

## Sustainability-related disclosures – Copenhagen Infrastructure II K/S

Last updated May 2024

These sustainability-related disclosures have been prepared pursuant to Article 10 of Regulation (EU) 2019/2088 on sustainability-related disclosures in the financial services sector (the "SFDR").

This website product disclosure has been prepared and published based on the facts, information, and legislative guidance available on the date hereof. This statement may be subject to changes, updates and general revision in connection with any regulatory developments and following the disclosure of any further legislation, guidance and recommendations concerning the SFDR (including any delegated acts thereto) by the Danish or EU legislators/supervisory authorities. A clear explanation will be published if any changes or amendments are made to the below.

### Summary

**Financial product:** Copenhagen Infrastructure II K/S as well as any alternative investment vehicle listed in Annex I (each of which is an alternative investment fund) are part of a whole fund structure (collectively "CI II" or the "Fund"), managed by Copenhagen Infrastructure Partners P/S, company number (CVR no.) 37994006 ("CIP" or the "Manager"). The allocation of investors' commitment to each entity is driven by tax, legal and regulatory reasons unrelated to CI II's environmental, social and governance characteristics. Furthermore, an investor's exposure to the underlying assets of CI II is not affected by the allocation of its commitment to any one particular legal entity comprised by CI II. For these reasons CI II is for the purpose of this website product disclosure deemed to be a single financial product.

The Fund is a close-ended fund which was structured, established and held its final closing prior to the entry into force of the SFDR. The Fund's overall approach to its environmental and social characteristics thus did not formally take in to account the defined principle of "do no significant harm" as defined in the SFDR and EU Taxonomy, and therefore the Fund's investments are not currently considered to meet the specific definition of "sustainable investments" within the meaning of art. 2(17) of the SFDR. In terms of the EU Taxonomy, the "do no significant harm" principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

CI II's investment strategy is to invest in energy infrastructure assets, including onshore and offshore wind, transmission and distribution grids, pipelines, thermal generation, and other energy assets as set out in the fund documentation governing CI II, which is binding and used to select investments to promote CI II's characteristics. The Fund was established and has made most of its investments prior to the entry into force of the SFDR and Taxonomy regulation. Therefore, the Fund has not taken sustainable indicators into account to the same extent as current investments for later funds managed by CIP. Nonetheless, the Fund expects in relation to its exhibiting investments, to use at least the following sustainability indicators to measure the environmental characteristics promoted:

- (1) Renewable energy capacity (MW)
- (2) Renewable power generation (GWh)
- (3) Estimated CO<sub>2</sub>e emissions avoided (tCO<sub>2</sub>e)

### **No sustainable investment objective**

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

### **Environmental or social characteristics of the financial product**

The Fund principally promotes certain environmental characteristics in its investments through investing in economic activities which contribute to increasing global renewable energy capacity and generation, and the reduction of greenhouse gas emissions.

### **Investment strategy**

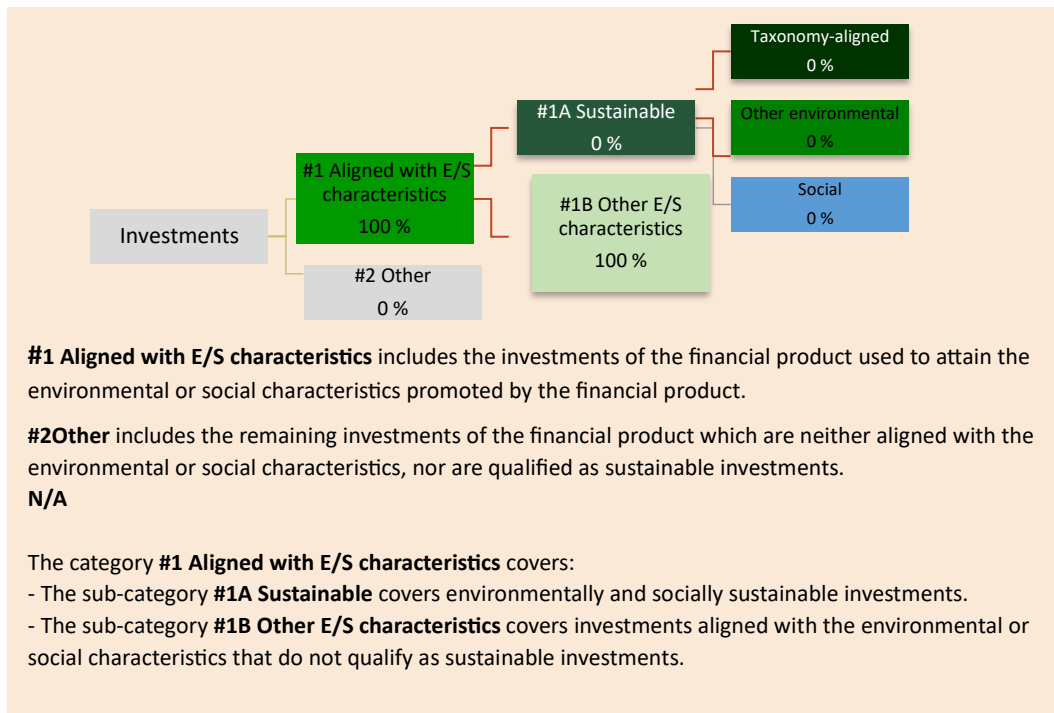
CI II has invested in energy infrastructure including offshore wind, onshore wind, transmission and distribution grids, pipelines, and other energy assets.

