TALDE DEUDA ALTERNATIVA II, ELTIF

SFDR website product disclosure for financial products that promote environmental or social characteristics

August 1, 2025

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Website product disclosure for financial products that promote environmental or social characteristics in accordance with Article 10 of Regulation (EU) 2019/2088 (SFDR) and Articles 24 to 36 of Delegated Regulation (EU) 2022/1288

SUMMARY

- **No sustainable investment objective:** This fund promotes environmental or social characteristics, but does not aim to make a sustainable investment.
- **Environmental or social characteristics of the financial product:** The Fund promotes characteristics aligned with the six priority SDGs on which it aims to have a significant impact: SDG 13 Climate Action, SDG 6 Clean Water and Sanitation, SDG 7 Affordable and Clean Energy, SDG 8 Decent Work and Economic Growth, SDG 9 Industry, Innovation and Infrastructure, and SDG 5 Gender Equality.
- **Investment strategy:** The Fund is a long-term European fund (FILPE) set up to provide long-term financing to European SMEs that favor sustainable and integrated growth and promote the Management Company's Sustainable Investment Policy.
- **Proportion of investments:** 100% of the fund's investments promote the fund's environmental and social characteristics, but no sustainable investments will be made.
- **Monitoring of environmental and/or social characteristics**: Sustainability indicators (KPIs) will be monitored annually, from the selection of the investment and throughout the financing period, including sustainability indicators from the SFDR regulatory standards and their PIAs, as well as other international sustainability reference frameworks (Global Compact, SDGs, GRI, UN PRI, TCFD).
- **Methodologies:** To assess the degree of achievement of the environmental and social characteristics promoted by the fund, the indicators are monitored according to the calculation methodology specified in the section “Environmental or social characteristics methods.
- **Data sources and processing:** The measurement of sustainability indicators is based on primary source information provided by the financed companies.
- **Limitations to methodologies and data:** The limitations inherent in the methodology and data availability are characteristic of the nature of private debt investment. The Management Company addresses these limitations by applying a best-efforts approach, actively seeking to ensure that the financed companies provide the highest possible level of environmental, social, and governance (ESG) information.
- **Due Diligence:** An ESG due diligence process is carried out, either externally by a third party or internally based on the Management Company's own methodology, with the aim of identifying potential ESG risks and opportunities, and analyzing and evaluating the company's capabilities to address these issues.
- **Engagement Policies:** The Fund is subject to the Sustainable Investment Policy of the Management Company, Talde**.**
- **Designated reference benchmark:** No specific benchmark has been designated for this fund.

NO SUSTAINABLE INVESTMENT OBJECTIVE

This fund promotes environmental and social characteristics, but does not aim to be a sustainable investment.

ENVIRONMENTAL OR SOCIAL CHARACTERISTICS OF THE FINANCIAL PRODUCT

Talde, the Management Company, has identified six priority SDGs on which it aims to have a significant impact: SDG 13 Climate Action, SDG 6 Clean Water and Sanitation, SDG 7 Affordable and Clean Energy, SDG 8 Decent Work and Economic Growth, SDG 9 Industry, Innovation and Infrastructure, and SDG 5 Gender Equality.

Talde has also developed its own climate framework based on the TCFD recommendations, with the aim of identifying and managing climate-related risks throughout its investment process.

Following this approach, the Fund promotes the following environmental and social characteristics:

- **Environmental characteristics:** Promoting sustainable access to clean water and sanitation (SDG 6), advocating for clean and affordable energy (SDG 7), and combating climate change (SDG 13). In particular, promoting participation in sustainable water management practices and ensuring the responsible use of water resources; transitioning to renewable energy sources; improving energy efficiency through the adoption of energy-saving technologies, process optimization, and reduction of energy waste; implementing carbon reduction strategies and integrating climate risk considerations.
- **Social characteristics:** Promoting inclusive economic growth (SDG 8), promoting innovation and infrastructure development (SDG 9), and advancing gender equality (SDG 5). To this end, efforts will be directed towards promoting gender diversity and inclusion in the workplace and reducing the gender pay gap; fostering inclusive growth by generating quality employment and ensuring fair wages and safe working conditions; and promoting innovation and technological advances supported by digitalization.

