

11/07-2023

No consideration of adverse impacts of investment decisions on sustainability factors

1 Introduction

- 1.1 This documentation delineates the declarations made by Multisig Capital A/S (hereinafter referred to as the "**Firm**" or "**we**") concerning the principle adverse impacts ("**PAIs**") of our investment decisions on factors related to sustainability.
- 1.2 The European Union's Sustainable Finance Disclosure Regulation ("**SFDR**") obliges the Firm to decide – under a principle of "comply or explain" – whether to consider these PAIs at the entity level, according to a specific system described in the SFDR. The Firm has chosen not to adhere to this particular SFDR regime.
- 1.3 Consequently, the Firm is obliged to make publicly available on our website and sustain a statement explicating our rationale for choosing not to comply with the PAI scheme as laid out in the SFDR.

2 Non-compliance with the PAI regime in SFDR

- 2.1 In accordance with Article 4(1)(b) of SFDR, Multisig Capital A/S (the "Firm") hereby declares that it does not take into account the adverse impacts of its investment decisions on sustainability factors.
- 2.2 This decision stems from a multitude of reasons. The Firm, due to its current size, operational structure, and investment strategy, deems the undertaking of the detailed due diligence necessary to track, record, and report on the adverse sustainability impacts to be a process that outweighs the perceived benefits of such a disclosure.

- 2.3 However, the Firm understands the importance of sustainability considerations and acknowledges the role that businesses must play in promoting environmentally friendly and socially responsible behaviours. Therefore, we are continually evaluating our approach to sustainability in light of evolving best practices and regulatory standards, and we intend to reconsider our decision not to comply with the principal adverse impacts regime as outlined in SFDR in the future.
- 2.4 The Firm commits to regularly reviewing this decision, and updates will be made publicly available on our website as our approach to the consideration of sustainability factors evolves.
- 2.5 This statement is issued in accordance with the Firm's obligations under the SFDR and will be reviewed and, if necessary, updated on an annual basis.