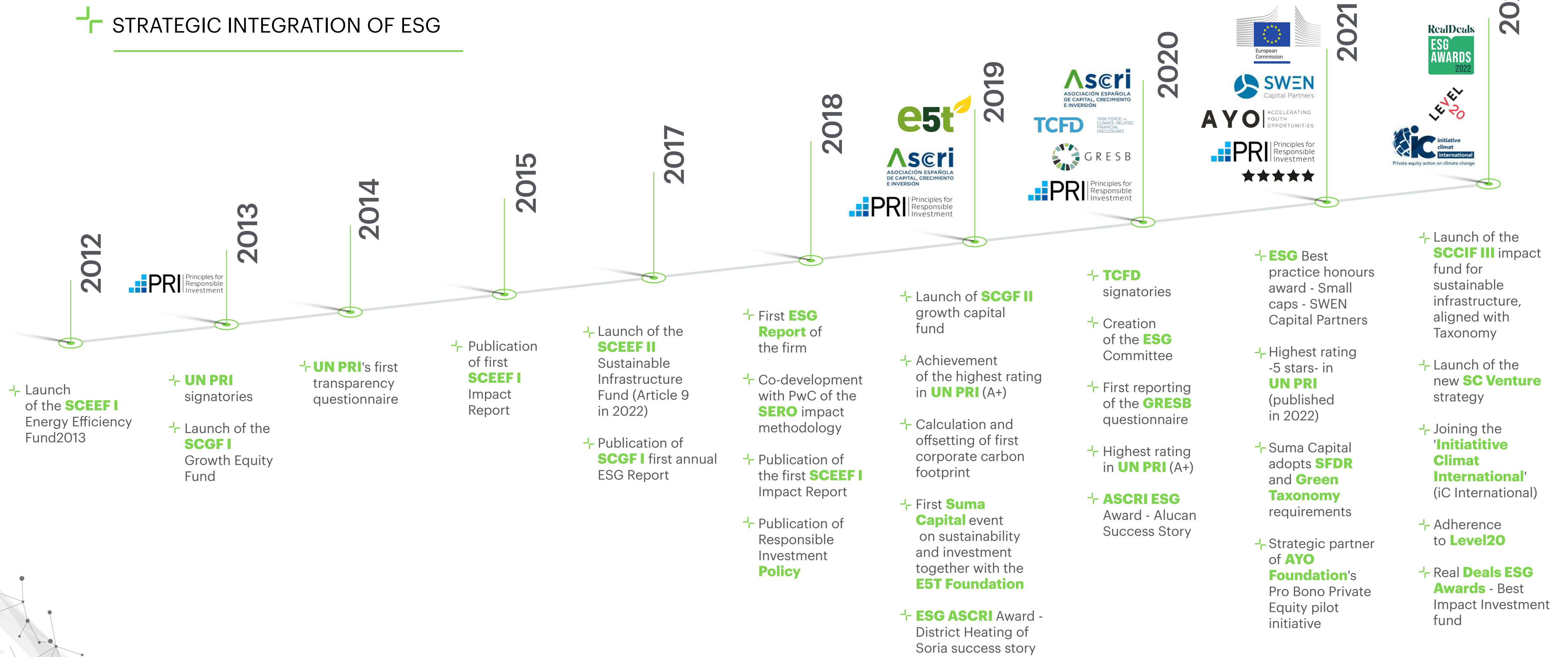
MEMBERSHIP OF AEBIG, THE SPANISH BIOGAS ASSOCIATION

In 2022, Suma Capital has become a full member of AEBIG and the only purely financial member of the group.

AEBIG is the Spanish biogas association, an entity that promotes agro-industrial biogas, both as a renewable energy source and for its environmental potential in reducing greenhouse gas emissions, and for its contribution to rural development and settlement.



STRATEGIC INTEGRATION OF ESG



PRESENTATION OF Suma Capital



OUR PURPOSE

We seek to be an active part of the change. By driving economic growth and generating a positive, long-term impact on the environment and society. To accomplish this, we have a team of committed and highly qualified professionals and flexible capital to help companies meet their growth and expansion goals and contribute to the creation of a more sustainable and inclusive world.

This Purpose is structured around the three values that represent the cornerstone of our culture: People who Commit to Responsibility

<08>



People

Experience, passion and collaboration



Commitment

Excellence, perseverance and alignment



Responsibility

Value creation, sustainability and ethics



OUR INVESTMENT STRATEGIES

As investors, we play a significant role in investing in projects and companies so that they can implement their growth and expansion strategies while maximizing their positive social, economic and environmental impact all while generating value for society. To this end, we have three investment strategies: **SC Infra, SC Growth, SC Venture.**

<09>



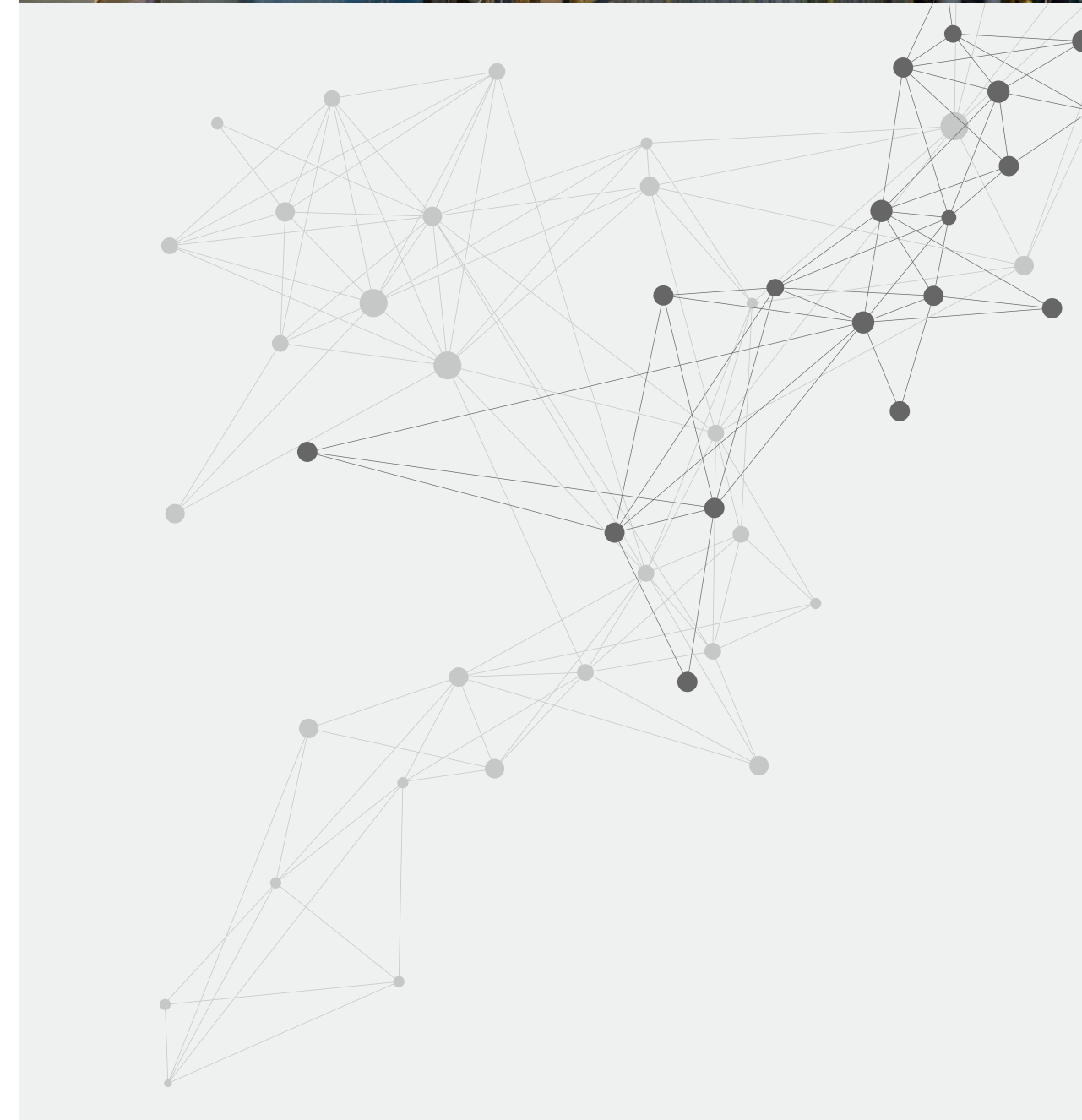
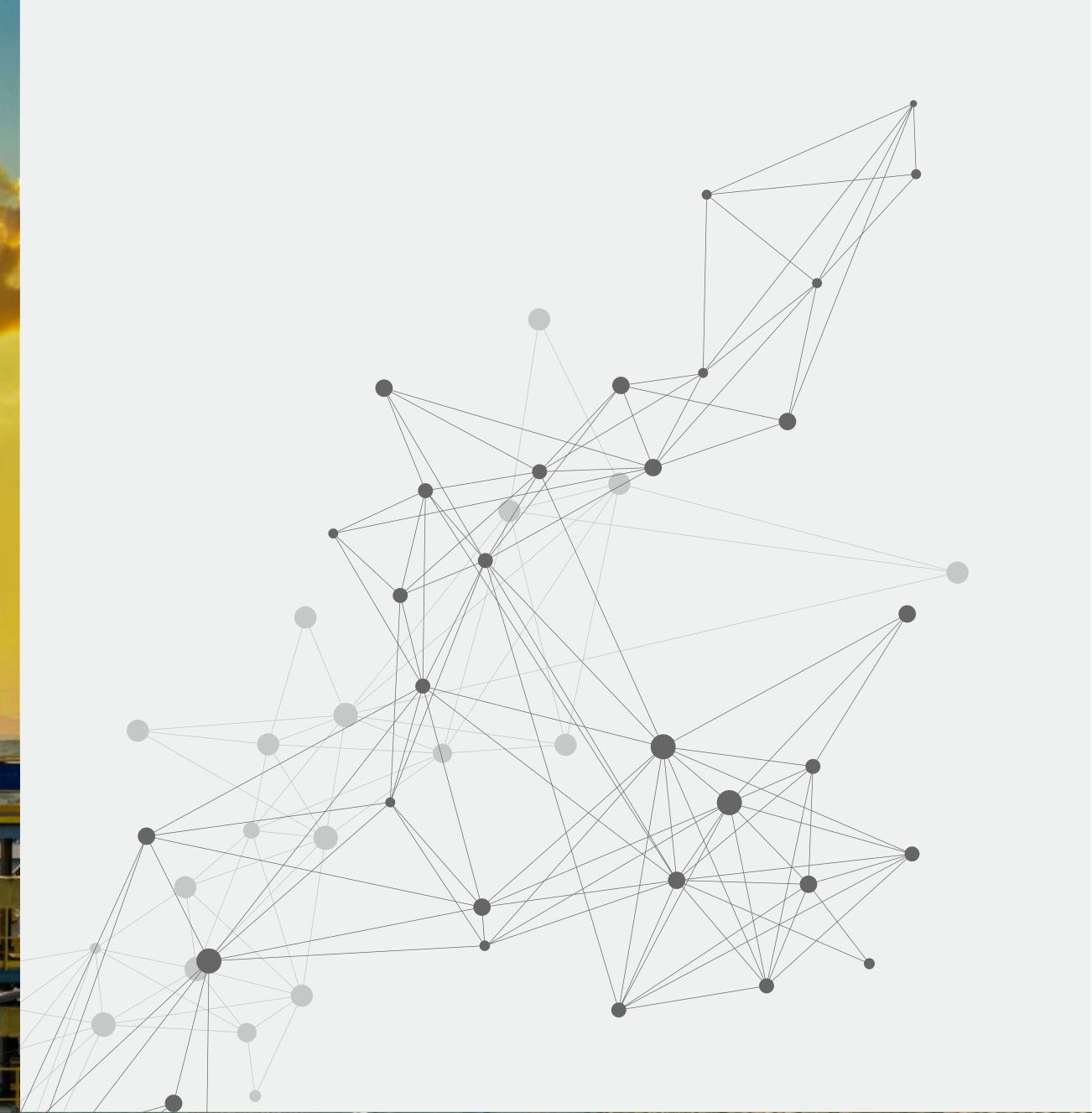
SC Infra

We focus our activity on thematic investment in sustainable infrastructure projects that actively contribute **to advancing the energy transition**, via a more efficient use of energy or generation that uses renewable sources, and the **circular economy**, via better waste management and by optimising the water cycle, in addition to the decarbonization of the economy.

Our impact investment strategy, a pioneering step since it launched over ten years ago, considers the environmental, social, governance and financial objectives of the various projects on the same level, with the aim of developing projects and companies that generate lasting value for the environment, people and the local communities in which they operate.

To this end, SC Infra invests between 10 and 40 million euros in organizations or projects whose approach is based on collaboration between partners, technical partners and various stakeholders. To assure this dual financial and social-environmental goal, we have an advanced system of control over our investments, including the effective integration of ESG risks and opportunities and market best practices in impact investing.

Through our SC Infra vertical, we currently manage **over €330M** in three vehicles: SCEEF I, closed in June 2014 and divested in December 2021; SCEEF II closed in May 2018; and SCCIF III, with its first closing in May 2022. The objective for the second closing is to reach an amount equivalent to 75% of the target size of the fund.



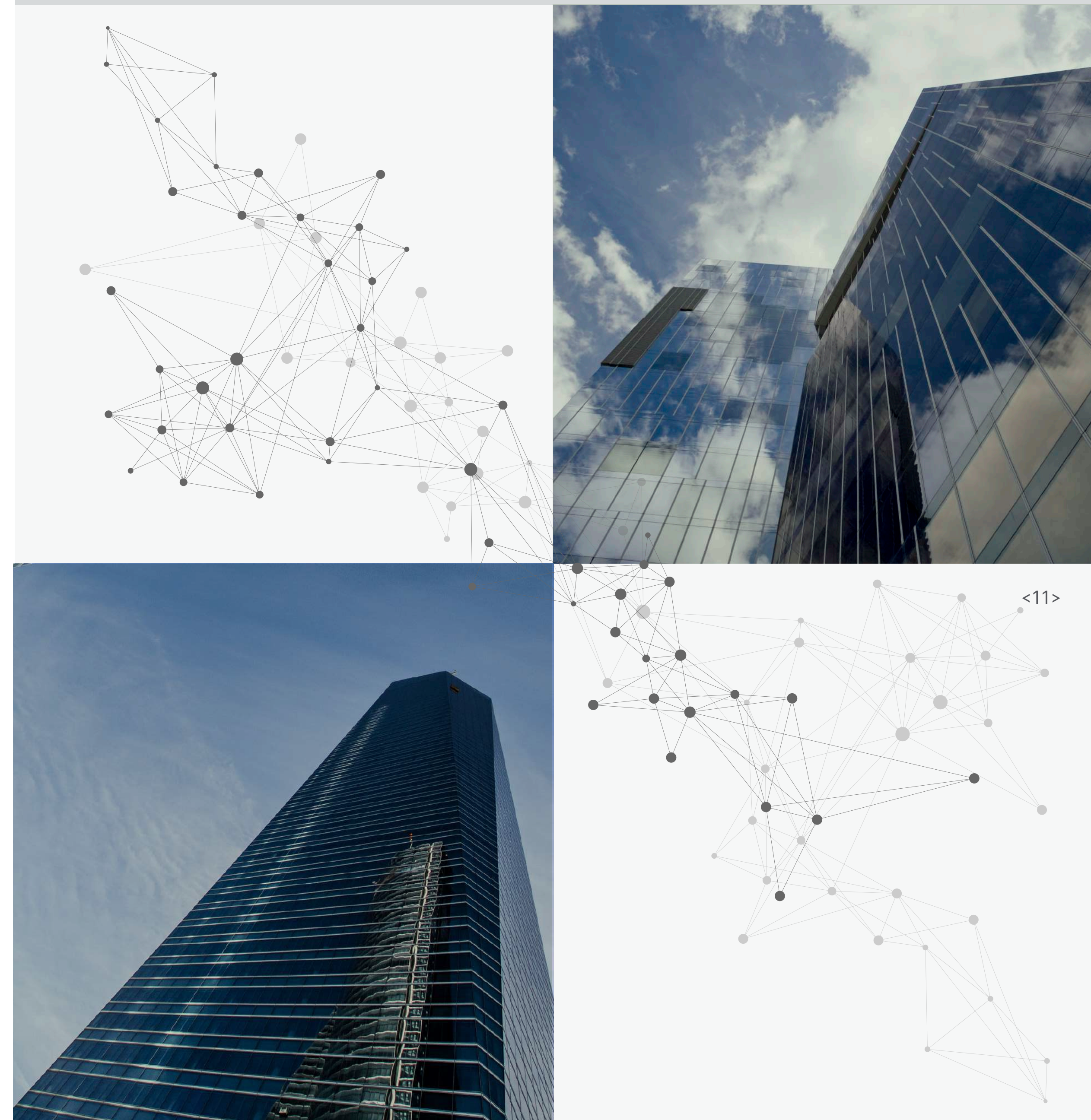
SC Growth

We seek to work alongside entrepreneurs on the growth plans for their companies and we do so by providing financial, strategic and operational value. To achieve this, the SC Growth team invests in tickets of between €10-25M per company, via acquisitions or capital increases, in leading organizations in their segment which are in the lower mid-market and whose turnover ranges from a minimum of €10M to a maximum of €100M.