INVESTMENT STRATEGY

The Fund is a long-term European fund (FILPE) set up to provide long-term financing to SMEs (which are unlisted, non-real estate and non-financial, and are not collective investment institutions) that are domiciled in Europe, preferably in Spain, and that promote sustainable and inclusive growth.

The FILPE is generalist in nature, although priority sectors include consumer goods, food, logistics services, energy, technology, the environment, agriculture, education, mobility, and niche industries with prospects for growth and development that promote the Management Company's Sustainable Investment Policy.

It is expected that at least 50% of the loans in the portfolio will be structured as Sustainability Linked Loans (hereinafter SLL). In the case of SLLs, the corresponding KPIs will be monitored, and

depending on the achievement of the established objectives, the applicable spread on the loan may vary annually (up to +/- 10 basis points per year, cumulatively over the term of the loan). Therefore, ESG performance will have an impact on the company's financial results, rewarding improved ESG performance through the achievement of established ESG goals.

The Fund takes sustainability risks into account in its investment decisions and integrates the manager's responsible investment principles throughout the process of financing companies: in 1) selection and 2) financing decisions and during the 3) financing period.

1. The following binding elements are incorporated into the selection of investments, supporting the integration of sustainability at this stage of the investment cycle:
   - List of excluded sectors: Talde has established an exclusion list in accordance with the International Finance Corporation (World Bank) and the European Investment Bank's exclusion list. The Fund will not directly or indirectly finance companies whose activity is illegal or those whose substantial activity is any or several of those referred to in the Fund's prospectus (Annex II), with the exceptions and special requirements set out therein.
   - Preliminary review and ESG due diligence: An initial ESG rating of the financing opportunity subject to analysis is carried out, complementary to the credit rating, in order to assess the company's current ESG status and identify possible areas for improvement (ESG Scoring). In addition, an ESG due diligence analysis is carried out in order to identify possible risks and/or opportunities in terms of sustainability (ESG Due Diligence).
2. Financing decision: Prior to final approval, the conclusions and recommendations derived from the preliminary ESG review process, together with the results of other due diligence reports (financial, legal, labor, and tax), are taken into account by the Debt Committee. The financing decision documents and accompanying materials may include an ESG section covering material sustainability aspects (risks and opportunities). In addition, the requirements and commitments to be adopted by the borrower will be incorporated into the transaction documentation, with regard to the availability of ESG information and alignment with the Management Company's sustainability principles.
3. During financing, periodic reporting and monitoring is implemented, covering both financial and ESG issues (ESG Reporting). A detailed inventory of indicators (including PIAs, in accordance with Annex I of the SFDR) will be monitored annually, allowing for analysis of the company's ESG performance, evaluation of the degree to which the promoted characteristics have been achieved, and monitoring of the issues identified in the preliminary analysis phase (ESG Scoring). The disclosure of the fund's PIAs indicators will be published as part of the annual disclosure of PIAs at the management level. The results of the reporting are communicated transparently through the annual ESG report published by Talde on its website.

   As this is a debt instrument, the Management Company has limited influence over the decision-making of the companies financed. The Management Company will therefore make every effort to encourage and promote collaboration and improvement in the ESG performance of companies, as well as ensuring that sponsors and other entities (co-investors, whether financial institutions or other debt funds) understand the reasons, objectives, and benefits of promoting sustainability factors in financing.

Good governance practices assessment policy

In line with Talde's Sustainable Investment Policy, mechanisms for evaluating good governance practices are introduced in the preliminary financing phase (preliminary review and ESG due diligence), where potential governance risks and their management are identified and evaluated, and the existence of good governance mechanisms, procedures, and policies is examined.

