Potential Impact on Returns

St. Petri Capital has developed a Responsible Investment Policy to ensure that sustainability risks and opportunities' impact on returns are evaluated during the investment decision process.

St. Petri Capital understands sustainability risks and opportunities as an event or several events, in the realm of environment, social or governance, that can or will have a negative or positive material impact on an investment's value.

To minimize or enhance the impact associated with sustainability risk or opportunities, St. Petri Capital has developed and implemented a step by step process which ensures that different risk "check-points", connected to each individual stock, are evaluated during the investment process.

The risk "check-points" implemented to minimize or enhance sustainability risks and opportunities are:

- Norm based screening
- Thematic based screening
- PAI integration
- Taxonomy alignment
- ESG Rating and impact
- Exclusions list
- Analyst assessment and dialogue

These risk "check-points" are an integrated part of St. Petri Capital's fundamental stock selection process. The "check-points" will ensure that sustainability risks and opportunities impact on returns are constantly evaluated both during the stock selection process, and during the ongoing evaluation process when a stock is included in the portfolio.

As part of this process St. Petri Capital will ensure that all relevant ESG information is available for our portfolio managers and analysts to estimate the potential impact on returns.

This statement is part of St. Petri Capital's overall Responsible Investment Policy framework under the supervision of St. Petri Capital´s Responsibility Committee.