We focus on companies that offer **solutions to transformative trends** and contribute to changing the global economy, business and society: **lifestyle, digitalization and sustainability.**

We commit to minority or majority shareholdings with the aim of partnering with founding partners and entrepreneurs, offering them our support, advice and experience in carrying out their expansion plans. To do so, they must have a management team that is committed to, and aligned with, the project, eager to carry out an ambitious business plan based on internationalization, consolidation and professionalization, and willing to integrate ESG management best practices.

From our SC Growth vertical, we currently manage **more than €320M** in two funds closed in March 2015 (SCGF I) and June 2021 (SCGF II), respectively.



SC Venture

In the battle against climate change and its consequences, it is critical that companies commit to developing innovations and technologies that will enable us to build a sustainable future. At Suma Capital, we believe that this commitment inevitably calls for supporting companies and entrepreneurial projects that have a sustainable, innovative and scalable DNA.

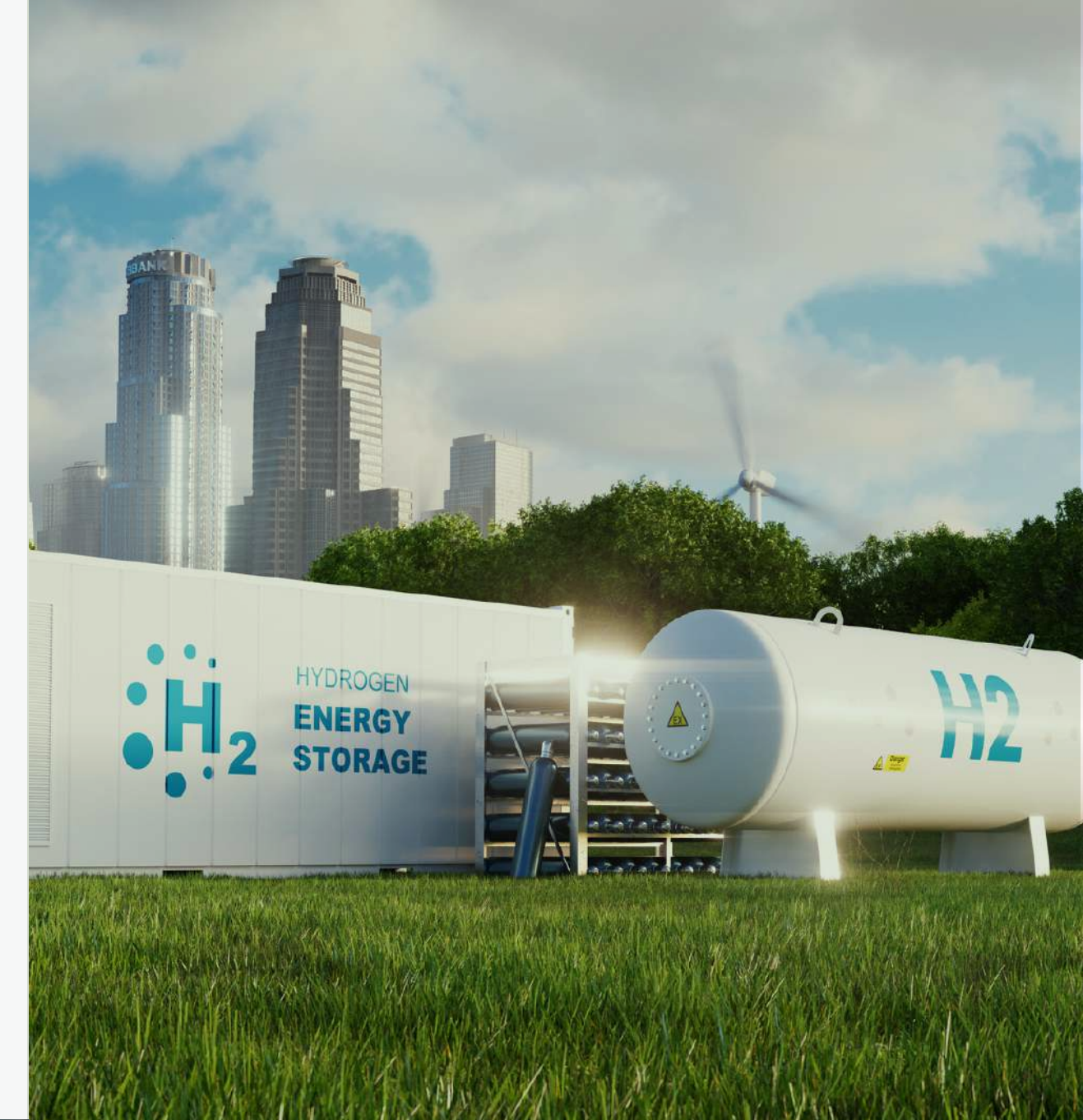
In order to be a major player and contribute to **developing clean technologies** (CleanTech), we launched our third investment strategy, SC Venture, in 2022, which already has investment commitments. This new strategy focuses on boosting investments in companies and projects that develop promising technologies to foster the decarbonization of mobility and industry, with the aim of accelerating their application on an industrial scale.

To achieve this, we have created an investment platform in conjunction with **Repsol, Net Zero Ventures**, with an expert team that identifies and supports scale-ups and entrepreneurs who develop decarbonization and circular economy technologies and solutions. We focus on Europe, the U.S., Israel and other regions of interest, and are strongly committed to sustainability via thematic impact funds centred on combating climate change and promoting the circular economy.

We are interested in four key trends to bring about a transition to a sustainable energy future: **advanced mobility, decarbonization of industry, renewable energies and enabling digital technologies**. These technological solutions are essential for reducing greenhouse gas emissions and realising a low-carbon economy.



– Natalia Ruiz –

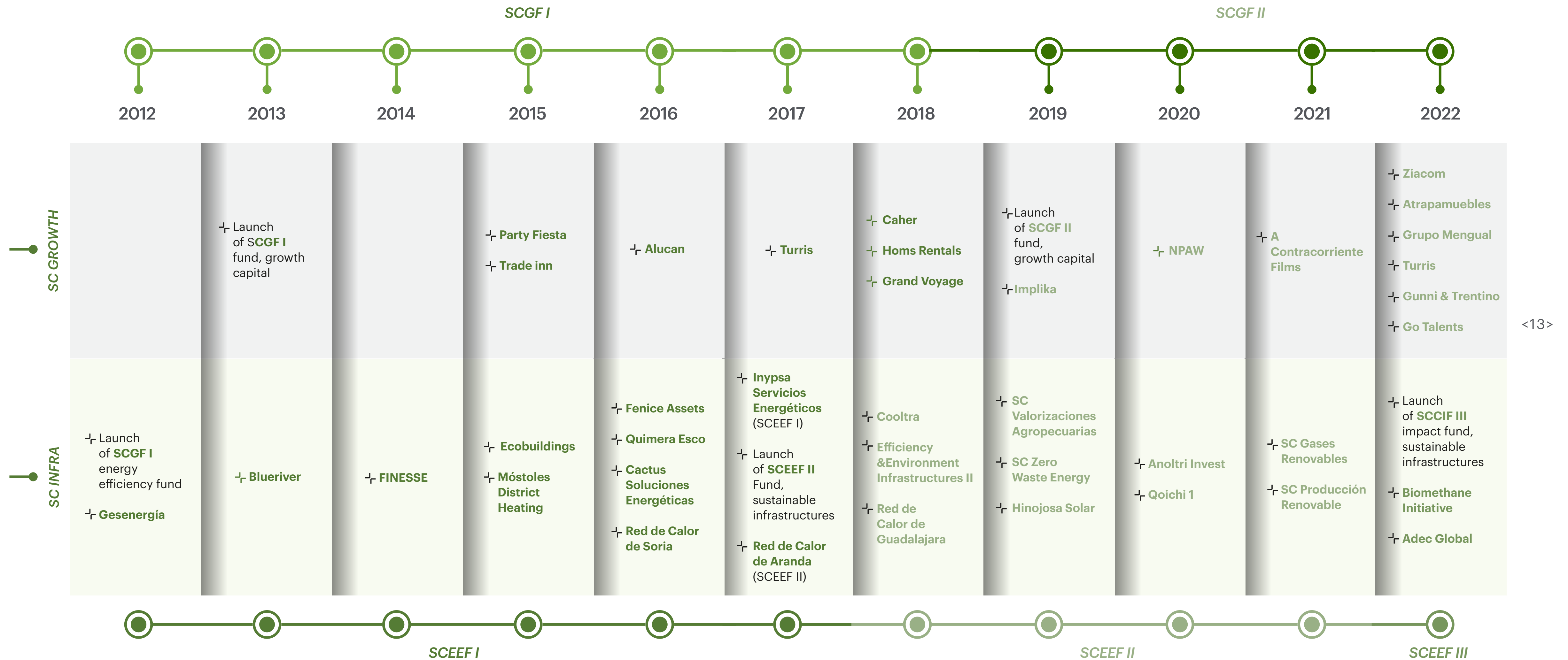


<12>

– Natalia Ruiz –
Managing Partner NZV

“ Net Zero Ventures is a project that goes beyond mere initial financial support. Our future investments will receive continued financial support to ensure the scalability of their businesses and to generate long-term positive impacts, together with all the knowledge and innovation of our partners and technical partners. ”

EVOLUTION OF OUR FUNDS



+ RESPONSIBILITY TO OUR INVESTORS

In a macroeconomic scenario marked by the uncertainty caused by the energy crisis, high inflation, the prospect of an economic slowdown, rising interest rates and more restrictive conditions for accessing capital, ESG (environmental, social and good governance) criteria have become a potential driver of **long-term growth** in the asset management industry.

Given this context, the private equity industry must play a key role and position itself as a **strategic player** to enable investors to scale sustainable and responsible investment while generating attractive returns.

Our investor base comprises a diversified group of **institutions, both Spanish and international**, including public and private

institutions, insurance companies, financial entities, pension funds, corporations, together with family offices and private investors who support our long-term objectives and with whom we have built a solid, lasting relationship since our inception.

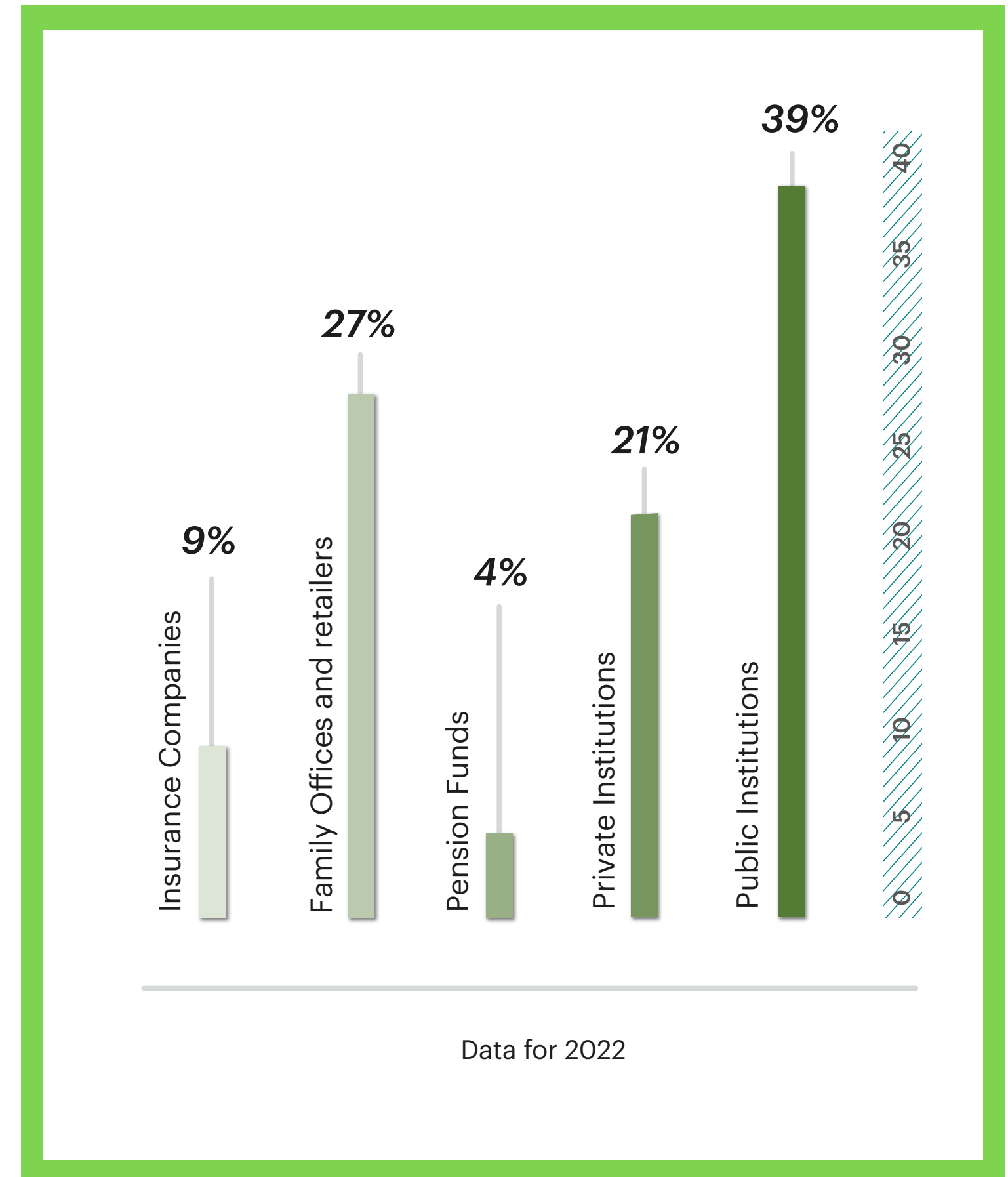
Our adoption of ESG criteria is particularly well-suited to institutional investors who wish to combine performance with current critical issues such as the fight against climate change and the protection of biodiversity, whose expectations in terms of responsible investment are becoming increasingly sophisticated.

At the launch of the new SCCIF III fund, we were joined by many of the investors who have placed their trust in Suma Capital for over 15 years. The renewed vote

of confidence from our investors is a honour for us as a management company, as is the arrival of new investors, particularly international investors. This statement by our investors demonstrates their firm commitment to investing in sustainable infrastructure, as well as their trust in a consolidated team with more than ten years of experience in financing infrastructure for the energy transition and the circular economy.