In this preliminary review and ESG due diligence phase, the existence of policies, protocols, procedures, and mechanisms that guarantee good governance is identified, and their effectiveness and degree of implementation is assessed, reviewing, but not limited to, the following issues: the existence of a code of conduct, the diversity and independence of governing bodies, the existence of mechanisms or procedures to ensure compliance with the United Nations Guiding Principles and OECD guidelines, the availability of a whistleblowing system, the availability of measures to prevent bribery and money laundering, the existence of internal procedures to safeguard compliance with human rights, and incidents that have occurred in this area and their management.

The conclusions of the preliminary review and ESG due diligence process, in relation to good governance practices, are forwarded, together with the rest of the ESG issues, to the Debt Committee for informed financing decisions considering sustainability risks.

PROPORTION OF INVESTMENTS

100% of the fund's investments promote the environmental and social characteristics of the fund, but no sustainable investments will be made.

MONITORING OF ENVIRONMENTAL AND/OR SOCIAL CHARACTERISTICS

The achievement of each of the environmental and social characteristics promoted by the Fund will be measured using sustainability indicators (KPIs) that will be monitored periodically from the selection of the investment and during the financing period.

The inventory of indicators selected for monitoring the Fund's ESG performance, and particularly the degree of achievement of the promoted characteristics, has been designed with reference to the regulatory standards of the SFDR and its PIAs (Annex I of Delegated Regulation (EU) 2022/1288), as well as other international reference frameworks on sustainability such as the Global Compact, the SDGs, UN PRI, TCFD, and GRI.

Feature promoted	Detail	SDG	KPI
Promoting sustainable access to clean water and sanitation	Promoting participation in sustainable water management practices and ensuring responsible use of water resources		1. Water consumption and % reuse
Promoting the use of clean and	Transition to renewable energy sources		2. Electricity consumption by type

affordable energy	Improving energy efficiency by adopting energy-saving technologies, optimizing processes, and reducing energy waste		3.	Energy efficiency plan/measures and their results
Climate action promotion	Implementation of carbon reduction strategies		4.	Carbon footprint calculation
	Integration of climate risk considerations		5.	Plan/measures for minimizing GHGs and their results
Promoting inclusive economic growth	Promoting inclusive growth through the creation of quality jobs		6.	Increase in human capital
	Ensuring fair wages and safe working conditions		7.	Accident rate (number of accidents, hours worked)
			8.	Training provided to workers on occupational risk prevention
Promotion of innovation and infrastructure development	Promoting innovation and technological advances supported by digitalization		9.	R&D expenses
Advancing gender equality	Promoting gender diversity and inclusion in the workplace		10.	Women on the Board of Directors / in management positions
			11.	Gender diversity in the workforce
	Reducing the gender pay gap		12.	Unadjusted gender pay gap

METHODOLOGIES

To assess the degree of achievement of the environmental and social characteristics promoted by the Fund, the indicators mentioned in the previous section "Monitoring of environmental and/or social characteristics" are monitored. KPIs are monitored during the investment selection process and at least once a year, using the calculation methodology described in the following table for each indicator, basing the calculations of the indicators on the information provided directly by the financed companies. The applicability of the KPIs to each financed company will depend on its sector, activity, size, and location.

KPI	Method	Units
Water consumption and % reuse	• Water consumption • Reused water consumed out of total water consumed	m^3 %
Electricity consumption by type	• Proportion of electricity consumed from renewable sources (self-consumption/purchase of green energy/green bonds) and non-renewable sources	%
Energy efficiency plan/measures and their results	• Existence of energy efficiency initiatives • Energy savings resulting from energy efficiency initiatives	Yes/No KWh

