

If you are in any doubt about the contents of this Supplement, you should consult your stockbroker, bank manager, solicitor, accountant or other independent financial adviser.

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## **Ambienta Sustainable Leaders Fund**

(a sub-fund of AMBIENTA ICAV)

This Supplement forms part of and should be read in conjunction with the general description of the ICAV contained in the current prospectus of the ICAV dated 24 February, 2026 (the “Prospectus”) together with the most recent annual report and audited financial statements and if published after such report, a copy of the latest half-yearly report and unaudited financial statements. To the extent that there is any inconsistency between the Prospectus and this Supplement, the Supplement shall prevail.

Investors’ attention is directed to the section of this Supplement entitled “RISK FACTORS”.

An investment in the Fund should be viewed as medium to long term.

Shareholders of the Fund should note that all or a part of fees and expenses will be charged to the capital at Fund or Share Class level. This will have the effect of lowering the capital value of your investment.

This is a Fund where subscription, redemption and conversion requests may be dealt with on a daily basis in accordance with the definition of “Dealing Day” as outlined below.

The Directors of the ICAV, whose names appear in the Prospectus under the heading “MANAGEMENT AND ADMINISTRATION”, accept responsibility for the information contained in the Prospectus and in this Supplement. To the best of the knowledge and belief of the Directors (who have taken all reasonable care to ensure that such is the case) the information contained in this Supplement is in accordance with the facts and does not omit anything likely to affect the import of the information. The Directors accept responsibility accordingly.

The date of this Supplement is 24 February, 2026

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## 1. DEFINITIONS

<b>“Annual Accounting Date”</b>	means 31 December with the first such date being 31 December, 2021.
<b>“Base Currency”</b>	means the base currency of the Fund, which is EUR.
<b>“BMR”</b>	means Regulation (EU) 2016/1011 as may be amended, supplemented or updated from time to time.
<b>“Business Day”</b>	means any day other than a Saturday or Sunday, during which banks are open in Dublin, Ireland and New York, United States or such other day or days as may be determined by the Directors in consultation with the Manager and notified to Shareholders. Additional Business Days may be created by the Directors, in consultation with the Manager, and notified to Shareholders in advance.
<b>“Dealing Day”</b>	means every Business Day and such other day or days as may be determined by the Directors in consultation with the Manager and notified to Shareholders in advance, provided that there shall be at least two Dealing Days in every month occurring at regular intervals. See also the section entitled <b>“Suspension of Valuation of Assets”</b> in the Prospectus.
<b>“Dealing Deadline”</b>	means 11:59 am (Irish time) on the Dealing Day. In the case of subscriptions and redemptions, or, in either case, in exceptional circumstances, such later time(s) as the Manager may from time-to-time permit provided that applications will not be accepted after the relevant Valuation Point and the exceptional circumstances under which the application is received are fully documented by the Manager. Any change to the Dealing Deadline, as defined in this Supplement, will be notified to Shareholders.
<b>“Initial Offer Period”</b>	means the initial offering period for all Classes described in this Supplement. The Initial Offer Period for a Class of Shares in the Fund which is available but not yet launched will close on 21 August, 2026, or such other period as may be determined by the Directors, in consultation with the Manager, in accordance with the requirements of the Central Bank.
<b>“Initial Issuance Date”</b>	with respect to a Class, means the date of the first issuance of the Shares of such Class.
<b>“Initial Offer Price”</b>	means the initial fixed price applicable to each relevant Class on the relevant Initial Issuance Date and is shown for

each Class in the section entitled “**SUBSCRIPTIONS: Offer**”.

“ <b>Investment</b> ”	means any investment made by the Fund.
“ <b>Net Asset Value</b> ”	means the net asset value of the Fund or attributable to a Class (as appropriate) calculated as referred in the section “ <b>Net Asset Value and Valuation of Assets</b> ” of the Prospectus with the modification set out below.
“ <b>Redemption Settlement Cut-off</b> ”	means two (2) Business Days after the relevant Dealing Day.
“ <b>Semi-Annual Accounting Date</b> ”	means 30 June of each year.
“ <b>SFDR</b> ”	means Regulation (EU) 2019/2088 of the European Parliament and of the Council of 27 November 2019 on sustainability-related disclosures in the financial services sector as may be amended, supplemented or updated from time to time.
“ <b>Subscription Settlement Cut-off</b> ”	means two (2) Business Days after the relevant Dealing Day.
“ <b>Taxonomy Regulation</b> ”	means Regulation (EU) 2020/852 of the European Parliament and of the Council of 18 June 2020 on the establishment of a framework to facilitate sustainable investment as may be amended, supplemented or updated from time to time.
“ <b>U.S.</b> ”	means the United States of America.
“ <b>USD</b> ”	means US Dollars.
“ <b>Valuation Day</b> ”	means the Dealing Day, or such day or days as the Directors, in consultation with the Manager, may decide and notify to Shareholders in advance.
“ <b>Valuation Point</b> ”	means close of business in the relevant market which last closes on each Valuation Day. The Valuation Point could be any other point in time as the Directors, in consultation with the Manager, may decide and notify to Shareholders in advance and reflect in an updated Supplement provided that such point will in no case precede the Dealing Deadline.

All other defined terms used in this Supplement shall have the same meaning as in the Prospectus.

## 2. INTRODUCTION

As at the date of this Supplement, the Directors of the ICAV intend to offer the Classes described under “SUBSCRIPTIONS” below. The ICAV may offer additional Classes in the future in accordance with the requirements of the Central Bank.

This Supplement contains information relating specifically to the Ambienta Sustainable Leaders Fund (the “**Fund**”), a sub-fund of Ambienta ICAV (the “**ICAV**”), an umbrella Irish collective asset-management vehicle with limited liability and segregated liability between sub-funds authorised by the Central Bank as a UCITS pursuant to the UCITS Regulations.

**To the extent that there is any inconsistency between the Prospectus and this Supplement, the Supplement shall prevail.**

**The Fund may under certain circumstances be primarily invested in deposits and/or Money Market Instruments, however, the value of an investor’s investment is not guaranteed and the Net Asset Value of the Fund may fluctuate and shall not be considered as an investment in a deposit.**

Investors’ attention is directed to the sections headed “INVESTMENT OBJECTIVE AND POLICY” and “RISK FACTORS” and “FEES AND EXPENSES”.

### **Profile of a Typical Investor**

The Fund is suitable for investors who are seeking returns via both capital appreciation and income in the medium to long term from a medium risk portfolio.

Investors should read and consider the section entitled “**Risk Factors**” before investing in the Fund.

### **Management**

The Manager acts as management company of the Fund and the ICAV. The Investment Manager acts as discretionary investment manager of the Fund and the ICAV.

### 3. INVESTMENT OBJECTIVE AND POLICY

#### Investment Objective

The investment objective of the Fund is to generate attractive risk-adjusted returns by investing primarily in sustainable investments.

#### Investment Policy

It is intended that the Fund will seek to achieve its investment objective by investing primarily (but not exclusively (as outlined below)) in equities and equity-related or linked securities of companies worldwide which are exposed to environmental and social trends and are considered sustainable investments, in accordance with the Investment Strategy outlined below.

Environmentally sustainable (“ES”) investments are those investments which contribute to an environmental sustainable objective, such as resource efficiency encompassing the entire spectrum of natural resources, and/or pollution control, including all types of pollution affecting water, air, soil and human health, provided that such investments do not significantly harm any social and/or environmental objectives and that investee companies follow good governance practices. As a result, the Investment Manager seeks to invest in the securities of companies or issuers exposed to ES trends which have a commercial purpose of solving environmental problems. Socially sustainable (“SS”) investments are those investments which contribute to a social sustainable objective, such as improving the quality of human life by mitigating the impact of diseases and improving financial inclusion, education and digital inclusion, provided that such investments do not significantly harm any social and/or environmental objectives and that investee companies follow good governance practices. As a result, the Investment Manager seeks to invest in the securities of companies or issuers exposed to SS trends which have a commercial purpose of solving social problems.

Given the Fund’s investment objective as outlined above, the Manager considers that the Fund is a financial product subject to Article 9 of the SFDR.

To implement the Investment Strategy and gain exposure to ES and SS investments, the Fund will invest directly in securities listed or traded on a Recognised Market and indirectly through Financial Derivatives Instruments (“FDI”) as set out below. The use of FDI may be for investment and/or efficient portfolio purposes (including hedging). FDI will be listed or traded on Recognised Markets. In addition, and in a secondary capacity, the Fund has the ability to invest in bonds and to hold deposits, cash or cash equivalents and money market instruments as described below. Such investments, which are made for hedging or liquidity management purposes, will not necessarily be ES or SS investments.

The equities and equity-related or linked securities in which the Fund may invest in include common stock, preferred stock, depositary receipts, warrants, rights and convertible bonds.

The Fund may invest in companies of all market capitalisations, but will generally invest in large and medium capitalisation companies. For these purposes, the Investment Manager considers large and medium sized companies to be those with market capitalisations above €10 billion and from €1 billion to €10 billion, respectively, at the time of purchase.

The Investment Manager may employ the various techniques and instruments set out in the section of the Prospectus titled “Efficient Portfolio Management”.

The Fund will generally invest in a portfolio of at least 80% of its Net Asset Value in equity or equity-linked positions.

The Fund may, where an appropriate investment opportunity is not available for example during periods of market uncertainty, where market conditions (such as market volatility or decline in the equity markets) may require a defensive investment strategy or in order to meet redemption and expenses payments, utilise cash in its portfolio, to invest up to 20% of the Fund's Net Asset Value in government and/or corporate debt securities (such as bonds that are fixed and/or floating rate, rated as investment grade by a recognised rating agency such as Standard & Poor's, Moody's, Fitch). The debt securities invested in by the Fund will primarily be listed or traded on Recognised Markets (other than to the extent that the Fund is permitted under the UCITS Regulations to invest in transferable securities that are not listed or traded on Recognised Markets). The debt securities invested in by the Fund will typically be for cash management or ancillary purposes as outlined above. The Fund may hold or maintain cash deposits (denominated in such currency or currencies as the Investment Manager may determine) and/or money market instruments (such as short term commercial paper, certificates of deposit, treasury bills, floating rate notes (issued by corporates or government agencies and instrumentalities which will not be bespoke to the Fund), money market funds and fixed or variable rate commercial paper) subject to the conditions and within the limits laid down by the Central Bank.