PROFILE OF OUR INVESTORS



EIF INVESTMENT COMMITMENT IN SCCIF III



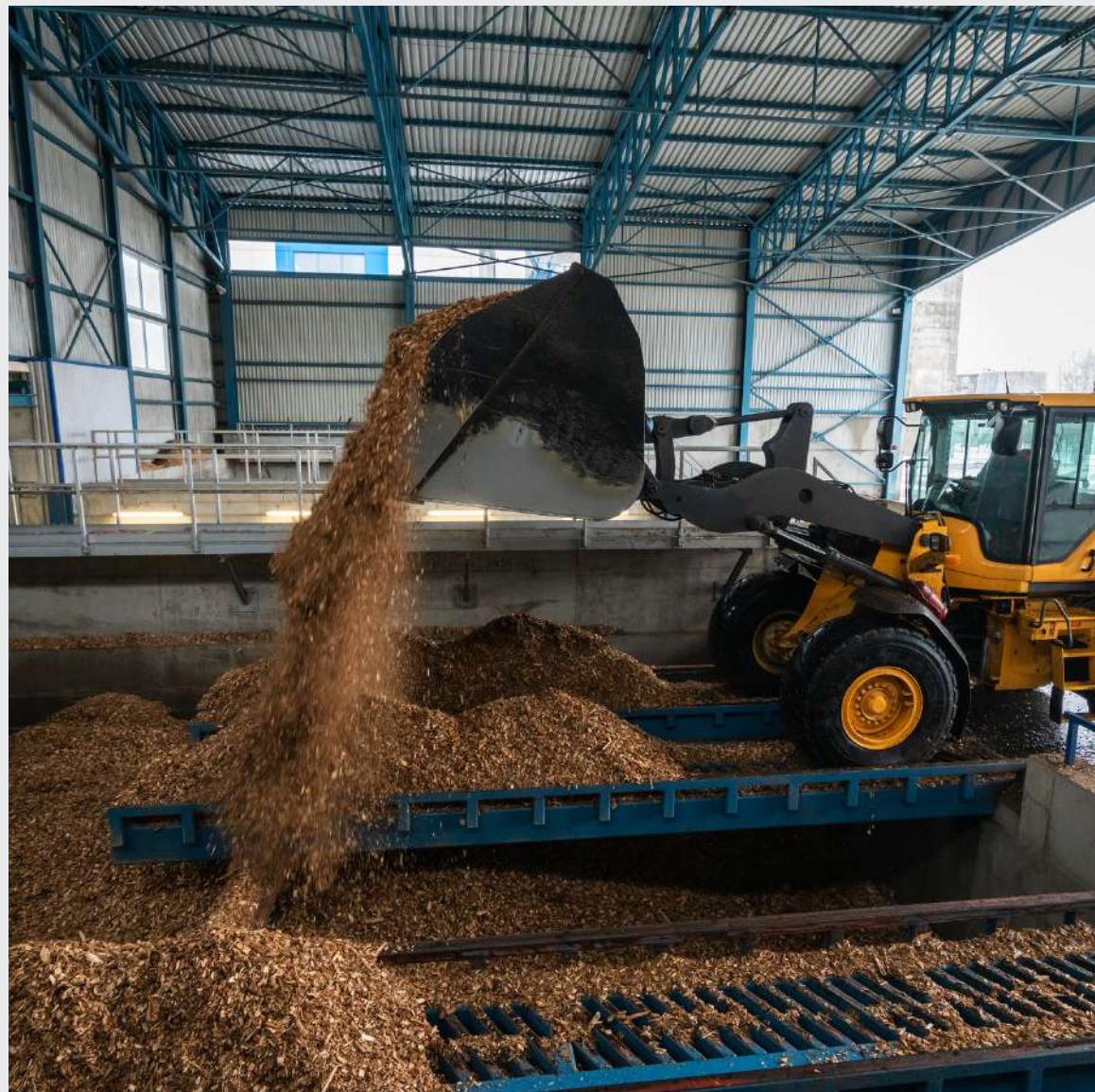
EIF and SCCIF III promote financing for energy transition and circular economy projects.

At COP 27 in Egypt, the **European Investment Fund (EIF)** announced a €75 million equity agreement with the Suma Capital Climate Impact Fund III (SCCIF III), our third sustainable infrastructure fund, to increase financing for energy transition and circular economy projects.

The fund targets a portfolio of 10-15 sustainable investments with tickets of between €10 million and €40 million to carry out investments in the field of climate change mitigation, energy transition including renewable energy generation, energy efficiency and sustainable mobility, as well as in the field of

the circular economy, including biomass, biogas, biomethane, waste management and water management projects.

SCCIF III, which will invest primarily in **Spain and other EU markets** such as France, Italy, Germany and Benelux, has been classified as a fund with a **sustainable investment objective** (art. 9 according to SFDR regulation), and impact investment, defining a minimum target of 60% of investments **aligned with the European Green Taxonomy regulation** and linking part of its carried interest to impact objectives validated by an independent Impact Committee.



INTEGRITY AND CORPORATE GOVERNANCE

Ethics, integrity, honesty and sound judgment are **fundamental values** at Suma Capital for generating long-term value and maintaining the highest standards of quality and reputation.

We believe the transparency of corporate governance processes to be of utmost importance, and it is our conviction that the companies of the future will approach decision-making processes also considering their impact on society and the environment.

The set of standards, practices and processes by which we manage our organization, including our code of ethics, guarantee responsible, sustainable and long-lasting management, and are the key tools for building trust in our investors, attracting talented professionals and aligning ourselves with the expectations of our stakeholders.



* (includes all internal policies, covering anti-corruption, prevention of money laundering and data protection)

+ INTEGRITY AND CORPORATE GOVERNANCE

For this reason, we have implemented a corporate governance organised into a series of Committees that ensure that our policies are applied and complied with, together with the transparency of our decision-making bodies and the maintenance of an ethical work environment.



Audit Committee: It advises the Board of Directors on all matters related to the external audit, including the appointment and supervision of the external auditor, the internal control systems and the preparation of the financial reporting of the company itself and that of the managed vehicles, as well as monitoring external audits of portfolio companies.

Valuations Committee: It is responsible for developing the valuations policy for managed vehicles and portfolio companies. Comprising three independent members of the investment team, it is responsible for reviewing and validating the valuations proposed by the teams of the various investment strategies, thus ensuring compliance with the valuation policy and its implementation.

Compliance Committee: It assesses and prioritizes legal compliance risk areas, the sharing of compliance program best practices and developing enterprise-wide monitoring tools and monitoring mechanisms to increase the efficiency and effectiveness of compliance activities. The compliance risk assessment is shared annually with the Board of Directors as a good governance practice and for the development of corporate policies.

ESG Committee: Its mission is to define the Responsible Investment Policy and the internal processes for its implementation, as well as to define the ESG strategy of the management company and its investment vehicles, monitor the ESG practices of the management company and portfolio companies, identifying best practices and market initiatives aligned with the ESG and impact priorities and focus of the Management company and its investment strategies. It is made up of representatives from the different investment verticals as well as from the corporate functions of Chairmanship, Operations and ESG.

Remuneration Committee: It is responsible for setting and approving the general principles of the remuneration policy, It periodically oversees the established principles and their implementation, for the prevention of conflicts of interest (as set forth in the Code of Conduct and responsible good practices of the management company). It also guarantees the independence of all the parties involved and ensures transparency in remuneration matters.

Internal Control Organ (ICB): It implements policies and procedures for the prevention of money laundering and terrorist financing, including regular employee training. In addition, there is a second ICB in compliance issues,

responsible for developing, implementing, verifying and updating criminal prevention models, as well as their supervision and control.

SCCIF III Impact Committee: In order to provide greater rigor and independence throughout the process of our sustainable infrastructure investments, in 2022 we established the first Impact Committee for the SCCIF III fund. The team is represented by three independent experts from the fields of sustainability, environmental engineering and impact investing.

<17>



Joan Carles Rovira - Director of Operations

How and when did the need arise to strengthen the operations function at Suma Capital?

Since its inception, Suma has been characterized by a robust, transparent governance model that fosters the best management standards available at management level. Therefore, the strengthening of governance bodies, policies and internal processes is a constant feature for maintaining the trust of our investors, associates and technical partners. The 2022 financial year marked new milestones both in terms of growth in the volume of assets under management (AUMs) and the recent adoption of new strategies to complement our investment platform for investors. The steps taken to strengthen our business processes are the natural consequence of this development.

What challenges does the sector face?

Increasing regulation, together with the complexity of the sector itself, calls for internal resources with a transversal overview of the business and the activities of the management company, to provide solutions for greater process efficiency. As one example we have the ESG characteristics applied in the investment practices of the fund manager from its very beginnings, but which in recent years have had to be adapted to the priorities of the EU sustainable finance package and the internal valuation, risk analysis, compliance functions, etc. Consolidating processes and policies will be key to adapting to new European and national regulations, as well as to the differences between jurisdictions and sectors. The increased accountability to which the industry is being subjected simply quickens Suma Capital's continuous improvement practice and the need to resource experienced corporate functions.

How has Suma Capital responded to these challenges?

Although these changes are constant and progressive, I would highlight the renewal and formation of three especially important Committees: ESG, Audit and Valuations. The improvements in separating roles and their independence, with the incorporation of new members, allow us to move towards adequate oversight of key issues for the fund manager and its funds. In addition, the renewed fund dispute resolution procedure is a necessary step forward given the growth in AUMs, increased competition in the marketplace, and the launch of SC Venture new strategy or SC Infra's new SCCIF III fund. All the above is monitored by our Compliance Officer who ensures compliance with the highest standards and the implementation of firewall measures, both internally and in the management of our investees.

<18>

“
Suma has been characterized by a robust, transparent governance model that fosters the best management standards available at management level
”



At Suma Capital, we believe that environmental, social and governance (ESG) principles are vital in helping to develop sound and resilient companies and assets which deliver long-term value to our investors, society and the planet.

We are committed to both developing and adopting **ESG best practices** and **to generating impact** in the Spanish venture capital ecosystem. This applies also to SMEs that make a substantial contribution to quality employment, equality, innovation, digitalization, sustainability and the creation of value for society. It is for this reason we constantly seek to improve our own practices and those of our portfolio companies so as to enhance our additionality as an investor.

In 2022 we were again given highest rating in the United Nations Principles for Responsible Investment (UN PRI), 5 stars, and were awarded the prestigious Real Deals ESG Awards in the 'Impact Investment Fund' category for the Suma Capital Energy Efficiency Fund I (SCEEF I). In addition, the Association of Energy Engineers Spain Chapter (AEE) honoured us with the 'Award for the best renewable gas project', together with Enagás Renovables, for the UNUE biomethane plant. Chief among other milestones are the reinforcement of the ESG capabilities of our staff via continuous training, the creation of the first Impact Committee for the SCCIF III fund and the incorporation of our new Sustainability Manager.

Marc Miralles - Sustainability Manager

What is Suma Capital's leadership in Sustainability based on?

Firstly, on the responsibility of the management company to ensure the well-being and development of the environment and society. We are committed to integrating the best international ESG and impact investment practices and contributing to their development in the Spanish private equity ecosystem and in the SMEs in which we invest.

How do we put this into practice? By generating added value, measured as the creation of quality employment, the promotion of equality, innovation, digitalization, excellence in environmental management or the reduction of CO₂ emissions, in addition to the continuous improvement of our practices, as well as those of our investee companies.

What were the challenges in 2022 for the ESG and impact investing market?

The 2022 financial year saw the entry into force of various regulations of the EU sustainable finance package, most notably the Sustainable Finance Disclosure Regulations (SFDR) and the Taxonomy Regulations. This meant that the market has had to devote many resources to adapting to new regulatory technical standards, sustainability risk integration processes, ESG monitoring indicators and key adverse events or PIAs, as well as investor reporting models for Article 8 and 9 funds under SFDR.

This new framework has created a large wave of downward reclassifications in dark green (art.9) and light green (art.8) funds, as well as in impact funds, due to the difficulties and stringent reporting requirements in all financial asset classes.

How has Suma Capital responded to these challenges?

We have for years incorporated sustainability risks into our investment process, as well as monitoring ESG and impact KPIs and publishing annual fund reports. This change in regulation has mostly required technical adjustment, in which we have not only maintained the classification of all our vehicles, but have extended our commitment to sustainable investment, adding ambitious targets on SCGF II and SCCIF III vehicles. Our participation in leading industry forums on ESG and impact investing has enabled us to share our experience and knowledge with the market.

How do you envision the future of ESG and impact investing at Suma Capital?

ESG criteria and impact investing are essential to building resilience in a global setting dominated by uncertainty, to creating long-term value in our investees, and conveying trust and transparency to our investors and partners. To achieve this, we will continue to focus on responsible, sustainable and impact investment, putting into practice the most demanding standards in the industry and moving towards the standardisation of measurement methodologies and promoting the digitalization and standardization of processes.

“

ESG criteria and impact investing are essential to building resilience in a global setting dominated by uncertainty, to creating long-term value in our investees, and conveying trust and transparency to our investors and partners

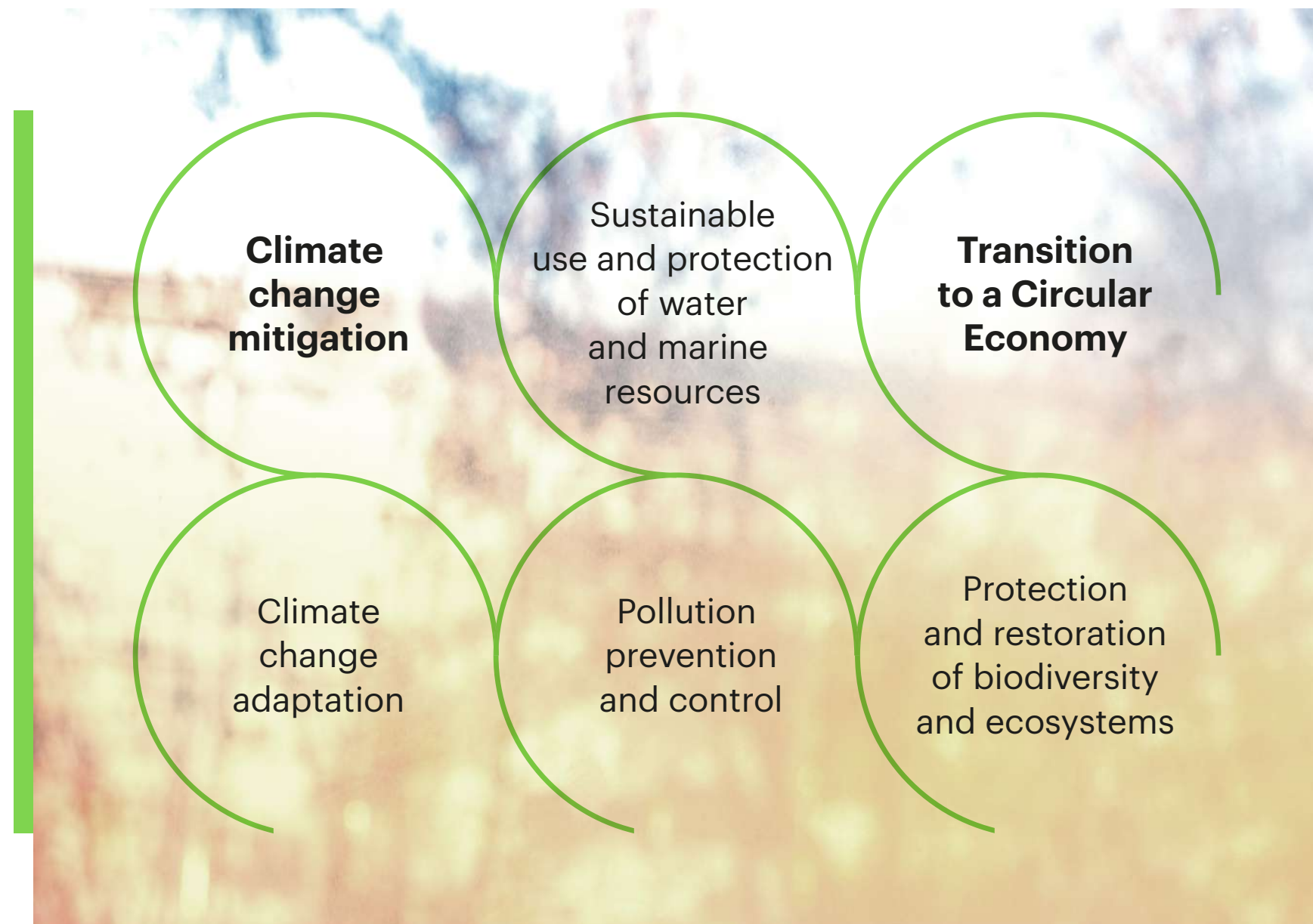
”

<20>

IMPACT OF ESG REGULATION

Recent years have marked a turning point in alternative asset management with the entry into force of various regulations of the EU **sustainable finance package**. The publication in April of the SFDR regulatory technical standards provided the definitive models of pre-contractual and post-contractual reporting, as well as the PIAs for compliance with the do no significant harm principle. This has led us to work throughout the year on informing our investors regarding the characteristics of our vehicles for promoting social and environmental features, and our sustainable investment vehicles, article 8 and 9 vehicles, respectively.

The delay in the publication of the Environmental Delegated Act of the **Taxonomy Regulation**, meant to provide the technical criteria for aligning with the remaining 4 EU environmental objectives, has been offset by the publication of the criteria for the fossil energy economic activities using natural gas and nuclear energy. Pending the final substantial contribution criteria, we remain committed to the goals of climate change mitigation and the transition to a circular economy in our sustainable investments:



LETTER FROM CORPORATE LEADERS GROUPS (CLG) TO URSULA VON DER LEYEN – REPOWER EUROPE

In May 2022, we supported the letter to the President of the European Commission, Ursula von der Leyen, on phasing out Russian fossil fuels and committing to a European plan to secure an affordable, secure and sustainable energy supply, **REPowerEU**, and accelerate the green transition.