For the investments made by CI II, the Fund has adhered to the pre-selected investment limitations set out in the Fund's Limited Partnership Agreement (the "**LPA**"), which is the binding contractual document governing CI II, and described in the investor disclosure document provided by CIP in accordance with Article 23 of the AIFMD. Due to the binding nature of the LPA, CI II was not required to apply any additionally defined selection strategy to attain the environmental objectives. The investment strategy is implemented via a series of investment decision gateways, one of which is the final investment decision gateway. CI II's strategy for ensuring good governance practices in investee companies is ordinarily to establish or confirm the governance structure/system whilst developing the energy infrastructure asset, activity, or business (as appropriate). Where relevant, CIP uses its "active owner" governance rights to secure the good governance practices of the investee companies in accordance with CIP's Ethical Policy (subsequently replaced by the Responsible Investment Policy of CIP) and other governing documents, which set-out the environmental, social and governance characteristics promoted by the Fund.

### **Proportion of investments**

The Fund's approach to its environmental and social characteristics does not take in to account the defined principles of "do no significant harm" as set out in the SFDR and the EU Taxonomy, and therefore the Fund's investments are not currently considered to meet the specific definition of sustainable investments within the meaning of art 2(17) of the SFDR. The Fund's investments are made in accordance with the Fund's governing documents including, its Ethical Policy (subsequently replaced by the Responsible Investment Policy of CIP) and other governing documents, which set-out the environmental, social and governance characteristics

promoted by the Fund. The Fund provides direct exposure to the underlying investments, which are managed by CIP, in accordance with Investment Strategy of the Fund.



### Monitoring of environmental or social characteristics

The environmental and social characteristics promoted are monitored by the CI II investment team managing the Fund through reporting of required information provided to CIP by each CI II investee company.

### Methodologies

Estimated CO2e emissions avoided which is promoted by the Fund are ordinarily calculated as the difference between the estimated CO2e emissions resulting from the operation of investments in CI II's portfolio, and the estimated baseline CO2e emissions that would have resulted from the "business as usual" scenario in the relevant countries (assuming recent energy balances). Other industry-standard methodologies may be used. The other two environmental characteristics promoted are standalone figures and do not ordinarily require any calculation.

### Data source and processing

When evaluating environmental characteristics promoted, CIP expects to depend upon information and data provided by a number of sources, including the relevant investments and/or third-party reporting or advisors. This report is approved and checked by a representative or similar from the investee company or relevant contractor to ensure data quality. Data is processed internally at CIP, where data used for one out of the three environmental characteristics promoted, "Estimated CO2e emissions to be avoided (tCO2e)", is estimated.

### **Limitations to methodologies and data**

No material limitations are expected to methodologies and data. However, the data provided by the relevant investments and/or third parties may be incomplete, inaccurate, or unavailable, and which could cause CIP to incorrectly identify, prioritise, assess or analyse or omit to examine in detail the investee entity's ESG practices and/or related risks and opportunities. CIP does not intend to independently verify all ESG information reported by investments or third parties, and may decide in its discretion not to utilise certain information provided by such investments.

### **Due diligence**

The due diligence carried out on the underlying energy infrastructure investments of CI II typically consists of engaging advisors to assess specific ESG matters, evaluating the capacity of contractors that are expected to provide goods or services to the asset, activity or business, and establishing minimum contractual standards of conduct.

### **Engagement policies**

CI II does not invest in shares that are admitted to trading on a regulated market situated or operating within the EU, and the manager is therefore not required to have an engagement policy. If CIP has cause to believe that an investee company cannot or is unwilling to respect sustainability-related topics, CIP will seek to specifically engage with that party on such matters.

### **Index designated as a reference benchmark**

No index has been designated as a reference benchmark for CI II. Each environmental characteristics promoted is considered to be attained through CI II investing according to its investment strategy.

#### Change log

Version	Date	Change
1	10 March 2021	
2	22 May 2024	Website disclose updated to reflect the SFDR level II requirements

**Annex 1 - Alternative Investment Vehicles**

<b>Entity</b>	<b>Registration number</b>	<b>Residence</b>
CI II US AIV Non QFPF K/S	37789410	Denmark
CI II US AIV QFPF K/S	37789372	Denmark