

Sustainability-related disclosure

Product name: Maj Invest Energy Transition I K/S

LEI code: 636700J25CKRNLKJTC41

Summary

The Fund promotes environmental characteristics through investments that enable the transition to a sustainable energy system, with decarbonization as the primary objective.

The Fund promotes these characteristics by allocating capital to business models that develop, operate, or scale renewable energy generation, transmission, storage, and related technologies.

Specifically, the Fund supports business models that:

- Facilitate the transition to clean energy systems by expanding renewable energy production and supporting infrastructure
- Drive the acceleration of decarbonization by enabling solutions that replace or reduce reliance on fossil fuels

The Fund complies with ESMA's guidelines on sustainability-related fund names by ensuring that at least 80% of investments align with the promoted environmental characteristics.

Monitoring is based on indicators such as the share of companies contributing to clean energy and decarbonization, renewable energy capacity developed, and CO₂ emissions avoided or reduced.

The Fund does not commit to making sustainable investments as defined by SFDR, and no reference benchmark has been designated.

No sustainable investment objective

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

Environmental or social characteristics of the financial product

The Fund promotes environmental characteristics by investing in business models that:

- Facilitate the transition to clean energy systems by expanding renewable energy production and supporting infrastructure
- Drive the acceleration of decarbonization by enabling solutions that replace or reduce reliance on fossil fuels

A minimum of 80% of the Fund's investments aim to be aligned with these characteristics.

The remainder may include companies not directly linked but consistent with the investment strategy.

Investment strategy

Maj Invest Energy Transition I (MIET I) is a closed-end infrastructure and private equity fund that aims to generate long-term growth and profitability while supporting the global shift to a sustainable energy system. The Fund invests in innovative business platforms, funds, and companies whose core activities facilitate the transition to clean energy systems and drive decarbonization.

The strategy centers on acquiring minority equity stakes in companies that develop, own, or operate across the renewable energy value chain, including solar, wind, transmission, energy storage and supporting infrastructure. By targeting platforms rather than standalone assets, the Fund supports scalable business models that can deliver both financial returns and contributions to the energy transition.

Sustainability risks are assessed as part of the due diligence process and monitored throughout the investment period. Portfolio companies are expected to have sound structures and policies in place to manage material risks. Given the Fund invests in companies whose business models contribute to addressing sustainability challenges, such risks are generally considered to have a low impact on the long-term performance of the businesses.

Good governance is assessed during due diligence and ongoing ownership, focusing on board structures, management practices, employee relations, remuneration, and tax compliance.

Binding elements used to attain the environmental characteristics of the Fund:

- Exclusions: The Fund excludes investments in activities that do not align with the investment strategy of the Fund. These exclusions are set out in the Fund's

Sustainability Policy. In addition, the Fund follows Maj Invest's Minimum Standards, which form part of the Responsible Investment Policy of Fondsmæglerselskabet Maj Invest, available on Maj Invest's website. The Fund also applies the exclusion criteria of the EU Climate Transition Benchmark, as required under ESMA's guidelines on the use of sustainability-related terms in fund names.

- ESG integration: As part of the investment process, the Manager will evaluate potential investments' sustainability in four stages: (i) screening, (ii) due diligence, (iii) investment decision, (iv) monitoring. These stages are included in the investment process to ensure that the environmental characteristics promoted by the Fund are met.
- Thematic relevance: The environmental characteristics promoted by the Fund are integral elements of the investment strategy. The Manager will, on behalf of the Fund, evaluate how the potential portfolio companies' business models contribute to these characteristics.

Proportion of investments

At least 80% of investments aim to be aligned with the promoted environmental characteristics, measured at fair value. The remaining investments may include early-stage or supporting businesses consistent with the Fund's overall strategy. Temporary cash balances may be held for administrative purposes only.

No commitments are made to sustainable investments, EU Taxonomy alignment, transitional, or enabling activities.

Monitoring of environmental or social characteristics

Attainment of the Fund's characteristics is measured using sustainability indicators, including:

- Share of investments contributing to clean energy systems or decarbonization,
- Renewable energy capacity (development, construction, operation),
- Portfolio coverage of renewable energy capacity,
- CO₂ emissions avoided or reduced,
- Portfolio coverage for CO₂ avoidance or reduction.

Methodologies

The Fund applies a qualitative and quantitative assessment to evaluate how potential investments contribute to the environmental characteristics promoted by the Fund. Prior to making an investment, the Manager reviews the investment case description to assess whether the core business activities of the company or fund are aligned with the Fund's environmental characteristics.

During the ownership phase, the Manager seeks to collect relevant sustainability data from portfolio companies and fund managers where possible. However, due to the nature of the investments and the Fund's minority ownership positions, the availability of detailed data is often limited.

Data sources and processing

The Fund relies on a combination of internal assessments and external information to evaluate how investments contribute to the environmental characteristics promoted. Primary data sources include investment case documentation, information provided directly by portfolio companies or fund managers, and dialogue with co-investors.

Where available, the Fund may also use publicly disclosed information, such as annual reports, sustainability reports, or regulatory filings. Given the Fund's minority ownership positions, the availability and quality of sustainability data are often limited. Data processing is carried out by Maj Invest through internal reviews of the information collected.

Limitations to methodologies and data

The Fund's ability to apply its methodologies is subject to limitations, primarily related to the availability and quality of sustainability data. As the Fund often holds minority positions in portfolio companies or invests through other funds, access to detailed company-level data is limited. Many portfolio companies are in early or growth stages and may not yet systematically collect or report sustainability information.

As a result, assessments rely to a significant degree on the investment's core business model and sector focus rather than on comprehensive quantitative data. This means that while the methodologies are consistent and applied systematically, they cannot fully capture all potential impacts.

Due diligence

As part of the investment process, the Manager conducts structured due diligence to evaluate the financial, operational, and sustainability profile of each potential investment. This includes an assessment of the investment's compliance with Maj Invest's Minimum Standards, the Fund's exclusion list, and recognized international principles on responsible business conduct. The due diligence process also evaluates ESG risks and opportunities, taking into account factors such as the maturity of the company or fund, its business model, industry context, and governance structures.

Engagement policies

The Fund's investment strategy is primarily based on minority ownership positions, which means that systematic engagement is not always feasible. Nevertheless, the Manager seeks to exercise influence where relevant, particularly if a material sustainability issue has been identified. This may take place through collaboration with co-investors or, in certain cases, through direct dialogue with portfolio companies.

Designated reference benchmark

No index has been designated as a reference benchmark for this financial product.