The Fund's exposure to emerging markets will not exceed 20% of its Net Asset Value.

### *Investment Strategy*

The Fund will seek to achieve its objective primarily through investing in equity and equity-linked positions. Investment in equity positions may be made directly as well as through derivatives, in exceptional circumstances for investment purposes and efficient portfolio management (i.e. hedging). For hedged share classes, the Fund will use foreign exchange contracts to hedge the currency exposures into the currency of the share class. Details of the derivatives used by the Fund are set out below under "Further information on the Fund's use of financial derivative instruments".

In seeking to identify ES and SS investments, the Investment Manager combines thematic research on sustainability trends with a disciplined and uncompromising fundamental bottom-up investment research process, leading to a high conviction, concentrated portfolio of securities of companies exposed to ES and SS trends. Long-term positions will be established in securities of companies considered by the Investment Manager as ES and SS investments, with a focus on corporates in developed market countries. The portfolio will tend to be a concentrated composition of high conviction names, demonstrating strong competitive advantages at attractive valuations using fundamental valuation metrics. Such fundamental valuation metrics are accounting measures which are aimed at valuing companies and determining their "attractiveness" by reference to such valuation including, for example, consideration of a particular company's free cash flow yield.

Environmental and social sustainability are key drivers of the investment strategy and are embedded in the Investment Manager's portfolio selection process by which it identifies ES and SS investments. The Investment Manager believes it acts as a powerful engine of ideas generation as a rigorous filter to highlight ES and SS investment opportunities in attractive companies.

The Investment Manager employs a disciplined fundamental investment research process driven by an extensive meetings program with company management and the use of the Investment Manager's proprietary analytical assessment process described in this "Investment Strategy" section. In conducting this assessment

process, the Investment Manager will rely on its experience, relationships with market and industry participants, corporate managers, research analysts and consultants. In reviewing companies, the Investment Manager uses its own screening, research, forensic and valuation techniques to locate opportunities where the assessment of a company and its stock value differs from the market perception of the company and its stock price. Alongside this fundamental analysis, the Investment Manager employs a dedicated research team focussed on identifying sustainability themes and determining how these apply to individual companies. There is continual interaction between the thematic and fundamentally-focussed teams to ensure that both sustainability and valuation criteria are attractive, both on a pre-investment and on an ongoing basis. The Investment Manager applies a proprietary scoring model which combines the analysis of sustainability trends with company specific fundamental analysis. Sustainability metrics are tracked at an individual security and at a portfolio level.

During the due diligence phase for selecting investments and afterwards as part of the ongoing monitoring of a holding, as per the Investment Manager's *ESG in Action* program, the Investment Manager aims to ensure that investee companies operate in compliance with the best practices of business conduct and integrity, with particular reference to sound management structures, relations with employees, staff remuneration and compliance with tax obligations. The Investment Manager ensures that investee companies have good governance practices by examining governance ratings provided by third party data providers, or by analysis conducted on the relevant company by the Investment Manager and through regular engagement with the management of the company. Through the support of a third party, the Investment Manager also engages in proxy voting which allows the Investment Manager to assess the governance practices of the investee companies.

The Investment Manager implements its strategy on a continuous basis through monitoring the sustainable exposure of each position, using a proprietary methodology to quantify the exposure of an investment in a company which can be attributed to activities related to sustainability. This methodology is based on a detailed fundamental analysis of a company, combined with an assessment of the underlying sustainability trends to which the revenues and other cash flow streams of the company are exposed.

Following this due diligence process, the likely timeframe and returns associated with the potential investment outcomes are evaluated and factored into the investment decision.

The Fund will seek to generate returns by holding positions (either directly or through derivatives) which, in the Investment Manager's opinion, are undervalued relative to their fundamental value.

Risk is sought to be controlled by means of diversification in terms of issuer concentration as well as geographic and industry focus.

The Investment Manager regularly monitors risk parameters of individual positions and the Fund's aggregate portfolio in an effort to maximize risk-adjusted appreciation. The emphasis in the Investment Manager's portfolio management and trade construction is on seeking to identify opportunities that the Investment Manager believes, based on the research and analysis that it carries out pursuant to this strategy, have superior risk/reward parameters while maintaining overall portfolio diversification and liquidity.

The Investment Manager considers the principal adverse impacts of its investment decisions on sustainability factors through a combination of proprietary tools and external market research analysis. Further information on this in respect of the Fund is outlined in the annex to this Supplement.

Given the Fund's investment objective as outlined above, the Investment Manager considers that the Fund is a financial product subject to Article 9 of the SFDR. In implementing the investment strategy of the Fund, the Investment Manager selects investments which it believes contribute to environmental objectives, including in some cases those environmental objectives outlined in the Taxonomy Regulation. As further outlined in the annex to the Supplement, at least 4% of the Fund's investments will be in environmental objectives that are aligned with the Taxonomy Regulation. In addition, please note, as outlined further within the annex to this Supplement, that at least 90% of the Fund's investments will be in sustainable investments.

Please refer to the annex to this Supplement for further information on the Investment Manager's sustainability approach in respect of the Fund.

Additional information can also be found on the Manager's website at <https://ambientasgr.com/sustainability/>.

#### *Eligible Assets and Investment Restrictions*

Investment of the assets of the Fund must comply with the UCITS Regulations. The Directors may impose further restrictions in respect the Fund. The investment and borrowing restrictions applying to the Fund are set out in Appendix I of the Prospectus.

#### *Further information on the Fund's use of financial derivative instruments*

As set out above in the Investment Policy, the Fund may use the investment techniques and FDI (which will be exchange traded) listed below for investment purposes (i.e. capital appreciation) and for efficient portfolio management (i.e. hedging) purposes, subject always to the conditions and within the limits laid down by the Central Bank and in the circumstances described under the heading "*Share Class Hedging*" below. The Investment Manager will look to ensure that the techniques and instruments used are economically appropriate in that they will be realised in a cost-effective way.

<b>FDI</b>	<b>Where used for hedging purposes: risk being hedged</b>	<b>Examples of how FDI will help achieve investment objectives</b>
Foreign exchange 'spot' transactions	Currency Risk	To hedge the Fund's exposure to currency risk.
Foreign exchange forwards (including NDF)	Currency Risk	To hedge the Fund's exposure to currency risk.
Equity Index Futures	Market Risk	These are contracts to receive or pay cash based on the performance of an underlying index at a predetermined future date and at a price agreed through a transaction undertaken on

		an exchange. These are used to gain exposure to underlying equities in an efficient manner or to hedge against market risk.
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*Permitted Financial Indices*

The Fund may use financial derivative instruments to obtain indirect exposure to financial indices as described above. The indices selected by the Investment Manager will meet the requirements for financial indices as laid out in the Central Bank UCITS Regulations. In particular they shall be sufficiently diversified, represent an adequate benchmark for the markets to which they refer, are published in an appropriate manner, and are independently managed from the management of the Fund. The equity indices selected will offer exposure to companies listed or traded on Recognised Markets listed from time to time under “Recognised Markets” in the Prospectus. The financial indices selected by the Investment Manager will offer exposure to the global equity market or regional/country specific markets.

Details of any indices used by the Fund including their composition and methodology will be provided to Shareholders by the Investment Manager on request or will be set out in the ICAV’s semi-annual and annual accounts. The types of equity indices that the Fund will have exposure to are indices that are published by exchanges, rating and new agencies or other professional vendors and that are the underlying of exchange traded FDI, such as the DAX, VSTOXX, the S&P 500 and S&P Dow Jones Indices or the FTSE indices and MSCI Indices. All such indices to which exposure is gained for efficient portfolio management or investment purposes comply with the Central Bank’s UCITS Regulations and the Central Bank’s guidance on UCITS Financial Indices and the ESMA Guidelines on exchange traded fund and other UCITS issues.

The financial indices to which the Fund may gain exposure will be rebalanced on a quarterly or monthly basis (but not more frequently than monthly). As the Fund will invest in the financial indices using financial derivative instruments, there will be no material impact on its costs arising as a result of the re-balancing of a financial index. Where the weighting of a particular constituent in a financial index subsequently exceeds the UCITS investment restrictions, the Investment Manager will as a priority objective look to remedy the situation taking into account the interests of Shareholders and the Fund.

The Fund is considered to be actively managed in reference to the versions of the unhedged MSCI World Total Return Index correlated to the currency status of each Class of Shares (the “Benchmarks”). The Fund uses the Benchmarks for performance comparison purposes and performance target purposes. Certain of the Fund’s securities may be components of and may have similar weightings to the Benchmarks. However, the Benchmarks are not used to define the portfolio composition of the Fund and the Fund may be wholly invested in securities which are not constituents of the Benchmarks.

The Benchmarks are versions of the unhedged MSCI World Total Return Index which captures large and mid-cap representation across a number of developed markets.

As at the date of this Supplement, the administrator of the Benchmark appears on the register of administrators and benchmarks maintained by ESMA pursuant to Article 36 of the BMR. As required under the BMR, the Investment Manager has put in place appropriate contingency arrangements setting out the actions which will be taken in the event that the Benchmark, which is used by the Fund is subject to the BMR, materially changes or ceases to be provided. A copy of the Manager’s policy on cessation or material change to the Benchmark

is available upon request from the Manager.

### *Share Class Hedging*

The Fund may utilise FDI to actively manage currency exposure for Share Class currency hedging. The Investment Manager may decide to hedge part or all of these exposures through the use of forwards as described below. Where undertaken, there can be no guarantee that such hedging will be successful in eliminating part or all of the interest rate or currency risk.

It is intended that for non-EUR Hedged Share Classes, the foreign currency exposure of the subscription proceeds attributable to the Hedged Share Classes in the Fund will be hedged back into the Base Currency of the Fund through the use of FDI. It is intended that for EUR Hedged Share Classes, the foreign currency exposure of the underlying securities of the Fund will be hedged back into the currency of the EUR Hedged Share Classes. As currency positions held by the Fund in respect to Unhedged Share Classes may not correspond with the asset positions held, performance of the Unhedged Share Classes may be strongly influenced by movements in foreign exchange rates. For all Share Classes, there is no guarantee that any currency hedging, even if implemented, will be successful.

