Article 10(1) of Regulation (EU) 2019/2088, related to the transparency of the promotion of environmental or social characteristics and of sustainable investments on websites for Article 8(1) products

SFDR level 1 requirements for the 10 of march 2021

PG IMPACT INVESTMENTS II (USD) S.C.A., SICAV-RAIF

Description of E / S characteristics - SFDR art 10 (1) (a)

The Fund promotes, among other characteristics, environmental and social characteristics in line with the article 8 of Regulation (EU) 2019/2088 of the European Parliament and of the Council of 27 November 2019 on sustainability-related disclosures in the financial services sector (the "SFDR").
The Manager is committed to investing in a responsible way by actively integrating environmental, social and governance ("ESG") considerations in its investment selection and ongoing monitoring process. By integrating ESG factors into the investment process, the Manager aims at:
(i)enhancing investment returns and protect value for the Fund; and
(ii)ensuring that the companies and assets in which the Fund invests ideally benefit, investors, society and the environment.

Information on the methodologies used to assess, measure and monitor the environmental or social characteristics - SFDR art 10 (1) (b)

The Manager seeks to generate investment returns in a way that complies with relevant local and international laws, including adherence to international protocols on banned products, and potential for negative impacts on society or the environment. The investment approach includes a best-in-class impact assessment and an analysis of investments against SDGs.
The Manager follows dedicated processes in deciding from a responsible investment perspective whether it is appropriate to invest in a company or other asset. The Manager applies specific tools and processes to ensure a thorough integration of ESG factors. Furthermore, the Manager monitors the Investments on an ongoing basis to ensure any potential ESG issues are quickly identified.
For Private Debt Investments, the Manager establishes a comprehensive risk-based approach to ESG integration throughout the life cycle of a direct deal.
For Direct Investments in private equity, depending on the Fund's role as investor, the Manager establishes a comprehensive approach to ESG integration throughout the life cycle of a direct deal.
The Manager actively includes impact and ESG criteria in its investment process. Investment themes are defined in alignment with the environmental and social characteristics promoted by the Fund. During the deal sourcing, business models are identified which are attractive both from a commercial and from an impact point of view. During the due diligence process, impact is assessed based on a best-in-class impact methodology. A logic model is developed linking the investment to potential outputs, outcomes and ultimately SDG/SDT impacts. This is used as the basis to set key impact targets. A specific ESG analysis and assessment will be completed to identify and mitigate material Sustainability Risks (as defined below). Both impact assessment and ESG analysis are presented to and discussed in the investment committee.
When potentially material Sustainability Risks are identified through the proprietary ESG assessment tool, the investment teams work together to deepen their understanding of material Sustainability Risks through conversations with borrowers, sponsors and external advisors. The investment teams monitor the management of Sustainability Risks during ownership and engage as needed, subject to the Fund's role as investor.
The Manager may also invest via funds managed by other investment managers.
For primary Fund investments, the underlying funds in which the Manager is considering a potential investment are required to complete a Fund investments ESG Assessment to explain how they take into account ESG factors. The assessment is based on the United Nations Principle for Responsible Investment's ("UN PRI") limited partners' responsible investment due diligence questionnaire to assess the strength of an underlying manager's approach to ESG integration.
In the case of secondary investments into target funds, to identify Sustainability Risks and seek to avoid potentially high-risk Secondary Investments, the Manager considers whether target fund Investments could include illegal or potentially harmful products and services or business practices:
(i)Harmful products generally include those that are threatening to human health, such as tobacco and firearms;
(ii)Harmful services often target vulnerable populations or resources, such as gambling or mining;
(iii)Harmful business practices may be unfair, deceptive, or threatening, such as bribery and corruption, irresponsible

deforestation, or forced labor and child labor in supply chains.

The Manager will, where possible, evaluate the strength of an underlying manager's approach to ESG integration and engage in potential mitigation measures, if needed.

The Fund has a private market strategy aiming at both generating positive financial return and at achieving positive social impact, as framed by the SDGs, while aiming to protect the environment. To achieve these objectives, the Fund integrates impact considerations throughout the investment lifecycle, including a best-in-class impact assessment and reporting methodology.

Information from Prospectus compliant to Art. 8 - SFDR art 10 (1) (c)

See related PPM

Information from Yearly Report compliant with Art. 11 - SFDR art 10 (1) (d)

No periodic report published yet