This text, backed by the European Corporate Leaders Group (CLG Europe), was supported by over **150 organizations**, and it urged EU leaders to seize this opportunity to fast track measures to reduce energy consumption through energy efficiency, and the renewable and fossil fuel-free electrification of industry, transport, heating and cooling, and buildings.

<21>

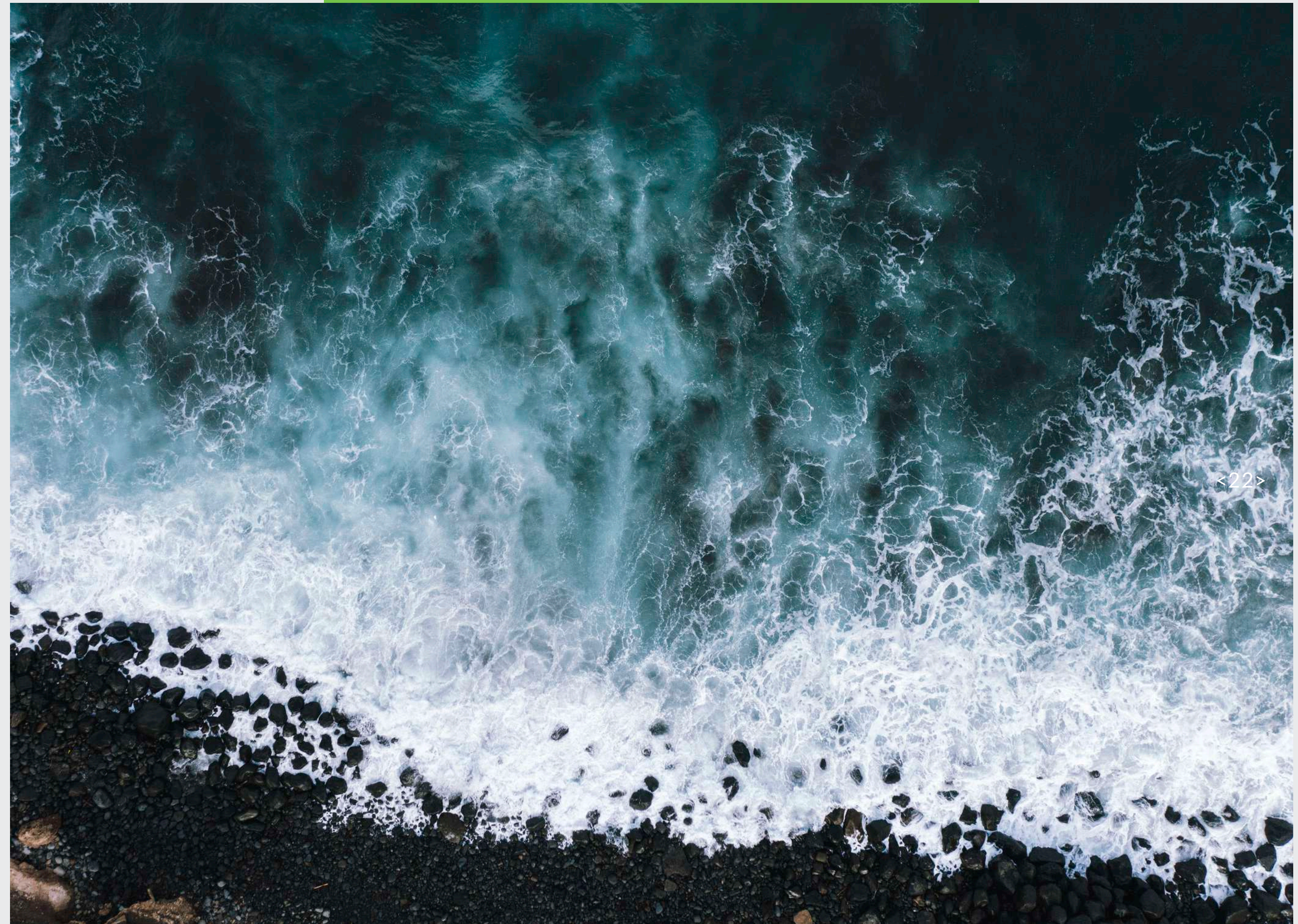


CREATION OF THE SCCIF III IMPACT COMMITTEE



Our progress in impact investing in 2022 took the form of the first **Impact Committee** for the SC Climate Impact Fund III, a body currently comprising three independent experts in the fields of sustainability, environmental engineering and impact investing. They will bring rigour and independence to the approval and monitoring of impact targets and metrics on our sustainable infrastructure investments.

We tackle this challenge as a step further in the pursuit of excellence, providing our investors with the resources necessary to produce attractive financial returns while having a positive impact on the environment, people and communities. We demonstrated our firm commitment to impact investing by linking a portion of our carried interest to the achievement of the targets validated by the Impact Committee, and in their absence, to making donations to NGOs focused on achieving the target impact.

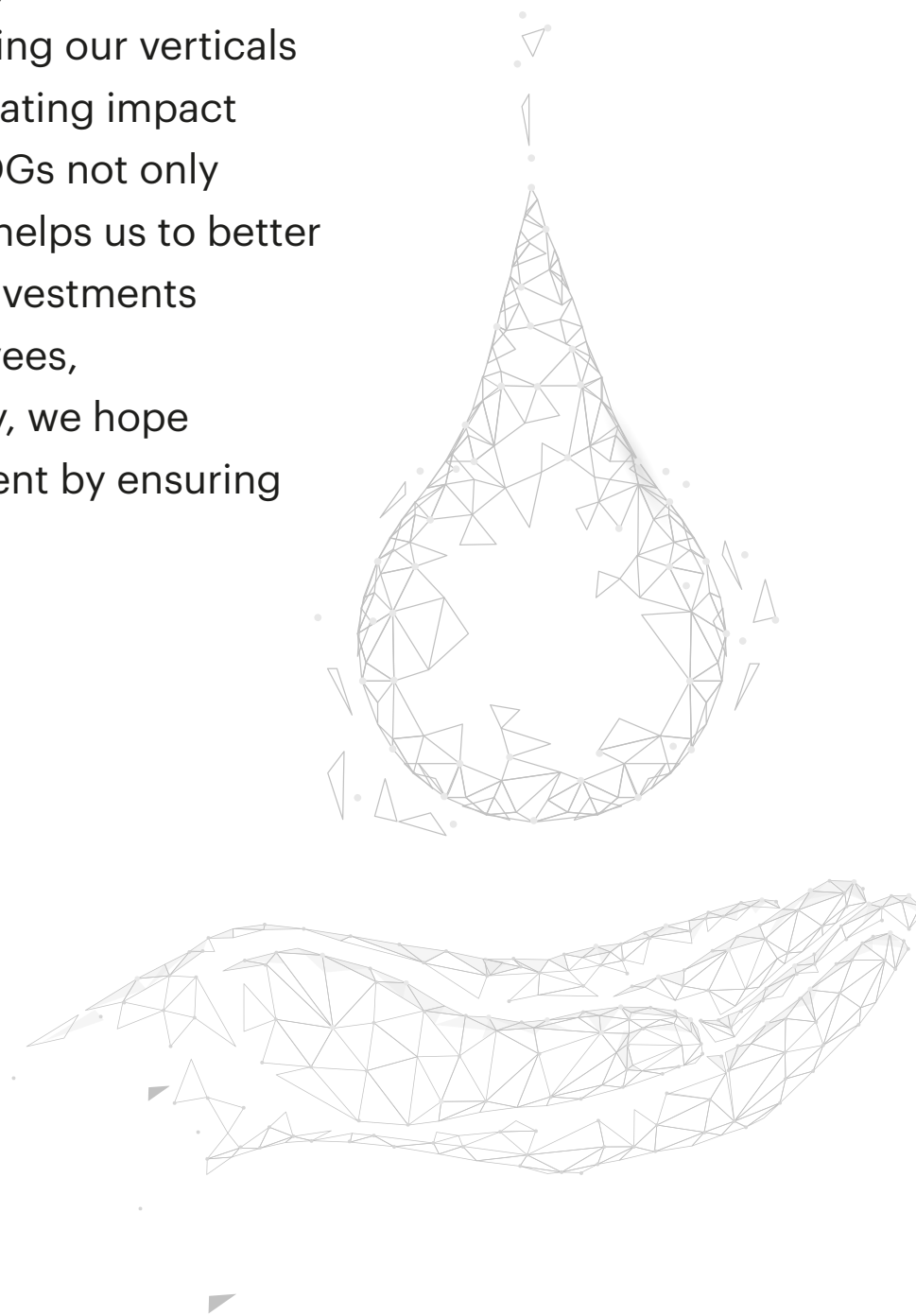



<22>

OUR APPROACH TO SDGs

Sustainable development and improving people's quality of life are two essential goals of Suma Capital's activities. We are therefore committed to the United Nations Sustainable Development Goals (SDGs), which help governments, NGOs and organizations across all sectors to pursue common global objectives to achieve sustainable, equitable and balanced development.

At Suma Capital we align our investment strategies with the macro trends addressed by the SDGs, aligning our verticals with the goals, reinforcing our purpose of generating impact through our investments. Alignment with the SDGs not only allows us to identify our contributions, but also helps us to better understand the transformative power that our investments can have on the business ecosystem, its employees, the environment and society at large. In this way, we hope to contribute to effective sustainable development by ensuring the future of the coming generations.



	Macro trend	Investment themes	SDGs
SC Infra	Energy transition	Renewables Energy Efficiency Mobility	           
	Circular economy	Waste to Energy Waste to Resource Water Cycle	
SC Growth	Lifestyle	Health Food Education Leisure	        
	Digitalisation	Industry Trade Services	
	Sustainability	Responsible Consumption Climate Change Integration / Diversity	
SC Venture		Advanced mobility Decarbonization of industry Digital energy enabling solutions Renewable energy and distributed energy resources	     

OUR PROGRESS IN TCFD IMPLEMENTATION



In 2015 the 'Financial Stability Board' created the **Task Force on Climate-related Financial Disclosures (TCFD)**, a working group to encourage organizations to inform their stakeholders, including investors, regarding the risks related to climate change and their management tools.

At Suma Capital we are committed to integrating the identification, assessment and management of climate change risks and opportunities as one of the cornerstones of our responsible investment policy, ensuring the generation of long-term value for our investors, partners and technical partners. Mitigation and adaptation strategies are essential for ensuring the success of our investments, with increasing regulatory pressure and market dynamics supporting the most resilient sustainability positions.

In 2012 we were the first on a national scale to deploy one of the first funds focused on energy efficiency in Southern Europe, SCEEF I, and subsequently SCEEF II became one of the first impact funds focused on energy transition and circular economy. In early 2022, we launched the SCCIF III fund which focuses on investments in sustainable infrastructure, mostly aligned with the European Green Taxonomy, and renewed our ESG Committee, the body responsible for overseeing climate change issues. In addition, the new SC Venture investment strategy has enabled us to extend the impact of our investment strategies to companies working on the most promising technologies in decarbonization and the circular economy.

Our **degree of progress** in implementing TCFD recommendations:

GOVERNANCE	STRATEGY	RISK MANAGEMENT	METRICS AND TARGETS
Disclose the organization's governance around climate-related risks and opportunities Describe the board's oversight of climate-related risks and opportunities	Disclose the actual and potential impacts of climate-related risks and opportunities on the organization's businesses, strategy, and financial planning where such information is material Describe the climate-related risks and opportunities the organization has identified over the short, medium, and long term	Disclose how the organization identifies, assesses, and manages climate-related risks Describe the organization's processes for identifying and assessing climate-related risks	Disclose the metrics and targets used to assess and manage relevant climate-related risks and opportunities where such information is material Disclose the metrics used by the organization to assess climate-related risks and opportunities in line with its strategy and risk management process
Describe management's role in assessing and managing climate-related risks and opportunities	Describe the impact of climate-related risks and opportunities on the organization's businesses, strategy, and financial planning	Describe the organization's processes for managing climate-related risks	Disclose Scope 1, Scope 2, and, if appropriate, Scope 3 greenhouse gas (GHG) emissions, and the related risks
● Implemented ○ In progress ● To be initiated	Describe the resilience of the organization's strategy, taking into consideration different climate-related scenarios, including a 2° or lower scenario	Describe how process for identifying, assessing, and managing climate-related risks are integrated into the organization's overall risk management	Describe the targets used by the organization to manage climate-related risks and opportunities and performance against targets

ADHESION TO iC INTERNATIONAL (Initiative Climat International)



In 2022, we joined iC International (Initiative Climat International), an initiative backed by UN PRI, which promotes the collective commitment of **private markets** so as to drive the transition to a climate-resilient, net-zero emissions global economy to achieve the **Paris Agreement goal** of limiting global warming.

This initiative acknowledges the vital, unique role of private equity, with its transformational and growth levers on investee companies, be they startups, SMEs, mid-caps or infrastructure projects, in effectively reducing greenhouse gas (GHG) emissions and incorporating climate risks and opportunities into the financial materiality assessment.

Suma Capital's membership represents a further step forward for the management company in adopting TCFD recommendations and underpins our public commitment to effectively manage **climate change risks and opportunities in our investment portfolios** by developing adaptation solutions, developing emissions mitigation plans across the value chain of our investees, and establishing public targets and commitments.



OUR **ESG** APPROACH: integration across the entire investment process

OUR RESPONSIBLE INVESTMENT POLICY

Our teams are committed to continuously implementing the ESG values and principles of our **Responsible Investment Policy** by promoting sustainable practices and integrating them into the business strategy of our investees.

In each of our investment strategies, we identify the most appropriate approach and methodology to ensure active engagement and the generation of positive impacts, as well as alignment with our investors' expectations.

To this end, our teams follow a set of investment policies and manuals to **maximize ESG value and impact on our investees.**

We constantly review and update our ESG frameworks to apply best market practices and the latest developments in the investment process, thus ensuring that we generate and retain the highest added value in all our investments in startups, SMEs and infrastructure.



	ORIGIN	DUE DILIGENCE (DD)	INVESTMENT DECISION	AGREEMENT/CONTRACT	PORTFOLIO MANAGEMENT	EXIT
ESG fundamentals of our investment process	<ul style="list-style-type: none"> + List of sectoral exclusions (WB IFC, BEI y EIF) + Reputational analysis aligned with PIAs, and labour, human rights and corporate governance standards OIT, UNGC and OECD 	<ul style="list-style-type: none"> + Analysis of materiality and ESG risks and opportunities, including climate change + Evaluation of the contribution to the SDGs 	<ul style="list-style-type: none"> + The Investment Committee (IC) reviews the results of the ESG DD + Review of ESG value creation levers + Summary of ESG risks and opportunities included in the Investment Memorandum 	<ul style="list-style-type: none"> + Adherence to the ESG commitments and frameworks backed by Suma Capital + Inclusion of ESG clauses with strategic commitments and reporting obligations + Commitment to establish an ESG roadmap 	<ul style="list-style-type: none"> + Implementation of the Suma Capital reporting framework + Appointment of an ESG manager in the investee + Approval of the ESG roadmap, its objectives and metrics + Monitoring of ESG objectives and metrics by the Board + ESG training provided by Suma Capital 	<ul style="list-style-type: none"> + ESG value creation memorandum + Identifying investors with ESG preferences or equivalent responsible investment policies + Inclusion of ESG clauses and recommendations in contracts
SC Growth (ESG integration)	<ul style="list-style-type: none"> + Contribution to the objective of promoting the environmental and social characteristics of the fund 	<ul style="list-style-type: none"> + External, independent ESG DD 			<ul style="list-style-type: none"> + Annual evaluation of the investee's promotion of environmental and social characteristics 	<ul style="list-style-type: none"> + Review of progress in the promotion of environmental and social characteristics
SC Infra (ESG and Impact)	<ul style="list-style-type: none"> + Contribution to sustainable investment in climate change mitigation and/or circular economy, and potential alignment with the EU Taxonomy + Validation of positive impact generation, through the IMP framework 	<ul style="list-style-type: none"> + Independent external ESG DD, including if applicable the EPC and O&M parts + Independent analysis and alignment with EU Taxonomy 	<ul style="list-style-type: none"> + Proposed impact targets and metrics for approval by the Impact Committee 	<ul style="list-style-type: none"> + Inclusion of ESG clauses and recommendations in EPC and O&M. contracts 	<ul style="list-style-type: none"> + Annual evaluation of the contribution to sustainable investment + Annual evaluation of progress against the EU Taxonomy + Annual monitoring of impact objectives and metrics by the Impact Committee 	<ul style="list-style-type: none"> + Identifying impact investors + Review of progress in contributing to sustainable investment + Review of progress on objectives and impact metrics by the Impact Committee
SC Venture (ESG and Impact)	<ul style="list-style-type: none"> + Contribution to sustainable investment and potential alignment with EU Taxonomy, SFDR Article 9 + Validation of positive impact generation, through the IMP framework 	<ul style="list-style-type: none"> + External or internal ESG analysis, depending on the size and maturity of the company + Internal analysis of alignment with EU Taxonomy 	<ul style="list-style-type: none"> + Proposal of objectives and impact metrics 		<ul style="list-style-type: none"> + Annual evaluation of the contribution to sustainable investment + Annual evaluation of progress against the EU Taxonomy 	<ul style="list-style-type: none"> + Identifying impact investors + Review of progress in contributing to sustainable investment
Suma Capital Team	<ul style="list-style-type: none"> + Partner ESG + Investment team 	<ul style="list-style-type: none"> + External advisors + Sustainability Manager + Investment team 	<ul style="list-style-type: none"> + Investment Committee, includes Sustainability Manager 	<ul style="list-style-type: none"> + ESG Manager + Investment team 	<ul style="list-style-type: none"> + Partner ESG + Sustainability Manager + Investment team 	<ul style="list-style-type: none"> + Investment Committee, includes Sustainability Manager

TRANSPARENCY

Transparency is an essential factor for building trust in our investors, partners, technical partners and stakeholders in general. We understand transparency not only as an exercise in accountability, but also as a driving force in the creation of a **responsible, sustainable and honest organization**. Therefore, since our inception we have worked to become leaders in the domestic market, and we reaffirm our commitment in every step we take in the present and future.