### *Spot Foreign Exchange Transactions*

The Fund may enter into spot foreign exchange transactions for currency hedging purposes which involve the purchase of one currency with another, a fixed amount of the first currency being paid to receive a fixed amount of the second currency. "Spot" settlement means that delivery of the currency amounts normally takes place two Business Days in both relevant centres after the trade is executed.

### *Forward Contracts*

In a forward contract, the holders are obliged to buy or sell a particular underlying asset at a specified price in a specified quantity and on a specified future date. Forward contracts can be cash settled between the parties. These contracts cannot be transferred. Forward contracts may be used by the Fund in the context of managing the interest rate and currency risks of individual positions or for the purpose of Share Class currency hedging. The Fund will use the following forwards:

- FX/currency forwards: FX/currency contracts can be used to hedge against currency risk that has resulted from assets held by the Fund that are not in the Base Currency. The Fund, may, for example, use FX/ currency contracts by selling forward a foreign currency against the Base Currency to protect the Fund from foreign exchange rate risk that has risen from holding assets in that currency. Any such FX/currency contracts will be rebalanced on a weekly basis depending on the dealing frequency and the performance of the Fund.
- Non-Deliverable forwards ("NDF"): an NDF is a cash-settled, short-term forward contract in a thinly traded or nonconvertible foreign currency (such as the Taiwan dollar) against a freely traded currency, where the profit or loss at the settlement date is calculated by taking the difference between the agreed upon exchange rate and the spot rate at the time of settlement, for an agreed upon notional amount of funds. The gain or loss is then settled in the free traded currency.

### *Futures*

Futures are contracts to buy or sell a standard quantity of a specific asset (or, in some cases, receive or pay

cash based on the performance of an underlying asset, instrument or index) at a pre-determined future date and at a price agreed through a transaction undertaken on an exchange. Futures contracts allow the Fund to hedge against market risk. Since these contracts are marked-to-market daily, investors can, by closing out their position, exit from their obligation to buy or sell the underlying assets prior to the contract's delivery date.

The value of a futures contract tends to increase and decrease in tandem with the value of the underlying instrument. Depending on the terms of the particular contract, futures contracts are settled through either physical delivery of the underlying instrument on the settlement date or by payment of a cash settlement amount on the settlement date. A decision as to whether, when and how to use futures involves the exercise of skill and judgment and even a well-conceived futures transaction may be unsuccessful because of market behaviour or unexpected events. In addition to the derivatives risks set out below, the prices of futures can be highly volatile, using futures can lower total return, and the potential loss from futures can exceed the Fund's initial investment in such contracts.

## **Efficient Portfolio Management Techniques**

### *Derivative Instruments*

The Fund may engage in transactions in financial derivative instruments for the purposes of efficient portfolio management and/or to protect against exchange risks within the conditions and limits laid down by the Central Bank from time to time. Efficient portfolio management transactions relating to the assets of the Fund may be entered into by the Fund with one of the following aims (a) a reduction of risk (including currency exposure risk); (b) a reduction of cost (with no increase or minimal increase in risk); and (c) generation of additional capital or income for the Fund with a level of risk consistent with the risk profile of the Fund and the diversification requirements in accordance with the Central Bank Regulations and as disclosed in Appendix I to the Prospectus. In relation to efficient portfolio management operations the Fund will look to ensure that the techniques and instruments used are economically appropriate in that they will be realised in a cost-effective way.

The Fund may use derivative instruments traded on organised exchanges and over-the-counter markets to attempt to hedge or reduce the overall risk of its investments and to manage interest rate risk.

The Fund may employ techniques and instruments intended to provide protection against exchange rate risks, in the context of the management of its assets and liabilities. In this regard, the Fund may hedge exposure to one currency by entering into forward currency transactions in a related currency because of the intrinsic and expected future correlation between the two currencies.

Forward currency contracts could be used to hedge against currency risk that has resulted from assets held by the Fund that are not in the base currency of the Fund. The Fund, may, for example, use forward currency contracts by selling forward a foreign currency against the base currency to protect the Fund from foreign exchange risk that has risen from holding assets in that currency.

### *Borrowing*

The Fund may only borrow on a temporary basis and the aggregate amount of such borrowings may not exceed 10% of the Net Asset Value of the Fund. Subject to this limit the Directors may exercise all borrowing powers on behalf of the Fund. In accordance with the provisions of the UCITS Regulations, the Fund may charge its assets as security for such borrowings. Please also refer to the section of the Prospectus entitled

“Borrowing Powers” under the heading “THE ICAV”.

For the purpose of providing margin or collateral in respect of transactions in financial derivative instruments, the Fund may transfer, mortgage, charge or encumber any assets or cash in accordance with normal market practice.

#### *Risk Management Process*

The Fund will employ a risk management process based on the commitment approach methodology to accurately measure, monitor and manage the global exposure generated through the use of derivatives by the Fund. The commitment approach is calculated by converting the derivative position into the equivalent position in the underlying asset, based on the market value of the underlying asset or the market value of the contract, as described in the risk management process of the ICAV. The global exposure of the Fund shall not exceed 100% of the Net Asset Value of the Fund. The Fund will not utilise financial derivatives which have not been included in the risk management process until such time as a revised risk management process has been submitted to the Central Bank in accordance with the Central Bank’s requirements. The Fund will provide on request to Shareholders supplementary information relating to the risk management methods employed by the Fund including the quantitative limits that are applied and any recent developments in the risk and yield characteristics of the main categories of investments.

In the Investment Manager's view, sizing of positions is critical to the risk/return balance and will factor in portfolio construction.

#### *Changes to Investment Objective, Investment Policies or Investment and Borrowing Restrictions*

The investment objective of the Fund may not be altered and material changes in the investment policy of the Fund may not be made without the prior written approval of all Shareholders or without approval on the basis of a simple majority of votes cast at a meeting of the Shareholders of a particular Class duly convened and held. In the event of a change of the investment objective and/or a material change to the investment policy of the Fund, Shareholders in the relevant Class will be given reasonable notice of such change to enable them redeem their Shares prior to implementation of such a change.

It is intended that the Fund shall have the power (subject to the prior approval of the Central Bank) to avail itself of any change in the investment and borrowing restrictions specified in the UCITS Regulations which would permit investment by the Fund in securities, derivative instruments or in any other forms of investment in which investment is at the date of this Prospectus restricted or prohibited under the UCITS Regulations. Any changes to the investment and borrowing restrictions will be disclosed in an updated Prospectus and Supplement.

#### *Publication of Net Asset Value per Share*

The Net Asset Value per Share will be published on the following internet website [www.ambientasgr.com](http://www.ambientasgr.com) and/or such other publications as the Directors may determine in the jurisdictions in which the Shares are offered for sale and shall be updated following each calculation of Net Asset Value. In addition, the Net Asset Value per Share may be obtained from the Administrator during normal business hours.

### *Currency hedging at Class level*

The ICAV, through the Investment Manager, will enter into currency related transactions in order to hedge foreign exchange currency risk between the Base Currency of the Fund and another Class currency (currency hedging at Share Class level). The Investment Manager intends to use monthly currency forward contracts to seek to hedge the currency exposure of the Hedged Classes against such currencies, using a passive strategy that will involve hedges being placed and reset on a regular basis. There may be over-hedging or under-hedging depending on factors outside of the control of the Investment Manager. Hedged positions will be kept under review to ensure that over-hedged positions will not exceed 105% of the Net Asset Value attributable to the relevant Hedged Classes' exposure to currencies other than the Base Currency and that under-hedged positions do not fall short of 95% of the portion of the Net Asset Value of the Class which is to be hedged and to ensure that underhedged positions are not carried forward from month to month. Hedged positions materially in excess of 100% of the Net Asset Value of the relevant Hedged Classes' exposure to currencies other than the Base Currency will not be carried forward from month to month.

The successful execution of a hedging strategy which mitigates exactly this risk cannot be assured.

### **Integration of Sustainability Risk**

The integration and management of sustainability risk forms an important part of the due diligence, investment decision making and risk management processes implemented by the Investment Manager. It is also an important element to the generation of long-term returns. The Investment Manager's approach considers material environmental and social sustainability factors, which strengthen the ability to assess risks and opportunities that drive long-term value. These measures are believed to enhance investment decision making leading to better client outcomes by selecting companies that have greater alignment to securityholder and stakeholder interests.

When assessing the sustainability risk associated with underlying investments, the Investment Manager is assessing the risk that the value of such underlying investments could be materially negatively impacted by an ES or SS event or condition.

During the life of the investment, sustainability risk is monitored through review of environmental and social sustainability data published by the issuer (where relevant) or selected data providers to determine whether the level of sustainability risk has changed since the initial assessment has been conducted. The Investment Manager retains the discretion to divest from or engage with a company when considering adverse sustainability risks or events and the sustainability risk appetite of the Fund.

In the Investment Manager's view, the integration of sustainability risks in the investment process informs investment decisions and contributes to the generation of attractive risk-adjusted returns over the medium to long-term.

#### 4. RISK FACTORS

Shareholders and potential investors (the “Investors”) are specifically referred to the section headed “RISK FACTORS” in the Prospectus.

**The risks described below are not exhaustive; it remains incumbent upon the individual investors to assess the risk inherent in each one of their investments and then to forge their own opinions.**

##### General

An investment in the Fund involves certain risk factors and considerations relating to the Fund's structure and investment objective which a prospective Investor should evaluate before making a decision to invest in the Fund. No assurance can be given that the Fund will succeed in meeting its investment objective or that there will be any return on capital. Moreover, past performance is not a guarantee of future results.