Carbon footprint calculation	• Carbon footprint calculation
	• Carbon emissions (Scope 1, 2, and 3))
	  ○ Scope 1: direct emissions at the company's facilities and from company-owned vehicles.
	  ○ Scope 2: indirect emissions from energy purchased and used by the organization.
	  ○ Scope 3: indirect emissions associated with the company's activities.
		Yes/No
		
		tCO2e

Plan/measures for minimizing GHGs and their results	• Existence of initiatives to reduce GHG emissions • Minimized emissions resulting from the initiatives carried out	Yes/No tCO2e
Increase in human capital	• Total hours worked annually by type of contract/position	h
Accident rate	• LTIFR - Lost Time Injury Frequency Rate: (number of accidents with lost time / number of workers * total hours worked) x 10^6	nº
Training provided to workers on occupational risk prevention	• Total annual training hours in occupational risk prevention or occupational health and safety	h
R&D expenses	• Total annual R&D expenditure	k€
Women on the Board of Directors and/or in management positions	• Number of women on the Board of Directors out of the total number of Board members • Number of women in management positions out of the total number of people in management positions	%
Gender diversity in the workforce	• Number of women in the organization as a percentage of the total number of people in the organization	%
Unadjusted gender pay gap	• Difference between the average gross hourly earnings of male and female employees, as a percentage of the average gross hourly earnings of male employees	%

SOURCES OF DATA PROCESSING

The Management Company, which, as it is a debt instrument, has limited influence over the decision-making of the companies financed, makes every effort to encourage and promote collaboration and improvement in the ESG performance of companies. With regard to the availability of ESG information and data, the requirements and commitments adopted by the borrower are incorporated into the transaction documentation, thus facilitating the availability of this information by the Management Company.

The information necessary for calculating the monitored indicators will be obtained through a specific questionnaire (ESG Reporting) that will be requested from each financed company. This data will be processed and consolidated, based on the Management Company's own methodology and using IT tools, with the possibility of resorting to external advisors if deemed appropriate.

The calculation of the indicators will be based on actual data obtained directly from the financed companies. If this information is not available, an effort will be made to estimate the data using a best-effort approach, and details of the methodology and assumptions considered will be provided.

LIMITATIONS OF METHODOLOGIES AND DATA

The main limitations to which the methodology and data used by the Management Company are subject relate to the nature of the debt instrument, with limited capacity to influence the decision-making of the financed companies, implying a potential lack of information on the part of the financed companies.

Other additional limitations may include: the limited ability of the financed companies to obtain information due to the lack of consolidated standards or appropriate resources, among others.

The Management Company addresses these limitations with a best-efforts approach applied to the entire process of collecting, processing, calculating, and disclosing sustainability data and associated indicators, and may use external advisors to mitigate potential limitations. In any case, these limitations in the methodology and data sources are not considered to have a significant impact on the achievement of the environmental and social objectives promoted by the fund.

DUE DILIGENCE

The selection of investments incorporates binding elements that support the integration of sustainability at this stage of the investment cycle, including the performance of ESG due diligence analyses. The purpose of this analysis is to identify potential risks and/or opportunities in terms of sustainability, as well as to analyze and evaluate the company's capabilities to address these issues. It may be performed externally by a third party or internally based on the Management Company's own methodology.

Before the final approval of the investment decision, the conclusions and recommendations derived from the preliminary ESG review process, which includes the ESG due diligence analysis, are taken into account, together with the results of the due diligence reports (financial, legal, labor, and tax) by the Debt Committee.

ENGAGEMENT POLICIES

The Fund is subject to the Sustainable Investment Policy of the Management Company, Talde, available on its website. The Sustainable Investment Policy sets out the Management Company's general approach to engagement with regard to the management of investee companies.

Particularly for this Fund, considering the limited ability to influence the decision-making of the companies financed, as it is a debt instrument, best efforts will be made to encourage the improvement of the ESG performance of the companies. To this end, requirements and commitments to be adopted by the borrower in relation to sustainability are included in the transaction documentation, thus facilitating the availability of ESG information by the Management Company as the main mechanism for engagement.

DESIGNATED REFERENCE BENCHMARK

No specific benchmark has been designated for this Fund.