Highest rating in UN PRI



In 2022, Suma Capital received the highest rating, **5 stars**, in the United Nations Principles for Responsible Investment (UN PRI), as it had in previous years, in the three categories reported: **Investment policy and management, Private capital and Infrastructures**.

As a signatory of the UN PRI since 2013, we welcome this award with great enthusiasm to further consolidate our drive towards best management practices in sustainable investment. In addition, in this edition UN PRI updated the evaluation and scoring framework of the questionnaire, so that the rating obtained further enhances the value of our work in integrating ESG criteria, demonstrating that they are a core element in the culture of Suma Capital.

	2019	2020	2021
Investment and management policy	A+	A+	★★★★★★
Private Capital	A+	A+	★★★★★★
Infrastructures	A+	A+	★★★★★★

Annual ESG and impact reports of the Funds

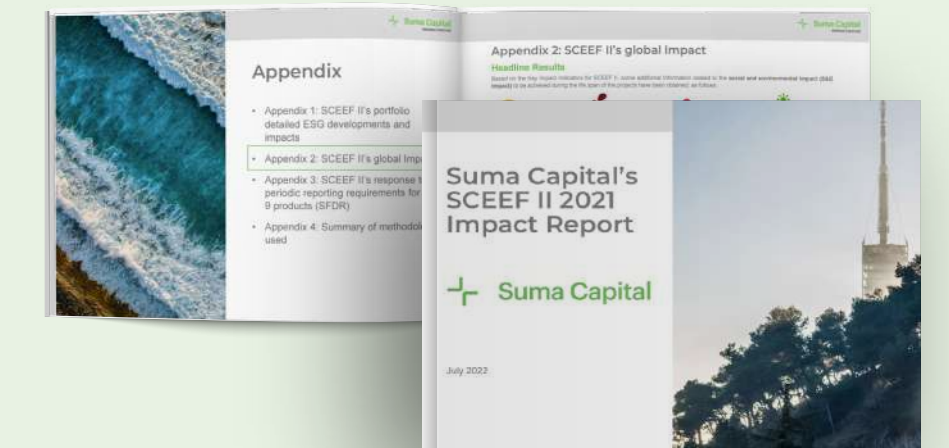
The publication of our funds' **annual ESG and Impact Reports** represent one of the underlying features of our transparency strategy, and are the means by which we publicly share their sustainability performance and evolution, including the response to risks, opportunities and strategies related to ESG and impact generation of our investees. Implementing the management company's transparency policy is a major effort for our team and our investees.

Beyond the new obligations for Article 8 and 9 funds, at Suma Capital we have for years been sharing with our stakeholders the details of our investment strategies, the metrics we use to evaluate the funds, the composition and evolution of our portfolio, as well as the initiatives and achievements of our investees throughout the year, through the most relevant international standards in ESG and impact investing.

Annual ESG Reports



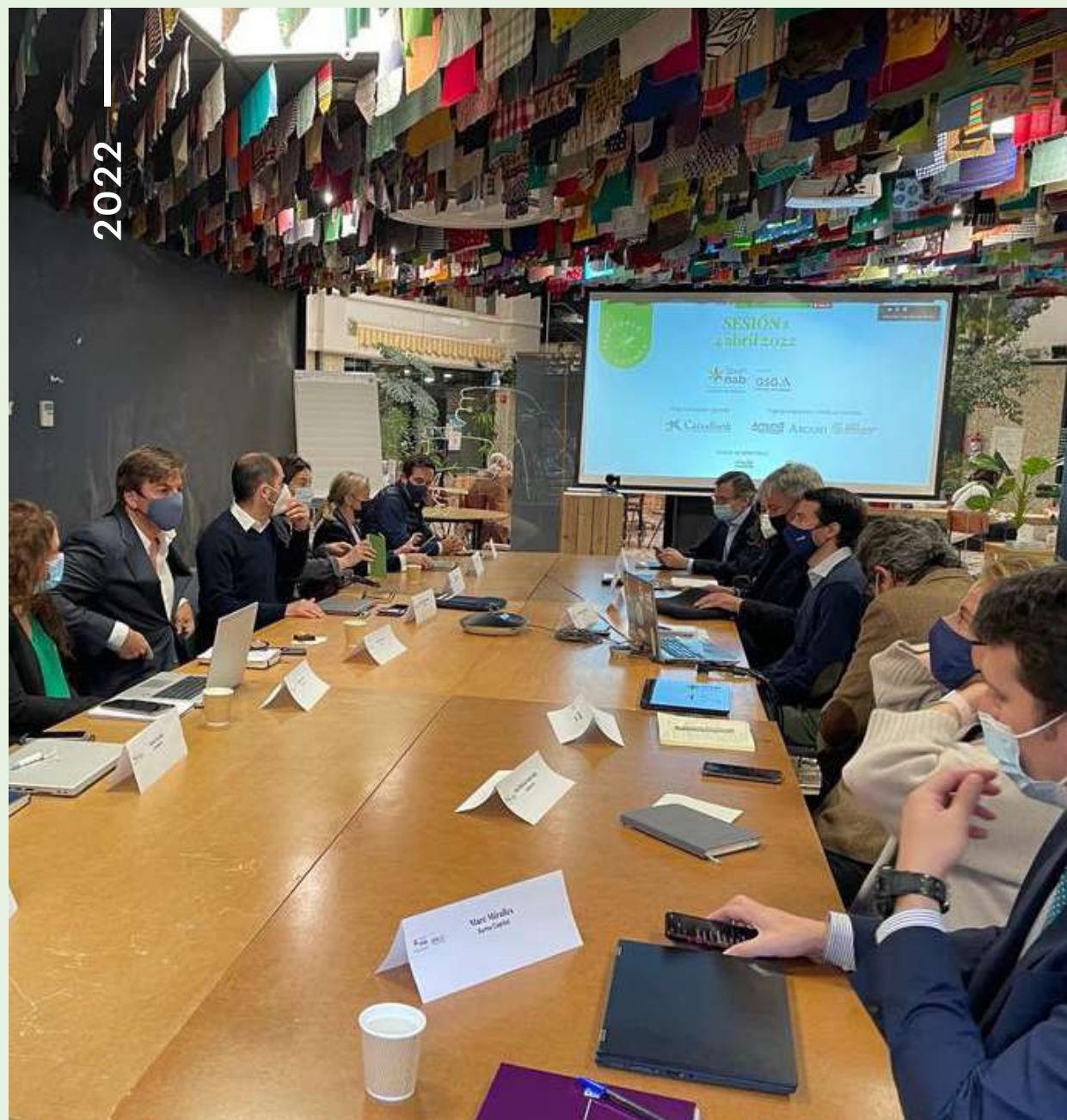
Annual Impact Reports



<28>

Responsible Investment Policy (updated 2021)





Event
SpainNAB – Fund Taskforce

We are part of the 2022 Funds Task Force, organized by SpainNAB, the Impact Investing Advisory Board. During the various meetings, we were able to discuss the fundamental differences between **impact investing and sustainable investing**, the impact of the new sustainable finance regulation, as well as the frameworks for impact investing. And we do so with the aim of developing a segmentation of the sector based on technical criteria and allowing for greater transparency in the impact investment sector.



Event
IX Ship2B Impact Forum

The IX Ship2B Impact Forum, promoted by the Ship2B Foundation, was another forum in which we had the opportunity to participate. During our participation we discussed the **transformation towards real impact**. Our experts focused on the existing possibilities to generate measurable and verifiable impact, and the potential to attract capital to companies that robustly integrate sustainability into their strategy, management and governance, as well as promote real solutions to the global challenges of the 2030 Agenda.



+ PARTICIPATION
 IN STRATEGIC
 EVENTS

EVENTS AND FORUMS:
 For Suma Capital, participating and sharing our knowledge and experience through our involvement in major events of the sector is of utmost importance. Playing an active role in these spaces for reflection and dissemination enables us to learn about the most salient developments, as well as to share our knowledge on how to build the path towards a fairer and more sustainable economic model.



PwC and SpainCAP: Capital vis-à-vis climate change

We had the opportunity to set out the essential role played by the private equity sector in addressing the advancing **impacts of climate change** at the round table of the forum 'Private Equity and Climate Change', jointly organized by the consulting firm PwC and SpainCAP. The event highlighted the tools that sustainable and impact investing offers as a solution to combat global warming and to integrate physical and transitional risks in investment management.



Future of Biogas Summit - European Biogas Association

The European Biogas Association organized a summit with senior executives and value chain experts, including Suma Capital, to address the use of biogas in the **European emission reduction strategy**. The event, held in Amsterdam, was the setting for discussion of key legislative changes related to biogas. We reviewed the industry's behaviour and the alternatives it has to adapt and grow to meet the growing demand for clean energy.



15th International Bioenergy Congress - Investing in biomethane: the vision of the impact investor

In October we travelled to Valladolid, where the 15th International Bioenergy Congress was held. Attendance at this event provided us with the **latest news on bioenergy production**, technology and its situation in the Spanish and European markets. For our part, we added our know-how through a presentation entitled "Investing in biomethane: the vision of the impact investor".



<30>

II Circular Construction Forum: Circular construction, a reality with a positive impact

The importance of circular construction as investment protection against future risk was the topic we discussed as experts at the 'II Forum on Circular Construction', organized by Grupo Construcía and La Vanguardia. Our participation in the panel discussion enabled us to showcase our experience in **developing circular models**.



SpainNAB – Seminar on Impact Economics and the Public Sector

SpainNAB promoted the 'Impact Economics and the Public Sector' seminar, which was held at the Parliament in Madrid. The meeting was a **step forward for the impact investment ecosystem**, which positioned itself as a key player in providing solutions to the environmental and social problems of our economy and society.



European Hydrogen Investor Summit

Suma Capital experts attended the European Hydrogen Investors Summit held in Belgium. The event, organized by Hydrogen Europe, a leading institution representing companies and stakeholders committed to moving towards a **carbon-neutral circular economy**, brought together investors and players in the hydrogen value chain. We were honoured to be part of the summit's jury and to participate in the round tables focused on the future outlook of the sector and the review of financial strategies.



RESPONSIBLE culture

OUR TEAM

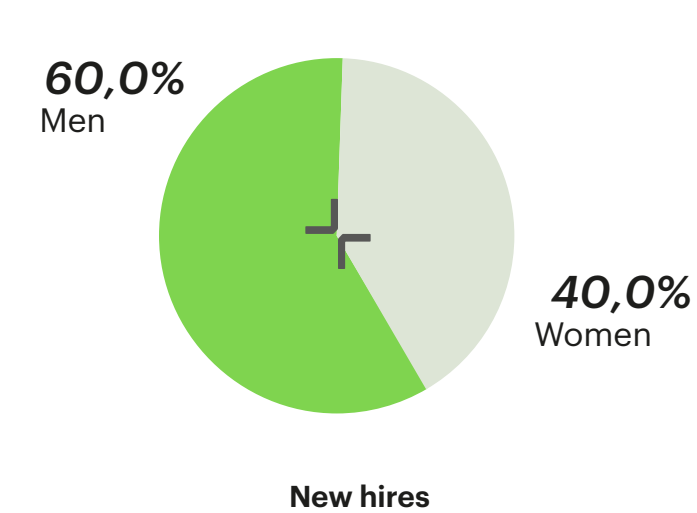
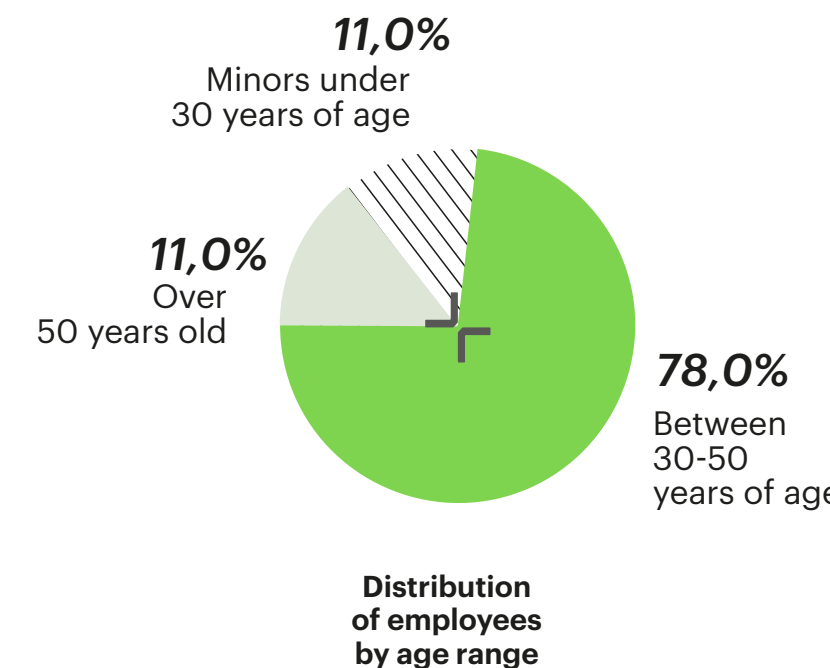
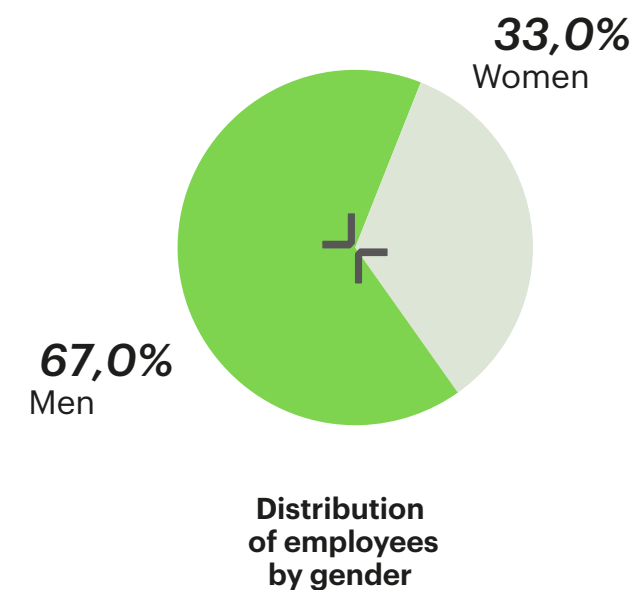
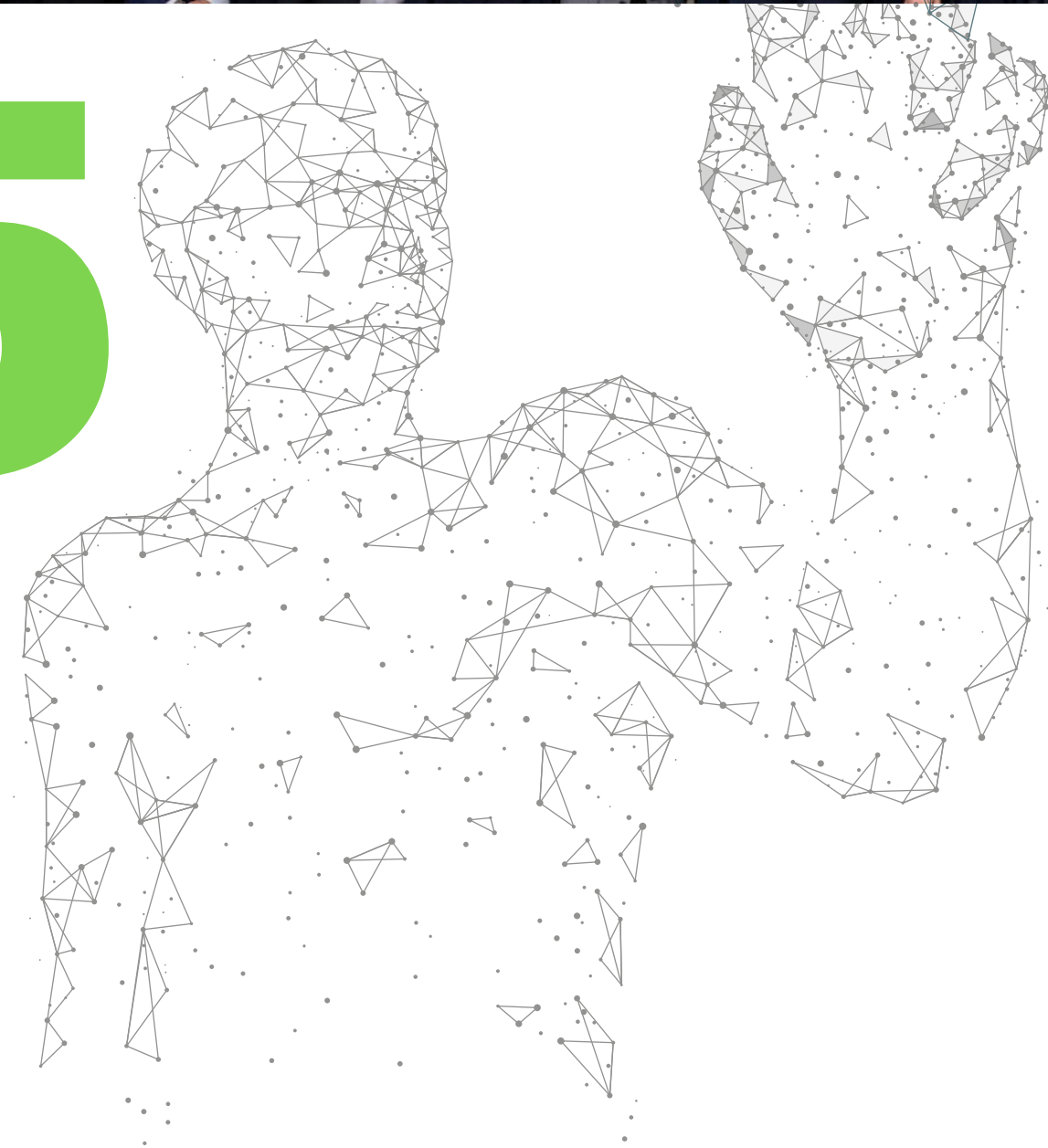
People are Suma Capital's greatest asset and also one of our main competitive advantages. We have a **diverse, experienced and committed team** through which we strengthen our positioning in the market and in our investees.