In particular, the ICAV in respect of the Fund is empowered to charge a subscription fee of up to five (5) per cent. of the Net Asset Value per Share and a redemption fee of up to three (3) per cent of the Net Asset Value per Share. In calculating the Subscription Price and Redemption Price for any Class, the Fund may on any Dealing Day when there are net subscriptions or net redemptions adjust the asset value of the Fund by adding/deducting an anti-dilution levy in relation to each issue and redemption of Shares, and/or, in the case of net redemptions above a certain threshold, by applying swing pricing, in each case to cover dealing costs and to preserve the value of the Fund. For further information on swing pricing and anti-dilution levies please refer to the paragraphs headed “Swing Pricing” and “Anti-Dilution Levy” in the section of the Prospectus entitled “THE SHARES: Net Asset Value and Valuation of Assets”.

Before making any investment decision with respect to the Shares, any prospective Investors should consult their professional advisors and carefully review and consider such an investment decision in light of the risk factors included below. The following is a brief description of certain factors, which should be considered along with other matters discussed elsewhere in the Supplement. The following does not, however, purport to be a comprehensive summary of all the risks associated with an investment in the Fund generally. Rather, the following are only certain particular risks to which the Fund is subject and that the Fund wishes to encourage prospective Investors to discuss in detail with their professional advisors.

An investment in the Fund requires a medium to long term commitment and there can be no assurance that the Fund will achieve its investment objective or that the Investors will receive any return or the return of their invested capital.

While the prospective Investor should make its own evaluation of the risks of investing in the Fund, it must consider, among other things, the following matters before making a decision to invest in the Fund.

Shares require a medium to long-term commitment and are only redeemable subject to the terms disclosed. Prospective Investors should therefore be aware that they may be required to bear the financial risks associated with any investment in the Fund as long as they maintain their investment.

Charges and expenses in connection with the Fund are not incurred uniformly throughout the life of the Fund (for example, establishment expenses are paid at the start of the life of the Fund subject to any amortization of such expenses, there may be higher operational costs at different times such as where there is a lot of investment activity (which may be more concentrated at the start of the life of the Fund) and there may be ad hoc expenses, such as legal fees, paid by the Fund at different times) and it is possible that an Investor may not receive back the full amount of its investment.

The Fund may be required to give security for its obligations in respect of any financing arrangement. Any enforcement of such security interest is likely to have an adverse effect on all the Shares.

Shareholders are exposed to the following main risks:

### *1. General Economic and Market Conditions*

The success of the Fund's activities will be affected by general economic and market conditions, such as interest rates, availability of credit, credit defaults, inflation rates, economic uncertainty, and changes in laws and national and international political circumstances (including wars, terrorist acts or security operations). These factors may affect the level and volatility of prices of financial instruments and the liquidity of the investments of the Fund. Volatility or illiquidity could impair the Fund's profitability or result in losses. The Fund may maintain substantial trading positions that can be adversely affected by the level of volatility in the financial markets—the larger the positions, the greater the potential for loss.

### *2. Suitability*

Prospective purchasers of the Shares should ensure that they understand the nature of such Shares and the extent of their exposure to risk, that they have sufficient knowledge, experience and access to professional advisers to make their own legal, tax, accounting, regulatory and financial evaluation of the merits and risks of investment in such Shares and that they consider the suitability of such Shares as an investment in the light of their own circumstances and financial condition. An investment in the Fund should not in itself be considered a balanced investment program, but rather is intended to provide diversification in a more complete investment portfolio. Investors should be able to withstand the loss of their entire investment.

None of the ICAV, the Investment Manager, the Manager or any of their respective affiliates makes any representation as to the proper characterization of the Shares for investment or other purposes, as to the ability of particular Investors to purchase Shares for investment or other purposes under applicable investment restrictions or policies which may be applicable to them or as to the accounting, capital, tax and other regulatory or legal consequences of ownership of the Shares. All institutions the activities of which are subject to investment laws and regulations, regulatory capital requirements or review by regulatory authorities should consult their own legal advisors in determining whether and to what extent the Shares are subject to any investment, capital or other restrictions.

### *3. Redemption Risk*

Investors may redeem Shares in accordance with the terms of the Supplement. Large redemptions of Shares might result in the Fund being forced to sell assets at a time and price at which it would normally prefer not to dispose of those assets. In addition, a significant redemption of Shares may require the Fund to realize investments at values which are lower than the anticipated market values of such investments. This may cause a temporary imbalance in the Fund's portfolio, which may adversely affect the remaining Investors.

The Fund is empowered to charge a redemption fee of up to (three) (3) per cent. of the Net Asset Value per Share and to reflect in the Redemption Price an anti-dilution levy in relation to each redemption of Shares. The Fund will not impose a redemption fee and anti-dilution levy simultaneously in respect of the same redemption of Shares.

The Directors in consultation with the Manager may also, but will not be obliged to, temporarily suspend the determination of the Net Asset Value per Share of the Fund and/or the issue and redemption of its Shares

under specific circumstances (including, without limitation, when the Fund is under severe liquidity pressure) as described in the Prospectus in the section entitled “THE SHARES” under the heading “Suspension of Valuation of Assets”.

In addition, substantial redemptions could lead the Fund to hold, within a certain period of time, cash (or Money Market Instruments) pending its reimbursement to the Shareholders which could negatively impact the performance of the Fund.

#### *4. Investment Risk*

It should be remembered that the price of the Shares can go down as well as up and that, on the redemption of their Shares, Investors may not receive the amount that they originally invested.

The return on the Fund’s assets will primarily be dependent upon the availability and market price at which they can be purchased at the time investments are made and the time it takes for the Fund’s assets to reach maturity.

#### *5. Liquidity Risk*

In some circumstances, investments may be less liquid or the volume of trading, the volatility of prices and the liquidity of securities may vary, making it difficult to acquire or dispose of them at the prices quoted on the various exchanges or indicative secondary pricing sheets. Accordingly, the Fund’s ability to respond to market movements may be impaired and the Fund may experience adverse price movements upon liquidation of its investments. Settlement of transactions may be subject to delay and operational uncertainties.

#### *6. Currency Risk*

Assets of the Fund may be denominated in a currency other than the Base Currency and changes in the exchange rate between the Base Currency and the currency of the asset may lead to a depreciation of the value of the Fund’s assets as expressed in the Base Currency. It may not be possible or practical to hedge against such exchange rate risk. Performance may be strongly influenced by movements in FX rates because currency positions held by the Fund may not correspond with the securities positions held. Performance of the Fund may be strongly influenced by movements in foreign exchange rates because currency positions held by the Fund may not correspond with the securities positions held. The successful execution of a share class hedging strategy which matches exactly the profile of the investments of the Fund cannot be assured.

#### *7. Share Currency Designation Risk*

Classes of the Fund may be designated in a currency other than the Base Currency of the Fund. Redemption proceeds and any distributions to Shareholders will normally be made in the currency of denomination of the relevant Class. Changes in the exchange rate between the Base Currency and such designated currency or between the currencies in which assets of the Fund are denominated and the Base Currency or such designated currency may lead to a depreciation of the value of such Shares as expressed in the designated currency. Investors should be aware that this strategy may substantially limit Shareholders of the relevant Class from benefiting if the designated currency falls against the Base Currency and/or the currency/currencies in which the assets of the Fund are denominated. In such circumstances Shareholders of the relevant Class may be exposed to fluctuations in the Net Asset Value per Share reflecting the gains/losses on and the costs of the relevant assets. Assets used to implement such strategies shall be assets/liabilities of the Fund as a whole. However, the gains/losses on and the costs of the relevant assets will accrue solely to the relevant Class.

#### *8. Valuation Risk*

Due to a wide variety of market factors and the nature of investments to be held or entered into by the Fund, there is no guarantee that the value determined by the Investment Manager will represent the value that will be realized by the Fund on the eventual disposal of the investment or that would, in fact, be realized upon an immediate disposal of the investment.

#### *9. Reliance on the Investment Manager and Dependence on Key Personnel*

Subject to the limitations set forth in this Supplement, the Investment Manager has complete discretion in directing the investment of the Fund's assets. The Fund's success depends, to a great extent, on the Investment Manager's ability to select investments. The Fund will be highly dependent on the financial and managerial experience of the Investment Manager and a limited number of persons of the Investment Manager to whom the task of managing the investments has been assigned. If the services of all or a substantial number of such persons were to become unavailable, the result of such a loss of key management personnel could result in substantial losses for the Fund.

#### *10. Custodial Risk*

The ICAV has entered into arrangements pursuant to which the Fund's assets are held by the Depositary. The bankruptcy of the Depositary might have a material adverse effect on the Fund.

#### *11. Position Limits*

Limits imposed by the UCITS Regulations and/or counterparties may negatively impact on the Investment Manager's ability to implement the Fund's investment policy. Position limits are the maximum amounts that any one person or entity may own or control in a particular financial instrument. If at any time positions of the Fund were to exceed applicable position limits, the Investment Manager would be required to liquidate positions of the Fund to the extent necessary to observe those limits. Further, to avoid exceeding the position limits, the Investment Manager might have to forego or modify certain of its contemplated investments.

## **5. INVESTMENT AND BORROWING RESTRICTIONS**

The Fund is subject to the investment and borrowing restrictions set out in the UCITS Regulations, the Central Bank Regulations and in Appendix I to the Prospectus.

## 6. DISTRIBUTION POLICY

Classes may be either Accumulation Classes or Distribution Classes (as indicated in the table in the section “**SUBSCRIPTIONS**” below). Accumulation Classes capitalise income. Distribution Classes may pay a dividend to the relevant Shareholders on an annual basis as of the last Business Day in December in each year. In such case, dividends shall be paid out of realised and unrealised gains net of realised and unrealised losses but, at the discretion of the Directors, gross of the fees payable by the Fund as described in section 10 of this Supplement.

Please see the section of the Prospectus headed “IMPORTANT INFORMATION” for further information. The rationale for providing for the payment of dividends out of realised and unrealised gains net of realised and unrealised losses but gross of fees is to maximise the amount distributable to investors who are seeking a higher dividend paying Share Class.

The Directors will determine whether a dividend should be paid in respect of a particular Distribution Class and the amount of such dividend, in consultation with the Manager. Any dividend payments will be confirmed in writing to the Shareholders of Distribution Classes. To the extent made, distributions will be paid by wire transfer to the account(s) indicated by the Shareholder on its Application Form (as may be updated from time to time by signed, verified notification from the Shareholder to the ICAV c/o the Administrator).

The Directors, in consultation with the Manager, may at any time change the policy of the Fund with respect to dividends distribution, in which case full details of any such change will be disclosed in an updated Supplement and Shareholders will be notified in advance.

In the case of Distribution Classes, it is intended that dividends will be distributed annually. Dividends will be declared on the last Business Day of the year with dividends in respect of the period being paid to Shareholders on or before 31 January, in each year.

The rationale for providing for the payment of fees and expenses out of capital is to increase the level of distribution for Distribution Class Shareholders.

Please also refer to the "Dividend Policy" section in the Prospectus.

## 7. SUBSCRIPTIONS

### Offer

#### Share Classes Available for Subscription

The Classes of Shares available for subscription in the Fund are set out in Annex A to this Supplement. The Shares in the Fund are distinguished principally on the basis of the category of investor, currency denomination, class hedging policy, subscription fee and the investment management and distribution fees applicable to them.

Under the naming convention adopted by the ICAV in respect of the naming of Share Classes, the letters set out below have the following significance:

<i>Categories of Share Class</i>	
I	Class I Shares are offered primarily as an investment to qualifying institutional investors. Investors wishing to purchase Class I Shares may do so via their financial intermediary.
M	Class M shares may be offered in certain limited circumstances to Investors who have separate arrangements with the Manager and / or Investment Manager including, <i>inter alia</i> , shareholders and employees of the Manager and /or Investment Manager.
F and F2 Hedged	Class F Hedged and F2 Hedged Shares are intended for early and seed investors into the Fund including institutional investors or distributors and platforms who have separate fee arrangements with their clients, and who in the Manager and/or Investment Manager's reasonable opinion are able to subscribe an amount in excess of the investment minimum as set out below. The Fund does not intend to issue more than \$200,000,000 (or its currency equivalent) of Class F Hedged and F2 Hedged Shares, however the Directors may, in their sole and absolute discretion, increase this limit.
F and F2	Class F and F2 Shares are intended for seed investors into the Fund including institutional investors or distributors and platforms who have separate fee arrangements with their clients, and who in the Manager and/or Investment Manager's reasonable opinion are able to subscribe an amount in excess of the investment minimum as set out below. The Fund does not intend to issue more than \$200,000,000 (or its currency equivalent) of Class F or F2 Shares, however the Directors may, in their sole and absolute discretion, increase this limit.
R	Class R Shares are available to retail investors directly and via distributors.
S	Class S Shares are available to retail investors directly and via distributors.
<i>Currency of Share Class – Each category of Share Class may be available in the following currencies</i>	
CHF	Share Classes denominated in the lawful currency of Switzerland.
EUR	Share Classes denominated in the lawful currency of the Euro-Zone.
GBP	Share Classes denominated in the lawful currency of the United Kingdom.
USD	Share Classes denominated in the lawful currency of the United States of America.
<i>Hedged and Unhedged Classes</i>	
Each category of Share Class is available as hedged or unhedged. The Investment Manager may undertake currency hedging in accordance with the provisions set out under "Currency hedging at Class level" in section 3 of this Supplement.	

The Directors are satisfied that restricting the universe of investors in any of the Classes of Shares listed above

does not preclude those Classes from providing for public participation, as required by the UCITS Regulations. This is without prejudice to the Directors' right to refuse any individual subscription application in their discretion without assigning any reason therefor.

The Initial Offer Price of each Class of Shares during the Initial Offer Period shall be, depending on the denomination of the Share Class, as follows:

I Class – EUR 100.00. GBP 100.00, CHF 100.00, USD 100.00

F Class - EUR 100.00.

F2 Class - EUR 1,000.00.

F Hedged Class - EUR 100.00.

F2 Hedged Class - EUR 1,000.00.

M Class - EUR 100.00.

R Class – EUR 100.00.

S Class – EUR 100.00.

Please see the section entitled “Application for Shares” in the Prospectus in the section entitled “THE SHARES” for more information regarding the cost of Shares.

The Net Asset Value will be calculated in accordance with the principles described under section “Net Asset Value and Valuation of Assets” in the Prospectus with the following distinction: securities valued under point “(a)” in that section, which are listed or traded on a Recognised Market will be valued at the official closing price published by an exchange or, if no closing price is available, at the latest mid-market price.

In accordance with the terms of the Prospectus, an anti-dilution levy may be applied to the Fund by the Directors acting in consultation with the Investment Manager. The Fund's Net Asset Value will reflect any application of an anti-dilution levy.

Where the Fund buys/enters Financial Instruments in response to a request for the subscription of Shares, it will generally incur a reduction in value, made up of dealing costs and any spread between the bid and offer prices of the investments concerned when compared to their valuation within the Net Asset Value per Share. The Net Asset Value per Share generally does not reflect such costs. The aim of the anti-dilution levy is to reduce the impact of such costs (which, if material, disadvantage existing Shareholders of the Fund) so as to preserve the value of the Fund. In calculating the Subscription Price of the Shares the Directors, in consultation with the Manager, may on any Dealing Day when there are net subscriptions, reflect in the Subscription Price an anti-dilution levy to cover dealing costs and to preserve the value of the underlying assets of the Fund.

For further information on anti-dilution levies please refer to the paragraph headed “Anti-Dilution Levy” in the section of the Prospectus entitled “THE SHARES: Net Asset Value and Valuation of Assets”.

The Net Asset Value will be published as often as the Net Asset Value is calculated promptly following its calculation. Please see the section headed “**Publication of Net Asset Value per Share**” in the Prospectus.

The Fund may, save where otherwise determined by the Directors, return any subscription monies (without interest) to the investors where the Fund does not reach a minimum viable aggregate size of €5,000,000 by the end of the Initial Offer Period.

### *Minimum Initial Subscription Amount*

The Minimum Initial Subscription amounts in respect of each Class are set out in the table below.

<b>Class</b>	<b>Minimum Initial Subscription</b>
<b>Class I Shares</b>	€1,000,000
<b>Class F and F2 Shares</b>	€10,000,000
<b>Class F Hedged and F2 Hedged Shares</b>	€10,000,000
<b>Class M Shares</b>	€1,000
<b>Class R Shares</b>	€1,000
<b>Class S Shares</b>	€1,000

Subject to the principle of equal and fair treatment of shareholders as per Regulation 26 (1) (d) of the Central Bank UCITS Regulations, the Directors, in consultation with the Manager, may partially or wholly waive the Minimum Initial Subscription amounts in respect of one or more Shareholders or investors at their discretion.

## 8. REDEMPTIONS

Shareholders may request redemption of their Shares on and with effect from any Dealing Day. Shares will be redeemed at the Net Asset Value per Share for that Class, calculated on or with respect to the relevant Dealing Day in accordance with the procedures described below (save during any period when the calculation of Net Asset Value is suspended).

In accordance with the terms of the Prospectus, swing pricing is applicable, and an anti-dilution levy may be applicable, to this Fund. The Net Asset Value will reflect any anti-dilution levy or swing pricing applied.

If the net redemptions based on the last available Net Asset Value on any Valuation Day exceed a certain threshold of the value of the Fund or a Share Class on that Valuation Day, as determined and reviewed on a periodic basis by the Directors, in consultation with the Manager, the asset value will be adjusted downwards to reflect the dealing and other costs that are deemed to be incurred in buying or selling assets to satisfy net daily transactions. The extent of the price adjustment will be set by the Directors, in consultation with the Manager, to reflect estimated dealing and other costs.

In accordance with the terms of the Prospectus, an anti-dilution levy may be applied at the discretion of the Directors, acting in consultation with the Manager. Where the Fund sells/exits Financial Instruments in response to a request for the redemption of Shares, it will generally incur a reduction in value, made up of dealing costs and any spread between the bid and offer prices of the investments concerned when compared to their valuation within the Net Asset Value per Share. The Net Asset Value per Share generally does not reflect such costs. The aim of the anti-dilution levy is to reduce the impact of such costs (which, if material, disadvantage existing Shareholders of the Fund) so as to preserve the value of the Fund. In calculating the Redemption Price of the Shares, the Directors, in consultation with the Manager, may on any Dealing Day when there are net redemptions, reflect in the Redemption Price an anti-dilution levy to cover dealing costs and to preserve the value of the underlying assets of the Fund.

For further information on swing pricing and anti-dilution levies please refer to the paragraphs headed "Swing Pricing" and "Anti-Dilution Levy" in the section of the Prospectus entitled "THE SHARES: Net Asset Value and Valuation of Assets".

For all redemptions, Shareholders will be paid the equivalent of the Redemption Price per Share for the relevant Dealing Day. This price could be less than the Net Asset Value per Share calculated as at the Valuation Point for that Dealing Day due to the effect of Duties and Charges and other fees and levies. Potential Shareholders should note therefore that the payments received for Shares redeemed could be less than their value on the day of redemption.

If the redemption of only part of a Shareholder's shareholding of a Class would leave the Shareholder holding less than the Minimum Holding for the relevant Class, the ICAV or its delegate may, if it thinks fit, redeem the whole of that Shareholder's holding in such Class.

Please refer to the section headed "Redemption of Shares" in the section entitled "THE SHARES" in the Prospectus for further information on the redemption process.

### *Timing of Payment*

Redemption proceeds in respect of Shares will normally be paid by the Redemption Settlement Cut-Off

provided that all the required documentation has been furnished to and received by the Administrator but (unless dealing in the Shares is suspended or a redemption gate is applied) no later than within 10 Business Days of the relevant Dealing Deadline.

#### *Withdrawal of Redemption Requests*

Requests for redemption may not be withdrawn save with the written consent of the Directors in consultation with the Manager or in the event of suspension of calculation of the Net Asset Value of the Fund.

#### *Redemption Limit*

Where the total requests for redemption on any Dealing Day exceed at least 10% of the total number of Shares in the Fund or at least 10% of the Net Asset Value of the Fund and the Directors, in consultation with the Manager, decide to refuse to redeem any Shares in excess of 10% of the total number of Shares in the Fund or 10% of the Net Asset Value of the Fund or such higher percentage that the Directors, in consultation with the Manager, may determine, the Fund shall reduce pro rata any request for redemption on that Dealing Day and shall treat the redemption requests as if they were received on each subsequent Dealing Day until all the Shares to which the original request related have been redeemed.