Equal opportunity, non-discrimination and inclusion in the workplace are strategic factors in our people management and, as such, are part of our firm's core values. We provide our employees with leadership and opportunities to develop the skills, abilities, knowledge and experiences that enable them to reach their full potential.

In 2022, we have taken a step forward, incorporating new members for Net Zero Ventures, as well as strengthening corporate functions. We have maintained the percentage of women at 33% of the workforce, in line with best market practices, while increasing our diversity, with 40% of new hires being women. Despite these excellent figures, we approach gender diversity as a strategic element for generating value in the management company and our investments, and therefore moving closer to gender parity, as well as promoting other types of diversity and plurality, will continue to be a focus of our management in the coming years.



05



ADHERENCE TO LEVEL20



LEVEL
20

Our commitment to making the role of women in private equity more visible and improving gender parity indicators has led us to join **Level20**, a non-profit organization created in 2015 by 12 industry professionals, whose goal is none other than to work with European private equity leaders to **attract and retain more women in the industry**, so that, together, we can achieve a 20% quota in top managerial positions.

We are very proud to be part of Level20 and also to be the first Spanish sponsors of this pan-European association, because it inspires us to continue working for diversity and because it stems from the will and commitment of women in the industry to change it from within. We still have a long way to go, but we will continue to work towards it.

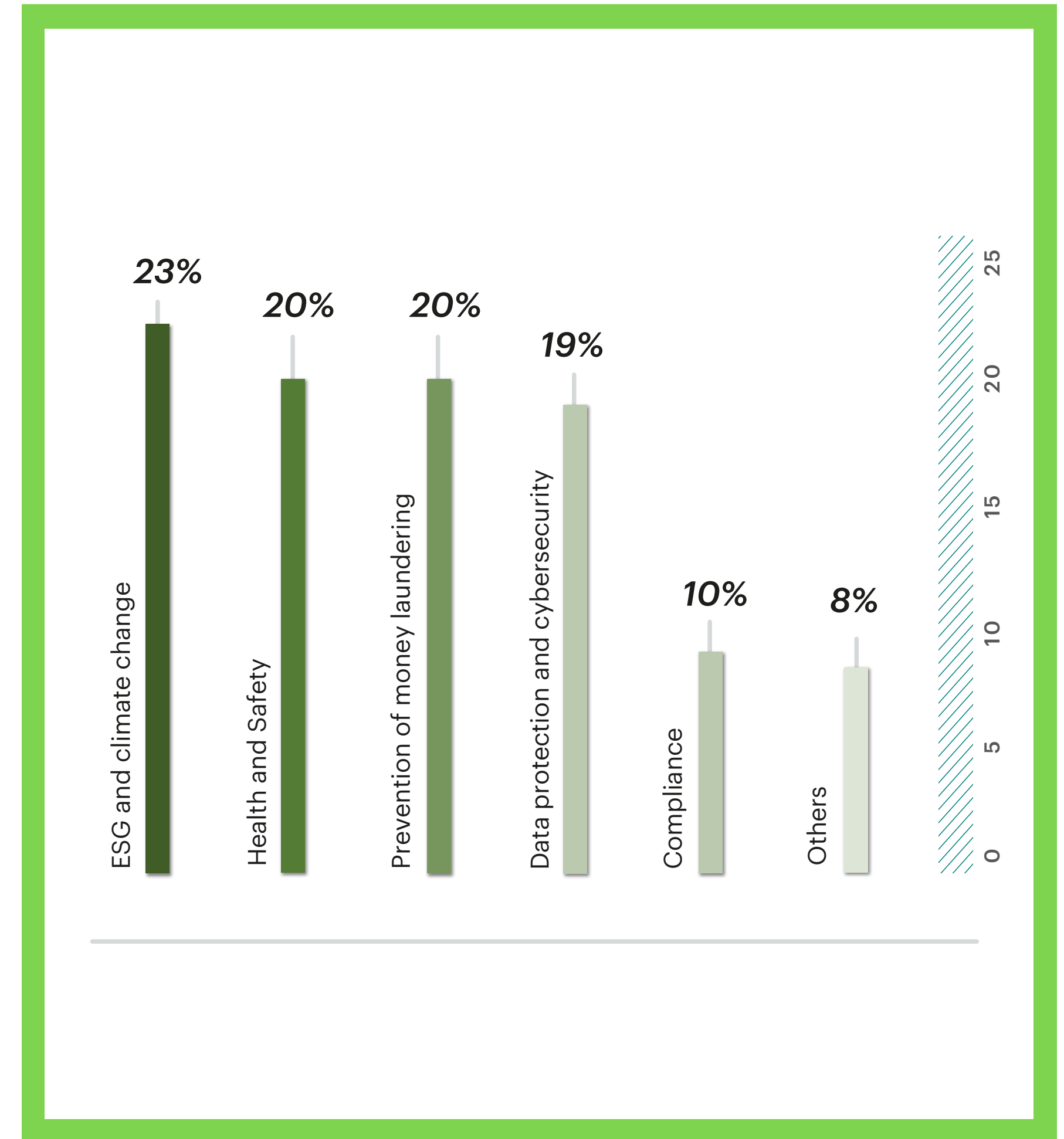


TRAINING AND DEVELOPMENT

At Suma Capital we believe that continuous training, both in the values that govern our business and in the best practices and regulatory requirements of the industry, is a critical factor for the long-term success of our firm, the retention of talent, as well as for teams to share and acquire management experience.

To this end, we define an annual training plan that meets the needs and expectations of our teams,

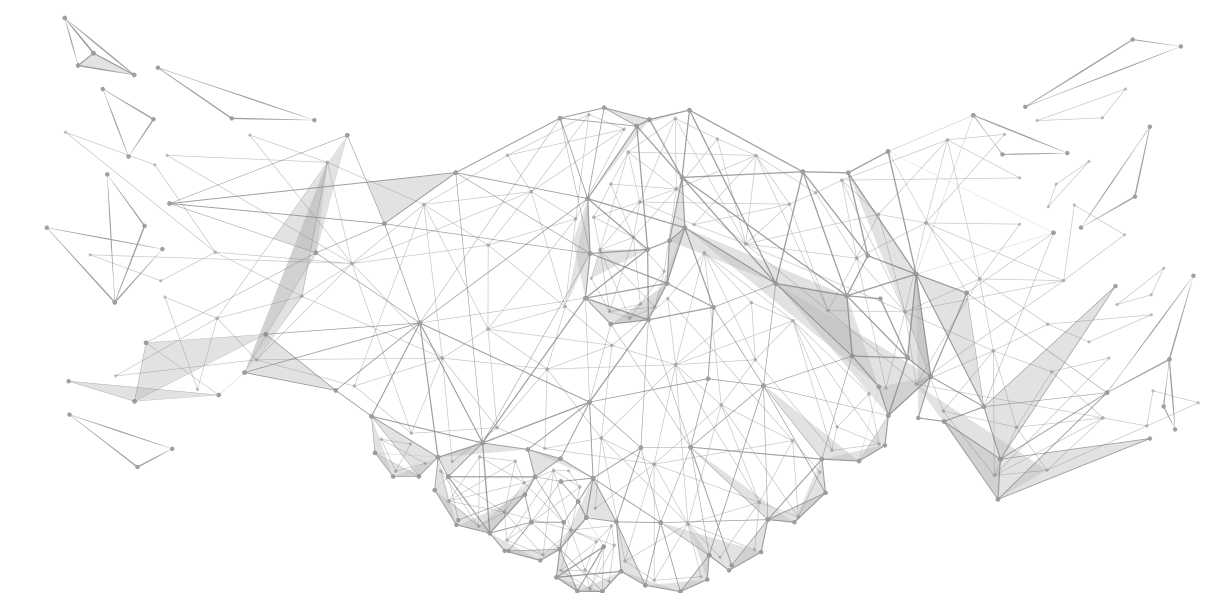
including training in our ESG investment and management procedures. New hires undergo an immersion program upon arrival and subsequent annual updates. We also offer specific training programs in different investment areas, which contribute to the professional development of our teams. In 2022, our teams received over 330 hours of training on topics such as:



**SUMA
COOPERATION
CONFERENCE**

A team can only perform optimally when all its members are rowing in the same direction; only then are we able to achieve a balance between motivation, productivity and commitment among our people.

To this end, once again this year, all the members of Suma Capital took part in a day of activities in the countryside, aimed at fostering **teamwork and cooperation**. In the unique setting of Súria (Barcelona), the team members enjoyed an enriching experience that highlighted our collective enthusiasm and commitment to face new challenges aligned with our Purpose.



WE CREATE AN IMPACT ON SOCIETY

We seek to contribute to the creation of a fairer, more responsible and caring society. For this reason, at Suma Capital we understand business as a lever to generate positive impacts on our environment, communities and people. To this end, our organization and our teams are committed to opening up opportunities that increase our impact on local communities and the environment.

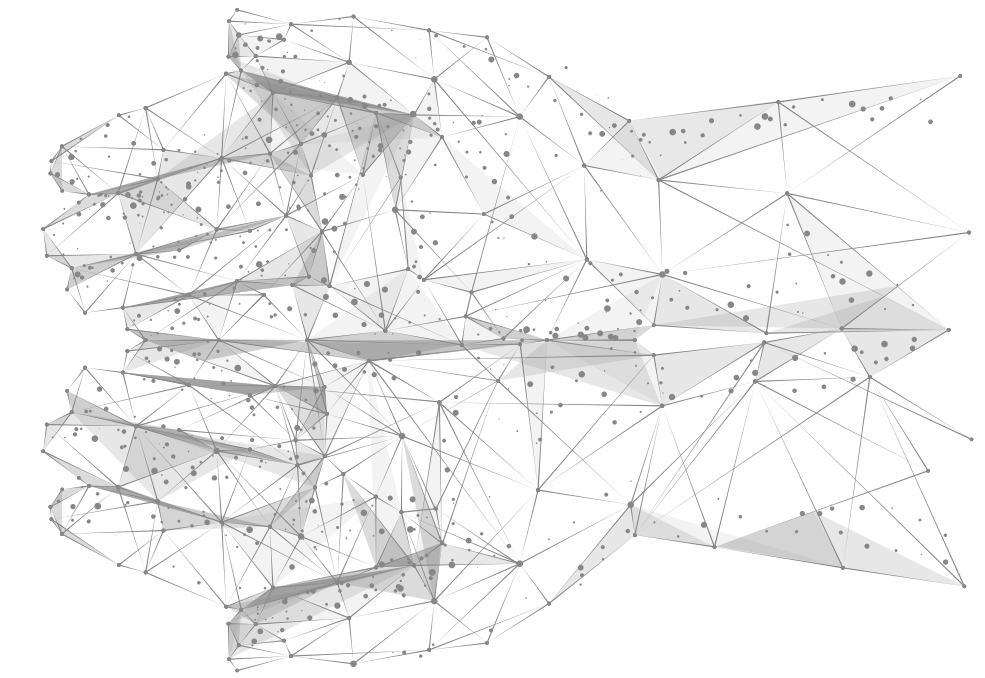
PRO-BONO PRIVATE EQUITY PROJECT

For the second year, Suma Capital is participating as a strategic partner in the pioneering **Pro-Bono Private Equity program**, promoted by the AYO Foundation and Attalea Partners, and attended by leading entities such as the investment and restructuring firm NK5 and the sector association SpainCap. The objective of the pro-bono initiative is to connect high-impact companies with relevant players in the private equity market who can offer their support to bolster these projects and generate robust business models.

The program was launched following the success of the pilot **led by Suma Capital** together with the startup **NUWE**, a gamification-based skills identification and recruitment platform. For 4 months, we supported NUWE to enhance its business plan and financial projections, as well as its communication and investment pitch. At the beginning of 2023, NUWE has raised its second investment round of +700.000 euros thanks to the trust gained from the funds already present in the company, and by locating new strategic partners to continue revolutionizing the HR sector.

SOCIAL ACTIVITIES

Our ambition is to contribute to a society based on equality, inclusion and prosperity. We collaborate with different organizations which actively promote this purpose, and our team is strongly committed to volunteer activities in addition to financial donations. Throughout 2022, Suma Capital donated 2% of its profits to various organizations such as the Red Cross, Hospital Sant Joan de Déu, Associació Espanyola contra el Càncer - AECC, Fundació Pere Tarrés and Càritas.



Solidarity Dinner: PERE TARRÉS FOUNDATION



For years we have contributed to the work of the Pere Tarrés Foundation at its socio-educational centres, via occasional donations and collaboration in its annual solidarity dinner. This entity **accompanies children in vulnerable situations** with the aim of breaking the cycle of poverty and affording them opportunities on a social, emotional and educational level. The foundation, which has fifty centres throughout Catalonia and the Balearic Islands, also helps children in vulnerable situations with access to basic health care, to have the appropriate school supplies and to receive at least one gift at Christmas.