## **9. SUSPENSION OF DEALING**

Shares may not be issued or redeemed during any period when the calculation of the Net Asset Value of the Fund is suspended in the manner described in the Prospectus under the heading "Suspension of Valuation of Assets". Unless withdrawn, applications for Shares will be considered and requests for redemption will be processed as at the next Dealing Day following the ending of such suspension.

## 10. FEES AND EXPENSES

The Fund shall bear its attributable portion (based on its Net Asset Value) of the fees and operating expenses of the ICAV. The fees and operating expenses of the ICAV are set out in detail in the section entitled “FEES AND EXPENSES” in the Prospectus. The Directors intend to apply the fees and expenses associated with the establishment and ongoing operations of the ICAV across each Fund of the ICAV pro-rata each Fund’s Net Asset Value, to the extent possible.

### *Establishment Expenses*

The Fund shall bear the fees and expenses attributable to its establishment, which are estimated to be €100,000 (excluding VAT) including its proportionate share of the establishment expenses of the ICAV, as detailed in the section of the Prospectus entitled “**Establishment Expenses**”.

Such establishment expenses may be amortised over the first five Accounting Periods of the Fund.

### *Subscription Fee*

The ICAV may, upon consultation with the Manager and the distributor(s), charge a subscription fee in respect of Class R Shares of up to 5% on the aggregate investment amount subscribed.

The subscription fee, if applied, is payable to the Manager which may in turn be paid in full or in part by the Manager to distributors, sub-distributors, introducing agents or intermediaries.

Any applicable subscription fee will be deducted from the subscriber’s subscription payment for the purposes of determining the net amount available for investment in the Shares.

The subscription fee is charged at the absolute discretion of the Directors.

### *Management Fee*

Pursuant to the Management Agreement, the Manager is entitled to charge the Fund a Management Fee, which applies separately in respect of each Class as set out in the table below, based on its Net Asset Value.

<b>Class</b>	<b>Management Fee</b>
Class F and F2 Shares	0.50%
Class F Hedged and F2 Hedged	0.50%
Class M Shares	0.35%
Class I Shares	0.80%
Class R Shares	1.50%
Class S Shares	1.80%

The fee will be calculated and accrued daily and is payable monthly in arrears within ten (10) Business Days of the last Business Day of each calendar month.

The Management Fee may be waived or reduced in respect of one or more Classes by the Manager, in consultation with the Directors. The Manager may decide to rebate to one or more Shareholders or intermediaries part or all of its Management Fee, which may include directors and employees of the Manager.

The Manager shall be entitled to be reimbursed by the Fund for reasonable out of pocket expenses incurred and any VAT on all fees and expenses payable to or by it.

#### *Investment Manager's Fee*

The Manager will pay the Investment Manager out of the Management Fee for its discretionary investment management services.

#### *Administrator's Fee*

The Fund shall discharge the fees and expenses of the Administrator or its affiliates (including any reasonable out of pocket expenses incurred on behalf of the Fund). The fees of Administrator or its affiliates shall not exceed 0.13% of the Net Asset Value of the Fund which shall be calculated and accrued as of each Valuation Day and shall be payable monthly in arrears subject to a minimum monthly fee of US\$10,000. The Fund may pay additional fees to the Administrator or its affiliates for such other services including, but not limited to audit assistance, investor reporting and subscription/redemption account maintenance, production of financial statements, filing the Fund's VAT returns with the Irish Revenue Commissioners, middle office services, regulatory reporting due diligence on investor accounts which will be at normal commercial rates.

#### *Depositary's Fee*

The Depositary shall be entitled to receive out of the assets of the Fund, an annual fee (plus VAT, if any) not exceeding 0.03% of the Net Asset Value of the Fund, accrued and calculated on each Valuation Point and payable monthly in arrears, subject to a minimum annual fee of US\$40,000 for the Fund.

The Depositary shall also be entitled to be repaid out of the assets of the Fund for all of its reasonable disbursements incurred on behalf of the Fund, including the safe-keeping fees and expenses of any sub-custodian (which shall be at normal commercial rates) and transaction charges (which shall also be at normal commercial rates) levied by the Depositary or any sub-custodian and any applicable taxes it incurs on behalf of the Fund. Such custody fees shall accrue and be payable monthly in arrears.

#### *Operating Expenses*

The Fund will pay all its operating expenses and the fees hereinafter described as being payable by the Fund. The Fund will also bear its attributable portion (based on its Net Asset Value) of the fees and operating expenses of the ICAV as set out in detail in the section entitled "FEES AND EXPENSES" in the Prospectus. Expenses paid by the Fund throughout the duration of the Fund, in addition to fees and expenses payable to the Directors, the Manager, the Investment Manager, the Depositary, the Administrator, the Secretary and any Paying Agent appointed by or on behalf of the Fund, include but are not limited to the costs and expenses associated with specialist risk software used to analyse the Fund's portfolio, brokerage and banking commissions and charges, legal and other professional advisory fees, regulatory fees, auditing fees, distribution fees, translation and accounting expenses, interest on borrowings, taxes and governmental expenses applicable to the Fund, costs and expenses of preparing, translating, printing, updating and distributing the Supplement, annual and semi-annual reports and other documents furnished to current and

prospective Shareholders, all expenses in connection with obtaining and maintaining a credit rating for the Fund, expenses of the publication and distribution of the Net Asset Value and any other expenses, in each case together with any applicable value added tax.

Shareholders of the Fund should note that all or a portion of Fees and Expenses in respect of the Fund may be charged to capital at Fund or Share Class level. As a result capital may be eroded and income may be achieved by foregoing the potential for future capital growth. Thus, on redemptions of holdings Shareholders of the Fund's share classes may not receive back the full amount invested due to capital reduction. It is recommended that Shareholders of the Fund seek advice in this regard. The rationale for providing for the payment of fees and expenses out of capital is to maximise the amount distributable to investors.

## Annex A – Share Classes Available in the Fund

<b>Share Class</b>
Class F (EUR) Hedged Accumulation
Class F2 (EUR) Hedged Accumulation
Class F (EUR) Accumulation
Class F2 (EUR) Accumulation
Class I (EUR) Accumulation
Class I (USD) Accumulation
Class I (CHF) Accumulation
Class I (GBP) Accumulation
Class M (EUR) Accumulation
Class R (EUR) Accumulation
Class S (EUR) Accumulation

Template pre-contractual disclosure for the financial products referred to in Article 9, paragraphs 1 to 4a, of Regulation (EU) 2019/2088 and Article 5, first paragraph, of Regulation (EU) 2020/852

Product name: Ambianta Sustainable Leaders Fund

Legal entity identifier: 213800LKSN8IR7DWOT55

## Sustainable investment objective

### Does this financial product have a sustainable investment objective?

<input checked="" type="radio"/> <input checked="" type="radio"/> <input checked="" type="checkbox"/> <b>Yes</b>	<input type="radio"/> <input type="radio"/> <input type="checkbox"/> <b>No</b>
<input checked="" type="checkbox"/> It will make a minimum of <b>sustainable investments with an environmental objective: 70%</b> <ul style="list-style-type: none"> <li><input checked="" type="checkbox"/> in economic activities that qualify as environmentally sustainable under the EU Taxonomy</li> <li><input checked="" type="checkbox"/> in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy</li> </ul>	<input type="checkbox"/> It <b>promotes Environmental/Social (E/S) characteristics</b> and while it does not have as its objective a sustainable investment, it will have a minimum proportion of ___% of sustainable investments <ul style="list-style-type: none"> <li><input type="checkbox"/> with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy</li> <li><input type="checkbox"/> with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy</li> <li><input type="checkbox"/> with a social objective</li> </ul>
<input checked="" type="checkbox"/> It will make a minimum of <b>sustainable investments with a social objective: 10%</b>	<input type="checkbox"/> It promotes E/S characteristics, but <b>will not make any sustainable investments</b>

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not include a list of socially sustainable economic activities. Sustainable investments with an



### What is the sustainable investment objective of this financial product?

The investment objective of the Fund is to generate attractive risk-adjusted absolute returns by investing primarily in environmentally sustainable (ES) and, secondarily, in socially sustainable (SS) investments.

The ES investments are those investments which contribute to an environmental sustainable objective, such as resource efficiency encompassing the entire spectrum of natural resources, and/or pollution control, including all types of pollution affecting water, air, soil and human health, provided that such investments do not significantly harm any social and/or environmental objectives and that investee companies follow good governance practices. As a result, the Investment Manager seeks to invest in the securities of companies or issuers exposed to ES trends which have a commercial purpose of solving environmental problems. SS investments are those investments which contribute to a social sustainable objective, such as improving the quality of human life by mitigating the impact of diseases and improving financial inclusion, education and digital inclusion, provided that such investments do

**Sustainability indicators** measure how the sustainable objectives of this financial product are attained.

not significantly harm any social and/or environmental objectives and that investee companies follow good governance practices.

The investment strategy involves the Fund investing primarily in equities and equity-related securities of companies worldwide which are exposed to environmental and social trends and are considered, based on the Investment Manager's proprietary methodology, sustainable investments.

Such investments can also contribute to the environmental objectives set out by Regulation (EU) 2020/852 (the "Taxonomy"): climate change mitigation, climate change adaptation, sustainable use and protection of water and marine resources, transition to a circular economy, pollution prevention and control and protection and restoration of biodiversity and ecosystems.

The ES and SS investments contribute to the Fund's sustainable investment objective on the basis that they are assessed against the criteria used by the Investment Manager to determine that an investment meets the definition of sustainable investment as part of the Investment Manager's investment strategy as outlined below.

No reference benchmark has been designated for the purpose of attaining the sustainable investment objective.

● ***What sustainability indicators are used to measure the attainment of the sustainable investment objective of this financial product?***

To measure the attainment of the sustainable investment objective of the Fund the Investment Manager uses the Ambianta Sustainability Index ("ASI"). Target issuers are analysed using the ASI, the Investment Manager's single holding indicator, which represents in one figure, between -100% and +100%, the contribution to resource efficiency and/or pollution control and/or quality of life of each individual company and therefore the correlation of the value of a listed company to environmental and/or social sustainability and related trends. It is calculated as the average of the positive or negative environmental and/or social contribution of each company division, weighted by its enterprise value. The Fund invests in target issuers that meet the internally defined ASI threshold, representing investments in companies that attain a positive environmental and/or social impact based on assessment of the company's single divisions, thus also acting as a negative screening filter excluding many businesses beyond any restricted activities lists based purely on sector.

● ***How do sustainable investments not cause significant harm to any environmental or social sustainable investment objective?***

A business of an investee company can present both negative and positive environmental and/or social impact contributions. The ASI analysis allows the Investment Manager to assess whether the prevailing contribution is positive or negative and therefore represents the first test applied by the Investment Manager in the context of examining an equity or equity-related security to ensure that it does no significant harm to the environmental and/or social objectives of the sustainable investments.

Furthermore, the integration of an environmental, social and governance ("ESG") assessment by the Investment Manager is an integral part of the investment process and contributes to the identification and control of the potential negative effects associated with investments, including in the area of social and governance matters. The Investment Manager considers the main negative impacts of its investment decisions on sustainability factors deemed relevant for the investee companies through a combination of proprietary and external market research analysis

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

and ensures that the Do No Significant Harm (“DNSH”) principle per the SFDR is respected.

In line with its exclusion policy the Fund does not invest in positions with exposure (according to specific thresholds applied to the revenues deriving from such activities) to harmful activities including: controversial and nuclear weapons; conventional weapons; thermal coal mining and extraction, distribution or refining; oil fuels exploration and extraction, distribution or refining; gaseous fuels exploration and extraction, manufacturing or distribution; electricity generation with a GHG intensity of more than 100g CO<sub>2</sub> e/kWh; gambling; adult entertainment; and tobacco. The Fund also excludes issuers involved in proven violations of the UN Global Compact or the OECD Guidelines for Multinational Enterprises. The exclusion policy includes activities that are listed in the exclusions required by Paris Aligned Benchmarks (PABs) Regulation (EU) 2020/1818. The application of the exclusion policy assists the Fund with avoiding making investments that significantly harm the environmental objectives of the Fund. Exposed companies are blocked on a pre-trade basis by the Investment Manager. Please refer to the Manager’s website for further details on the exclusion policy: <https://ambientasgr.com/>.

The above takes place through the Investment Manager’s *ESG in Action* programme (a proprietary approach to the integration of non-financial factors into portfolio management) that is structured in two main phases:

- prior to investment, due diligence is carried out by the Investment Manager to analyse the main impacts on environmental and social objectives and, in so doing, to ensure the absence of negative impacts in accordance with the DNSH principle, minimum safeguards and good governance principles;
- during the holding period the Investment Manager will continue monitoring negative impacts through a combination of data collection and the Investment Manager’s own analysis as described below. Findings deriving from the monitoring activities are integrated into the Investment Manager’s engagement and active ownership practices to ensure the mitigation of any risks of negative impacts (i.e. on DNSH principles) that may have arisen post-investment.

Based on findings, from the aforementioned phases, an escalation process may be required consisting of additional company engagement activities and progress analysis in respect of mitigation of negative impacts. The escalation process may ultimately result, based on severity of the negative impacts by an investee company, in disinvestment from the company.

The Investment Manager uses internal research activity complemented with external research and data from specialised external providers in the above.

— — *How have the indicators for adverse impacts on sustainability factors been taken into account?*

ESG analysis is an integral part of the Fund’s investment process and contributes to the identification and control of the principal adverse impacts (PAIs) associated with investments. Through the Investment Manager’s *ESG in Action* programme, the Investment Manager considers the main negative impacts of investment decisions on sustainability factors. The applicable mandatory PAIs outlined in Table 1 of Annex I to the Commission Delegated Regulation (EU) 2022/1288 (the “Level 2 Measures”) and the relevant additional “environmental” and/or “social” indicators (as set out in Table 2 and 3 of Annex I of the Level 2 Measures) will be considered. The material factors for the investee companies will be defined through a combination of proprietary and external market research analysis, and will be taken into account to ensure the mitigation of negative impacts in both the due diligence phase, prior to investment, and thereafter throughout the holding period through a

qualitative and quantitative approach that may consider, where relevant, third-party providers sector data. Please also refer to “Does this financial product consider principal adverse impacts on sustainability factors?” for further information on how the PAI indicators impacts on sustainability factors been taken into account.

— — — *How are the sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights?*

The Manager is a signatory to the Principles for Responsible Investment defined by the United Nations; as such it promotes alignment with the internationally recognized Fundamental principles regarding business conduct and respect for human rights. During the due diligence phase the Investment Manager assesses proposed investments using external data regarding controversies and minimum safeguards to ensure the proposed investments are aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights including the principles and rights set out in the eight fundamental conventions identified in the Declaration of the International Labour Organisation on Fundamental Principles and Rights at Work and the International Bill of Human Rights. Afterwards, during the monitoring of the investment the Investment Manager verifies that the investment continues to align with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights, including the principles and rights set out in the eight fundamental conventions identified in the Declaration of the International Labour Organisation on Fundamental Principles and Rights at Work and the International Bill of Human Rights, by regular monitoring through external data analysis and annual engagement.

In order to do that, the Investment Manager uses a combination of external data analysis and engagement with issuers.



**Does this financial product consider principal adverse impacts on sustainability factors?**

Yes

The Investment Manager considers the applicable mandatory and relevant additional PAI indicators for equity investments as outlined in the Level 2 Measures in its investment process, as part of its due diligence process and during the holding period of an investment through the Investment Manager’s monitoring process. In both phases, the PAIs are considered through a qualitative and quantitative approach by looking both at the performance of the PAI indicators for ESG topics relevant for the industry of operation of the company that the Investment Manager has invested in, in respect of the Fund, and the relative management approach taken by the company in respect of the relevant ESG topics. Based on the results of this process, either an exclusionary approach or an engagement approach may be adopted by the Investment Manager in respect of the potential investment.

The Investment Manager considers the applicable mandatory and relevant additional PAI indicators as outlined in the Level 2 Measures, as grouped and categorised by the Investment Manager, following the approach detailed below.

For:

- PAI indicator 1, 2 & 3: 'GHG emissions impacts'
- PAI indicator 4: 'Exposure to Companies Active in the Fossil Fuel Sector'
- PAI indicator 5 & 6: 'Share of Non-Renewable Energy Consumption and Production' & 'Energy consumption intensity per high impact Climate sector'

the Investment Manager analyses the investee companies' performances, targets and transition plans, related to the aforementioned indicators, and engages with companies that seem to lack solid strategies to manage such ESG topics. As the ASI analysis set minimum levels, as referenced in the section below entitled "What are the binding elements of the investment strategy used to select the investments to attain the sustainable investment objective?", the Investment Manager excludes target issuers significantly involved in certain activities such as for example coal / fossil fuels.

For:

- PAI indicator 7: 'Activities Negatively Affecting Biodiversity-Sensitive Areas'
- PAI indicator 8: 'Emissions to Water'
- PAI indicator 9: 'Hazardous Waste Ratio'
- Optional Environmental PAI indicator 13: 'Non-recycled waste ratio'
- PAI indicator 11: 'Lack of processes and compliance mechanisms to monitor compliance with UN Global Compact principles and OECD Guidelines for Multinational Enterprises'
- Optional Social PAI indicator 9: Lack of a human rights policy'
- Optional Social PAI indicator 10: 'Lack of due diligence'
- PAI indicator 12: 'Unadjusted Gender Pay Gap'
- PAI indicator 13: 'Board Gender Diversity'

the Investment Manager requires all of its positions to implement adequate actions to manage relevant environmental impacts, implement policies, processes and mechanisms to manage social and human rights issues and promote diversity at all seniority levels. The management approach of investee companies and issuers and the performance of investee companies and issuers are analysed and engagement is undertaken by the Investment Manager where relevant improvement areas are identified.

For:

- PAI indicator 10: 'Violations of UN Global Compact ("UNGC") Principles and Organisation for Economic Cooperation and Development ("OECD") Guidelines for Multinational Enterprises'
- PAI indicator 14: 'Exposure to controversial weapons (anti-personnel mines, cluster munitions, chemical weapons and biological weapons)'.

the Investment Manager requires its positions in investee companies and issuers to act in accordance with international standards and guidelines including those of the UNGC and OECD. Where an alleged violation is detected, the Investment Manager investigates the case, the company's/issuer's response and action plan(s) are considered and, based on this investigation, the Investment Manager decides whether to proceed with divestment where the Investment Manager has in respect of the Fund already invested in the company/issuer. Where an alleged violation is detected prior to investment by the Investment Manager in respect of the Fund, and based on the Investment Manager's analysis of the case, the company's/issuer's response and action plan(s), it may be determined by the Investment Manager to not to proceed with the potential investment, and the Investment Manager may then exclude the target issuers/companies subject to these alleged violations.

Information on how principal adverse impacts on sustainability factors are considered will be made available in the annual reports of the ICAV according to Article 11(2) SFDR.

No



## What investment strategy does this financial product follow?

The investment strategy involves the Fund investing primarily in equities and equity-related securities of companies worldwide which are exposed to environmental and/or social trends and are considered, based on the Investment Manager's proprietary methodology, sustainable investments.

Environmental sustainability and social sustainability are key drivers of the Investment Strategy and are embedded in the Investment Manager's portfolio selection process by which it identifies ES and SS investments.

In seeking to identify ES and SS investments, the Investment Manager employs a disciplined fundamental investment research process driven by an extensive meetings program with company management and the use of the Investment Manager's proprietary analytical assessment process. In conducting this assessment process, the Investment Manager will rely on its experience, relationships with market and industry participants, corporate managers, research analysts and consultants. In reviewing companies, the Investment Manager uses its own screening, research, forensic and valuation techniques to locate opportunities where the assessment of a company and its stock value differs from the market perception of the company and its stock price. The Investment Manager applies a proprietary scoring model which combines the analysis of sustainability trends with company specific fundamental analysis as described above.