 FUNDACIÓ
PERE TARRÉS



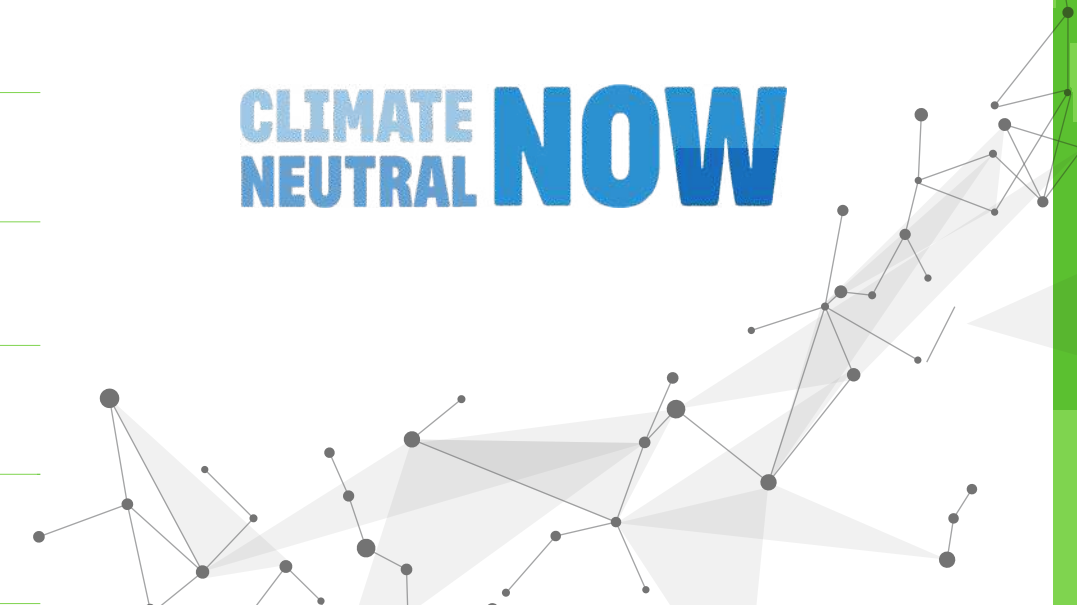
<36>

CARBON FOOTPRINT

Our contribution to mitigating climate change and decarbonizing the economy starts with how we manage our own impacts. In keeping with this commitment, we approved our **Green Plan 2020-2025**, which aims to achieve an average annual reduction of 5% in CO₂ emissions for the period. With the economic recovery after the Covid-19 pandemic, and the growth experienced by the management company, we reactivated our measures to reduce our impact, acquiring guarantees of origin from renewable producers, extending the use of videoconferencing systems or seeking more sustainable transportation alternatives such as the use of trains instead of airplanes, among others. Our emissions **dropped by 16%** compared to the base year, with a reduction 2% above our annual reduction target.

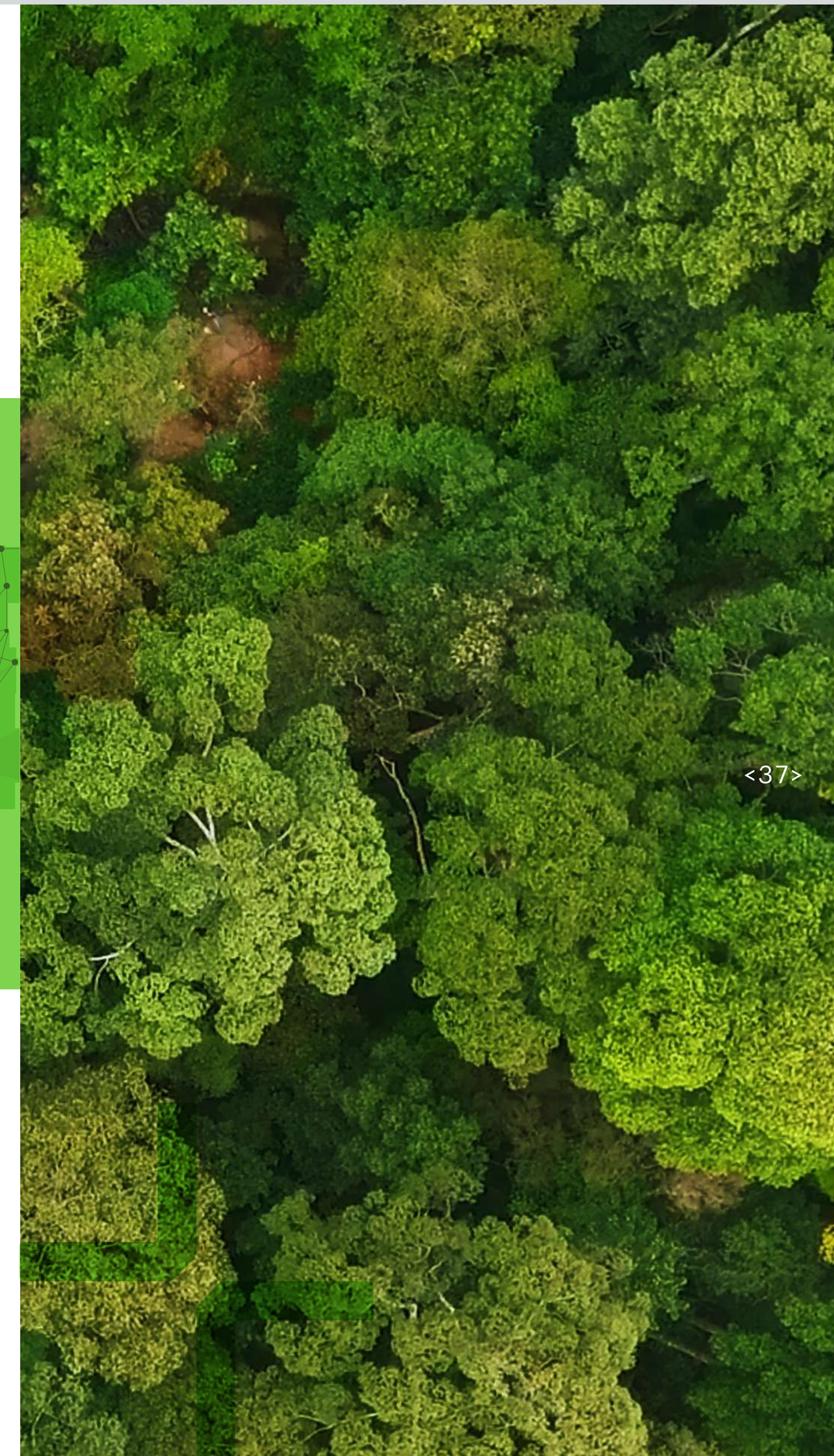
	2019 (tCO ₂ eq.)	2020 (tCO ₂ eq.)	2021 (tCO ₂ eq.)	2022 (tCO ₂ eq.)	% Ev. 19-22
Scope 1	1,84	0,33	2,00	0,40	-78%
Scope 2	7,48	4,73	0,00	0,00	-100%
Scope 3	24,18	15,38	21,02	27,87	15%
Total	33,50	20,43	23,02	28,28	-16%
% offset emissions	100%	100%	100%	100%	

**CLIMATE
NEUTRAL NOW**



From 2019 all emissions that we are not able to reduce we offset through the United Nations **Climate Neutral Now** initiative. For the third consecutive year, we supported the Tana Hydroelectric Power Plant Rehabilitation Project (Kenya), whose objective is to upgrade and modernize the existing hydroelectric power plant. This project will save more than 25,000 TCO₂ per year, while promoting business opportunities and direct employment for the local population, improving their economy and reducing their dependence on fossil fuels. The project is accredited by the CER system and supervised by the UNFCCC.

We also **register our carbon footprint** in accordance with the guidelines of the Spanish Ministry for Ecological Transition and the Demographic Challenge. We annually share our emissions and reduction plans in the national registry, supporting the emissions reduction target of the Paris Agreement and obtaining the 'Calculo-Reduzco' seal from Ministry of Spain.



ESG BUSINESS CASES in our portfolio

06



OUR CONTRIBUTION TO THE SDGS



At Suma Capital we integrate the SDG methodology to evaluate and maximize our contribution and that of our investees to sustainable development. By identifying high-impact activities, sectors and underlying megatrends, we are helping our investees better understand where their true positive impact lies, and how they can **maximize their valuation** through the SDGs.

Our Responsible Investment Policy enables us to identify the **priority SDGs** for the fund manager and for each of our investment verticals, establish the areas and impacts to which they can contribute from their business, and define the priorities and tools to achieve a conscious contribution aligned with the values shared by the fund manager and the investees. We perform an initial alignment of our investees, as well as the objectives and goals defined to **accelerate their contribution to the business, people and the environment**, ensuring the implementation of Suma Capital's purpose.

Below, we summarize our portfolio's alignment with, and contribution to the SDGs in 2022:

	3 GOOD HEALTH AND WELL-BEING	4 QUALITY EDUCATION	5 GENDER EQUALITY	8 DECENT WORK AND ECONOMIC GROWTH	9 INDUSTRY, INNOVATION AND INFRASTRUCTURE	10 REDUCED INEQUALITIES	11 SUSTAINABLE CITIES AND COMMUNITIES	12 RESPONSIBLE CONSUMPTION AND PRODUCTION	13 CLIMATE ACTION	16 PEACE, JUSTICE AND STRONG INSTITUTIONS
SCGF I Party Fiesta Trade Inn Alucan Caher Homs Rental GrandVoyage	-	-	33%	100%	50%	50%	50%	67%	100%	100%
SCGF II A Contracorriente Films Npaw Ziacom Atrapa Muebles Grupo Mengual Turris Gunki & Trentino Gotalents	13%	50%	50%	100%	88%	50%	63%	88%	100%	100%
SCEEF II Efficiency & Environment Infraestructures ii SC valorizaciones Agropecuarias SC Zero Waste Energy Qoichi 1 Unue Gas Renovable Anoltri Invest SC Producción Renovable	71%	43%	100%	100%	100%	14%	57%	100%	57%	100%
SCCIF III Adec Global Biomethane Initiative	100%	50%	50%	100%	100%	100%	100%	100%	50%	100%

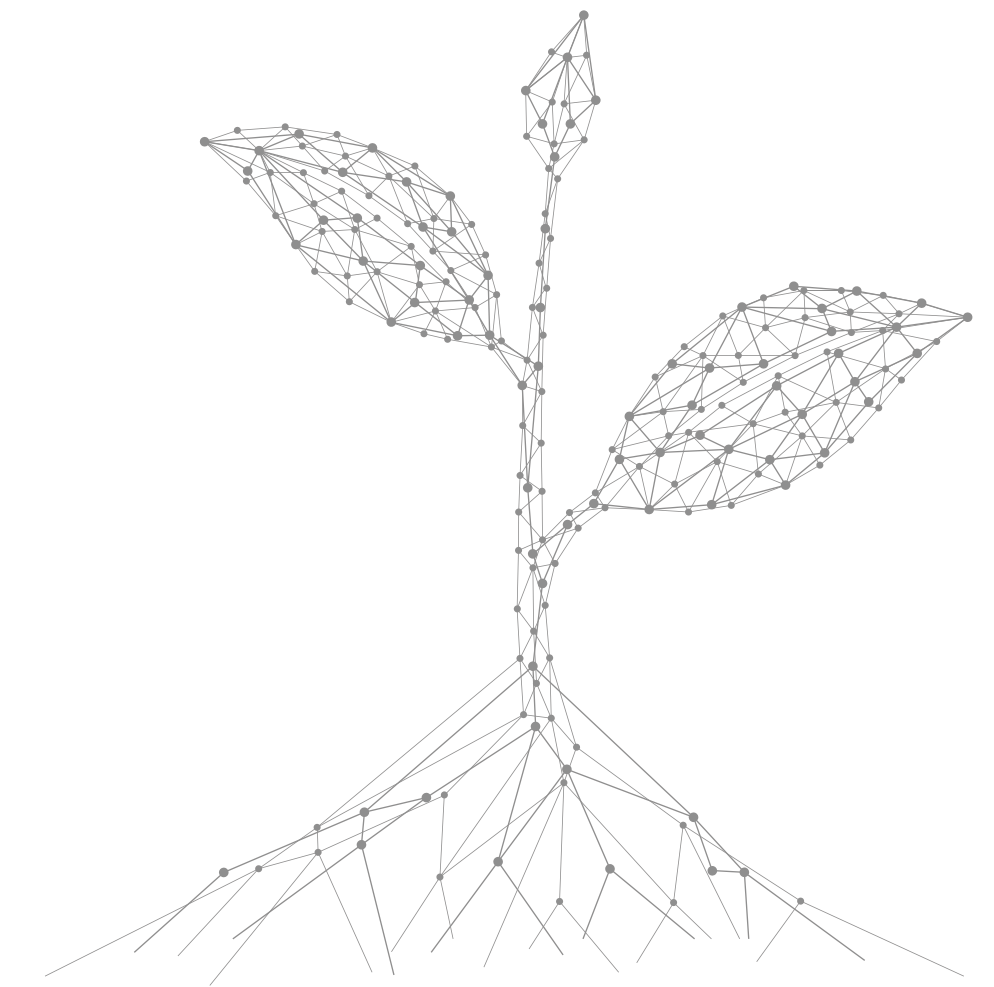
+ BUSINESS CASE: SC Infra FUNDS – **GESTCOMPOST**

COMPANY DESCRIPTION

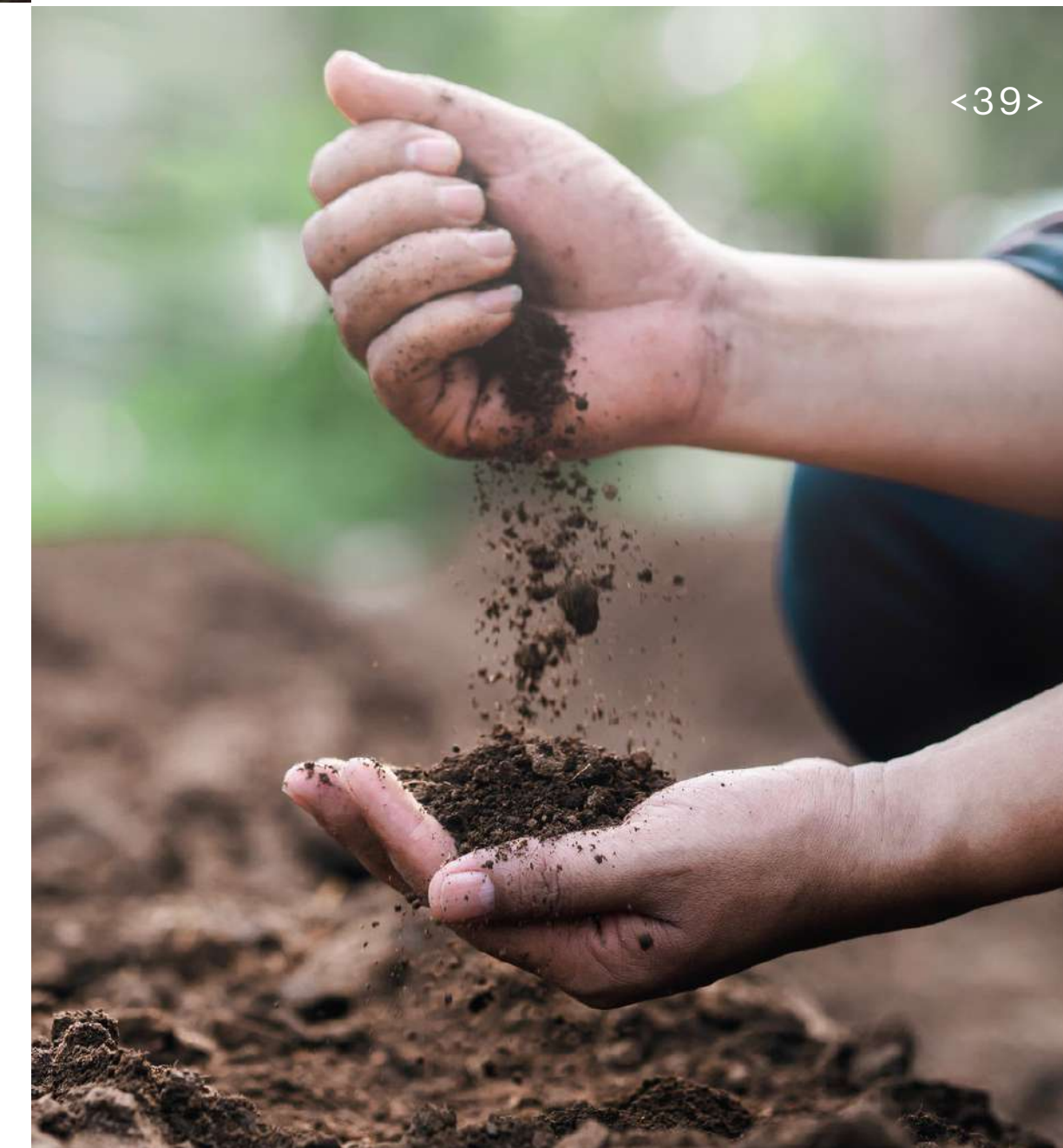
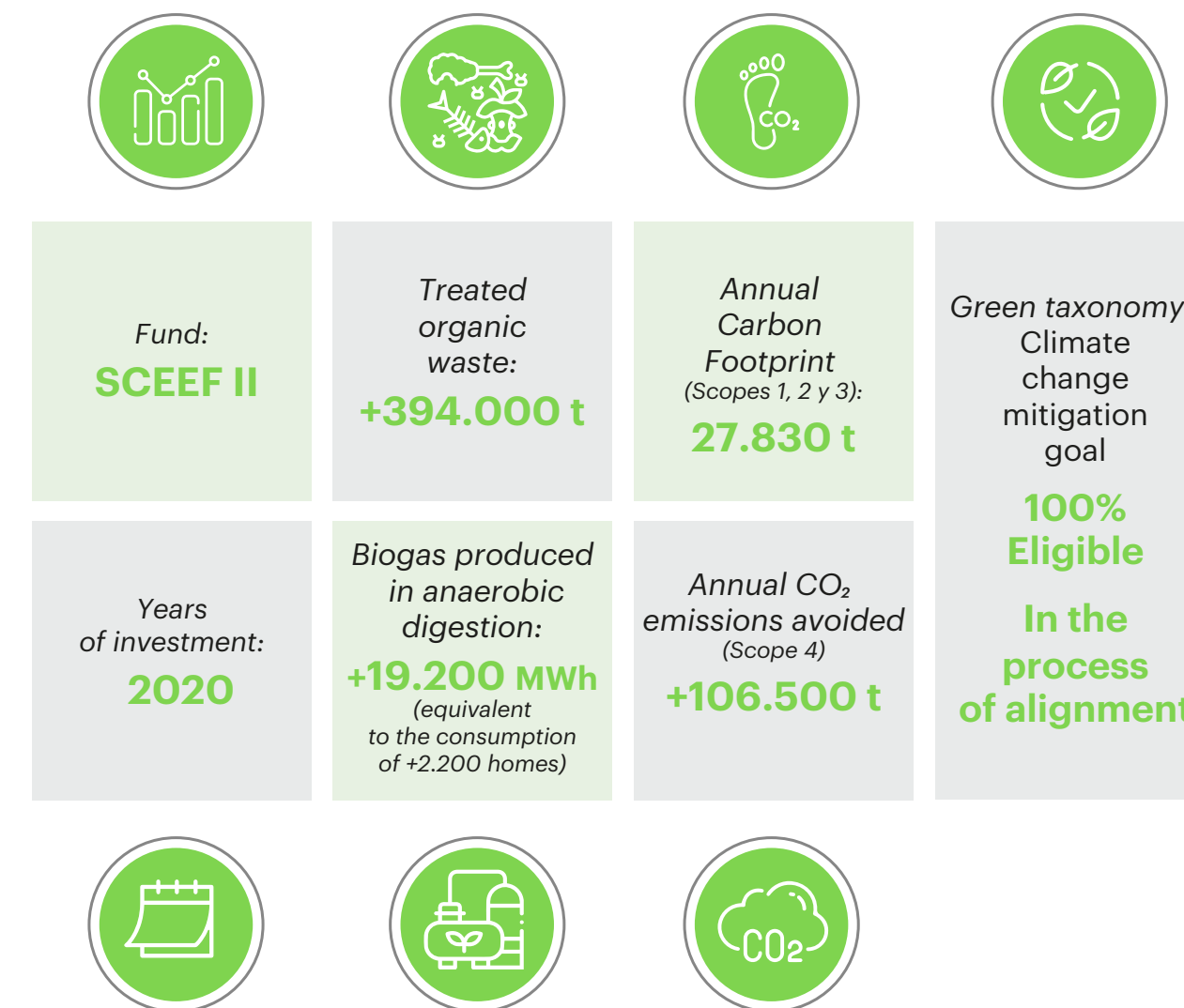
Founded in 2003, Gestcompost is a company engaged in the **treatment and recovery of non-hazardous organic waste** via four business lines: composting, SANDACH treatment (animal by-products not intended for human consumption), brokerage and sale of renewable energy. The company has two plants, one in Pina de Ebro (Zaragoza) with the capacity to treat 420,000 T/year, and a second plant, inaugurated in March 2023 in Belinchón (Cuenca), with a capacity of 700,000 T/year.

Gestcompost has a stable customer base consisting mainly of **papermaking companies, wastewater treatment plants and waste managers** with long-term contracts.

This Aragonese group has seen significant growth, with a revenue increase between 2017 and 2022 of 30% CAGR, and is expected to continue growing strongly thanks to its new plant.



MAIN KPIS OF 2022 AND PROGRESS



SUMA CAPITAL'S INVESTMENT STRATEGY

The investment in Gestcompost is fully aligned with Suma Capital's Responsible Investment Policy and the sustainable investment objectives of the SCEEF II fund. The company's activity makes a significant contribution to the **transition towards a circular economy** by treating and recovering non-hazardous organic waste and obtaining by-products for agricultural and livestock uses, to the energy transition by producing renewable electricity from biogas, and to reducing CO₂ emissions by the use of closed treatment systems and anaerobic digestion.

Gestcompost is also a clear example of investment in a platform model, one of SC Infra's main strategies, whereby Suma Capital invests in an asset with a sound, committed management team to build a platform on which to replicate the successful model at new facilities.



INTEGRATION OF ESG ASPECTS IN THE STRATEGY

During the due diligence phase we conducted an analysis of ESG risks and opportunities, as well as the generation of positive impacts on the environment, and concluded that the potential and opportunities were intrinsically linked to the geographic expansion of the business model and to improving the company's processes. The strategy has therefore been implemented organically through the **construction of a new waste management** plant near Madrid, enabling Gestcompost to expand its national customer coverage and significantly increase the volume of waste managed and the positive impact generated for the environment.

<40 >

In addition, two new projects are under development to maximize the impact on the two plants, by the development, construction and operation of two upgrading facilities to **valorise the biogas** produced during the anaerobic digestion of waste. The new Belinchón facility will convert biogas into biomethane, which will be injected into Enagas' natural gas transportation network, while the Pina de Ebro facility will be **the first in Spain to convert biogas into BioLNG** to be used as fuel for sustainable vehicle transportation.

MAIN ACHIEVEMENTS IN ESG



Certification in ISO 14001, ISO 9001 and ISO 45001



New stripping process installed in Pina de Ebro, significantly reducing process water consumption and allowing the valorisation of ammonium sulphate



Commitment to gender diversity, multiplying the number of women in the workforce by 3 between 2020 and 2022



Development of a new plant in Belinchón, increasing the treatment capacity from 420,000 Tn to 1,120,000 Tn, to become one of the leaders in the organic waste treatment sector in Spain



Agreement for the development of 2 biomethane and BioLNG upgrading plants



The company has been awarded the Circular seal of the Community of Aragon

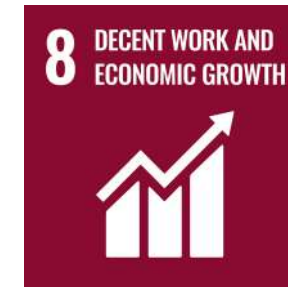


CONTRIBUTION TO THE SDGS (includes KPIs)



7.2 By 2030, to substantially increase the share of renewable energies in the national energy mix

Renewable electricity generated and injected into the grid: 2,250 MWh
90% of energy consumed from own sources



8.3 Promote policies aimed at the development of productive activities, the creation of decent employment, entrepreneurship, creativity and innovation, and encourage the formalization and growth of SMEs

Number of employees: 28
% women on workforce: 21.4%
Men/women salary gap: 0.9%



9.4 Improved infrastructure and modernization of industries to make them sustainable, greater efficiency in the use of resources, greater adoption of clean and environmentally sound technologies and industrial processes

Implementation of quality, environment and health and safety management systems
Installation of systems for the production of biogas and BioLNG



12.2 Achieve sustainable management and efficient use of natural resources
12.5 Substantially reduce waste generation through waste prevention, reduction, recycling and recycling and reutilisation

Volume of waste treated: 394 kT
Generation of 258 Mt/year of compost and digestate from waste for soil fertilization



13.2 Integrate climate change measures into national policies, strategies and plans

CO₂ emissions: 1,675 TCO₂e/€M in sales
Consumption of biogas produced in plant, emissions 0
Sustainability Policy



15.1 Ensure the conservation, restoration and sustainable use of terrestrial and inland freshwater ecosystems and their services, in line with obligations under international agreements.

No environmental incidents during the year
Operations located near customers' waste generation points

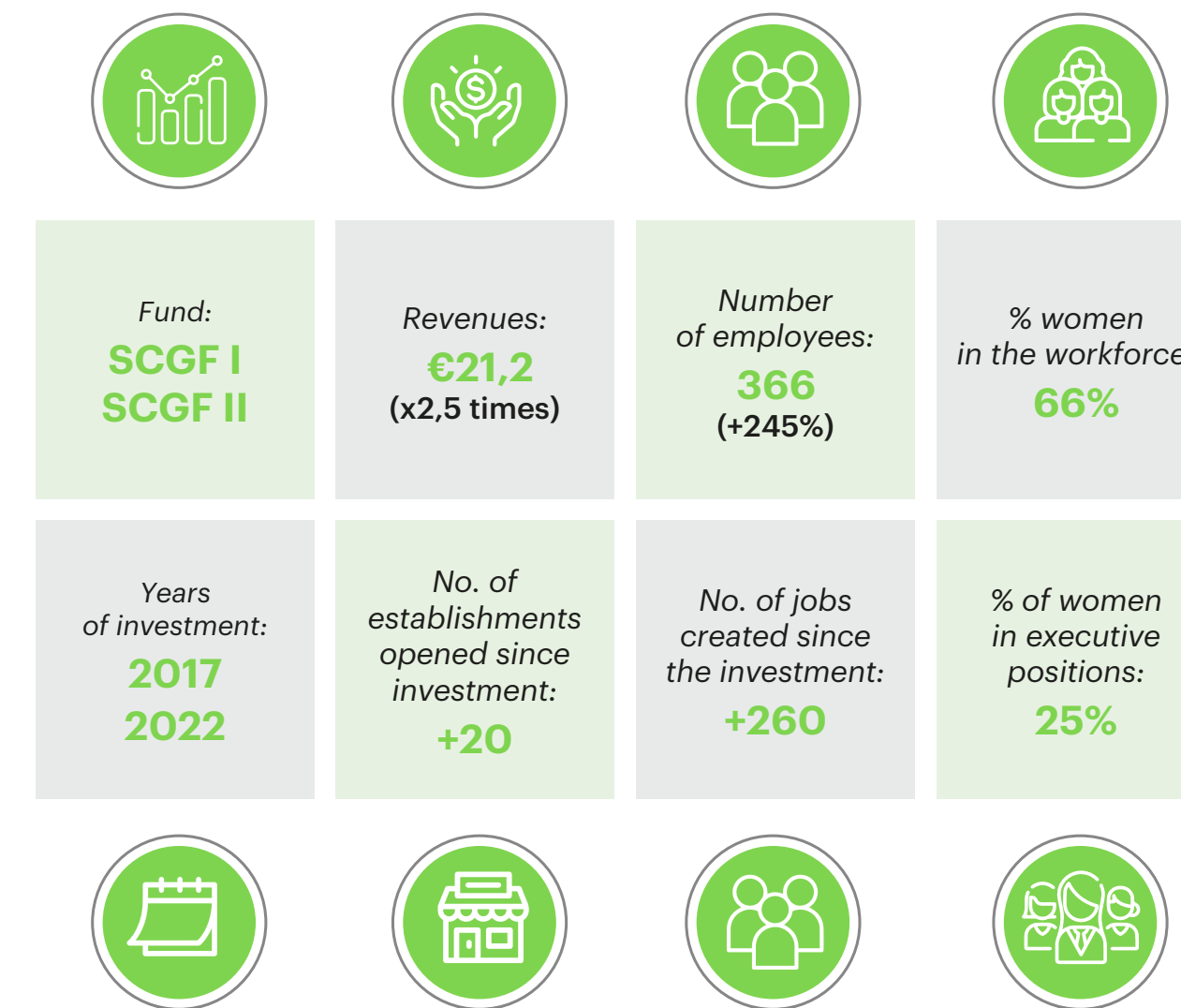
BUSINESS CASE:
SC Growth FUNDS – TURRIS

COMPANY DESCRIPTION

Turrís is a retail company specialising in bread and pastries, founded in 2008 with a clear calling: to recover the process of **artisanal bread** making. The company, led since its inception by the founders themselves, is positioned as a high-end bakery, offering its customers over seventy varieties of fresh bread made with sourdough, as well as different pastries and cakes, savoury pastries and puff pastries, a catering service and an online bakery. The company currently has a total of 30 stores in the Barcelona metropolitan area, mainly in Barcelona and Sant Cugat, and has just opened its first store in Madrid.



MAIN KPIS OF 2022 AND PROGRESS



SUMA CAPITAL'S INVESTMENT STRATEGY

The investment in Turrís is aligned with Suma Capital's Responsible Investment Policy, and meets the criteria for promoting social and environmental characteristics defined in the SCGF II investment thesis, as a product under article 8 of the SFDR. The company was the 4th investment of its predecessor fund, SCGF I, and after 4 years of successful relations, Suma Capital decided to renew its commitment by bringing in a new majority investor and reinvesting through SCGF II. Trust in the **leadership of the founders and management team**, the new geographic **expansion plan** and the creation of a **leading brand** in terms of quality and variety of products, as well as the implementation of best practices in the management of people, stakeholders, the environment and governance, were just some of the incentives for reinvesting in the company.

turrís



INTEGRATION OF ESG ASPECTS IN THE STRATEGY

One of the company's features since its inception is the desire to be a differentiated brand, one **committed to people** and the planet. People are one of the cornerstones of its value creation, and for this reason measures have been taken such as not opening on Sundays or holidays, or adapting the start of each working day, designing a production process distributed between the central bakery and the bakery in the store that facilitates the **employees' work-life balance**. Innovation and Passion are part of its process for creating new products, though always using artisan and quality doughs. Lastly, Sustainability focused both on reducing its environmental impact by using natural ingredients and respectful cultivation processes, as well as the impact on society and customers through initiatives and solidarity campaigns.

<43>

MAIN ACHIEVEMENTS IN ESG



Employee benefits such as salary supplements, flexible working hours, and closing on Sundays and holidays to provide employees with days off



Introduction of packaging made with recycled material and cloth bags for internal use.



Raw materials traceability program with suppliers



Organization of charitable workshops to share knowledge about the craft of baking



Conducting product solidarity campaigns and distributing leftovers to NGOs



CONTRIBUTION TO THE SDGS (includes KPIs)



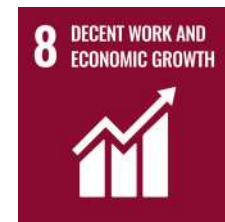
4.4 Increase the number of youth and adults with technical and vocational skills for employment, decent Jobs and entrepreneurship

+15,700 hours training
+43hr/employee training a year



5.5 Ensure women's full and effective participation and equal opportunities for leadership at all levels of decision-making in political, economic and public life

240 women on workforce
2.7% of workforce formed by disabled employees



8.3 Promote policies aimed at the development of productive activities, the generation of decent work, entrepreneurship, creativity and innovation, and encourage the formalisation and growth of SMEs

More than 360 employees with permanent contracts
+45 net jobs created



9.2 Promote inclusive and sustainable industrialization and significantly increase the share of industry in employment and gross domestic product, in accordance with national circumstances

Environmental policy approved with objectives
Control of environmental parameters of production and management of commercial premises



10.2 By 2030, empower and promote the social, economic and political inclusion of all, regardless of age, gender, disability, race, ethnicity, origin, religion, economic or other status

Beginning of the working day in ovens at 5.30 am (vs. 3 am market standard)
Closed on Sundays and holidays for work-life balance



12.5 Substantially reduce waste generation through prevention, reduction, recycling and reuse

Water consumption per sales: 344 m³/M€
Energy consumption per sales: 603 MWh/M€



13.2 Integrate climate change measures into national policies, strategies and plans

CO₂ emissions per sales: 120 tCO₂/M€



16.6 Developing effective, accountable and transparent institutions at all levels

Criminal Compliance Policy and Plan implemented



Suma Capital

GROWING TOGETHER