Alongside this fundamental analysis, the Investment Manager employs a dedicated research team focussed on identifying sustainability themes and determining how these apply to individual companies. There is continual interaction between the thematic and fundamentally focussed teams to ensure that both sustainability and valuation criteria are attractive, both on a pre-investment and on an ongoing basis.

The Investment Manager implements this strategy on a continuous basis through monitoring the sustainable exposure of each position, using its proprietary methodology to quantify the exposure of an investment in a company which can be attributed to activities exposed to sustainability trends. This methodology is based on a detailed fundamental analysis of a company, combined with an assessment of the underlying sustainability trends to which the revenues and other cash flow streams of the company are exposed. The analysis results in the ASI, the Investment Manager's single holding sustainability indicator, which represents in one figure, between -100% and +100%, the contribution to resource efficiency and/ or pollution control and/or quality of life of each individual company and therefore the correlation of the value of a listed company to environmental and/or social sustainability and related trends.

In addition, the Investment Manager applies an exclusion screen in order to exclude investments in companies in line with its exclusion policy as described above which incorporates the exclusion of investment in the companies that are listed in the exclusions required by Article 12(1)(a) to (g) of the PAB Regulation.

### ● **What are the binding elements of the investment strategy used to select the investments to attain the sustainable investment objective?**

- Identification of ES and SS investments, as outlined above, by the Investment Manager employs a disciplined fundamental investment research process driven by an extensive meetings program with company management and the use of the Investment Manager's proprietary analytical assessment process;
- Monitoring the sustainable exposure of each position, using the Investment Manager's proprietary methodology to quantify the exposure of an investment in a company which

**The investment strategy** guides investment decisions based on factors such as investment objectives and risk tolerance.

**Good governance** practices include sound management structures, employee relations, remuneration of staff and tax compliance.

can be attributed to activities exposed to sustainability trends, as outlined above, which such methodology. The methodology is based on a detailed fundamental analysis of a company.

During the due diligence phase and annually following investment, target issuers are analysed by the Investment Manager using the ASI, which represents in one figure, between -100% and +100%, the contribution to resource efficiency and/or pollution control and/or quality of life of each individual company and therefore the correlation of the value of a listed company to environmental and/or social sustainability and related trends. It is calculated as the average of the positive or negative environmental and/or social contribution of each company division, weighted by the company's enterprise value. The Fund invests in target issuers that meet the ASI threshold ( $\geq +25\%$ ), representing investments in companies that attain a positive environmental and/or social impact based on assessment of the company's single divisions.

In line with its exclusion policy the Fund does not invest in positions with exposure to harmful activities including:

- (a) companies that derive 10% or more of their revenues from:
  - the manufacturing, manufacturing of key components, selling, retailing, distributing of assault weapons and/or small arms, for both civilian and military / law enforcement purposes;
  - the manufacturing of military weapon systems and/or integral, tailor-made components for these weapons;
- (c) companies that derive 10% or more of their revenues from tailor-made products and services that support thermal coal extraction;
- (d) companies that derive 10% or more of their revenues from tobacco retailers and distributors, as well as companies providing tobacco-related products or services;
- (e) companies that derive 10% or more of their revenues from gambling activities; and
- (f) companies with any involvement in the production, distribution, or promotion of adult entertainment.

The exclusion policy also includes activities that are listed in the exclusions required by the PAB Regulation in order to exclude investments in the following companies:

- (a) companies involved in any activities related to prohibited weapons;
- (b) companies involved in the cultivation and production of tobacco;
- (c) companies that benchmark administrators find in violation of the UNGC principles or the OECD Guidelines for Multinational Enterprises;
- (d) companies that derive 1% or more of their revenues from exploration, mining, extraction, distribution or refining of hard coal and lignite;
- (e) companies that derive 10% or more of their revenues from the exploration, extraction, distribution or refining of oil fuels;
- (f) companies that derive 50% or more of their revenues from the exploration, extraction, manufacturing or distribution of gaseous fuels;
- (g) companies that derive 50% or more of their revenues from electricity generation with a GHG intensity of more than 100 g CO<sub>2</sub> e/kWh;

For the purposes of point (a), prohibited weapons shall mean anti-personnel mines, cluster munitions, biological and chemical weapons the use, possession, development, transfer, manufacture, and stockpiling of which is expressly prohibited by the international arms conventions to which the majority of Member States are parties, as listed in the Annex to

the PAB Regulation.

The application of the exclusion policy assists the Fund with avoiding making investments that significantly harm the environmental objectives of the Fund. Exposed companies are blocked on a pre-trade basis by the Investment Manager. Please refer to the Manager's website for further details on the exclusion policy: <https://ambientasgr.com/>.

This exclusion screen is applied before investment during the due diligence phase, and thereafter, the Investment Manager monitors potential changes in company compliance at least quarterly. Furthermore, these companies are blocked on a pre-trade basis.

● **What is the policy to assess good governance practices of the investee companies?**

During the due diligence phase for selecting investments and afterwards as part of the ongoing monitoring of a holding, as per the Investment Manager's ESG in Action program, the Investment Manager aims to ensure that investee companies operate in compliance with the best practices of business conduct and integrity, with particular reference to sound management structures, relations with employees, staff remuneration and compliance with tax obligations. The Investment Manager ensures that investee companies have good governance practices by examining governance ratings provided by third party data providers, or by analysis conducted on the relevant company by the Investment Manager's investment management team, and through regular engagement with the management of the company. Through the support of a third party, the Investment Manager also engages in proxy voting which allows the Investment Manager to assess the governance practices of the investee companies.



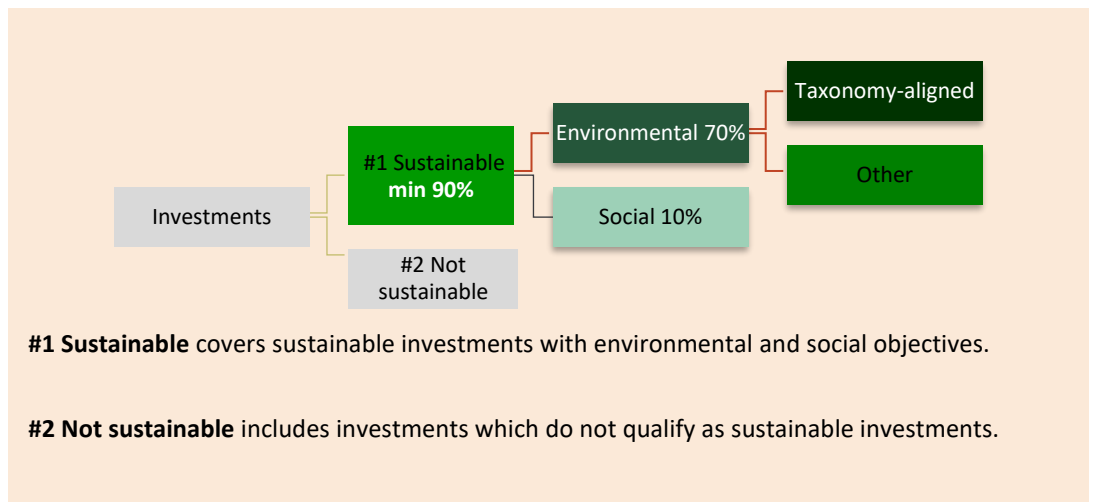
**What is the asset allocation and the minimum share of sustainable investments?**

**#1 Sustainable** covers sustainable investments with environmental and social objectives. The Fund aims at maintaining a minimum share of sustainable investments of 90% of its Net Asset Value. These sustainable investments consist of equities and equity-related securities of companies. The Fund commits to a minimum investment of 70% in sustainable investments with an environmental objective and 10% in sustainable investments with a social objective. The remaining 10% of investments in sustainable investments will be made up of either investments with an environmental objective, investments with a social objective, or a combination thereof.

**#2 Not sustainable** includes investments which do not qualify as sustainable investments. These investments will be used for hedging or liquidity management purposes subject to minimum environmental and social safeguards. These investments consist of cash deposits, money market

**Asset allocation**  
describes the share of investments in specific assets.

instruments, debt securities and derivatives.



Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies
- **capital expenditure (CapEx)** showing the green investments made by investee companies, e.g. for a transition to a green economy.
- **operational expenditure (OpEx)** reflecting green operational activities of investee companies.

● **How does the use of derivatives attain the sustainable investment objective?**

The Fund uses derivatives in limited situations to manage currency exposures for hedged share classes and to manage equity exposure following large subscriptions and /or redemptions. The use of derivatives in these situations does not contribute to the sustainable investment objective.



**To what minimum extent are sustainable investments with an environmental objective aligned with the EU Taxonomy?**

The minimum proportion of sustainable investments with an environmental objective aligned with the EU Taxonomy shall be 4% (which may include investment in fossil gas and / or nuclear energy related activities that comply with the EU Taxonomy). The Fund does not aim or commit to invest in any investments in fossil gas and / or nuclear energy related activities that comply with the EU Taxonomy, but it retains the possibility to do so, if aligned with the Investment Manager’s proprietary methodology as outlined above. On this basis we have answered “yes” and selected “fossil gas” and “nuclear energy” to the question below. The above is a minimum figure and it is possible to allocate the above-mentioned minimum 70% of sustainable investments with an environmental objective between those aligned with the EU Taxonomy and those that are not aligned with the EU Taxonomy as there is no fixed allocation (just a minimum allocation) as this will depend on the availability of sustainable investments with an environmental objective aligned with the EU Taxonomy.

● **Does the financial product invest in fossil gas and / or nuclear energy related activities that comply with the EU Taxonomy<sup>1</sup>?**

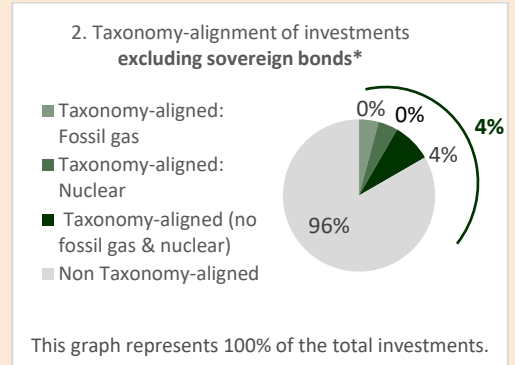
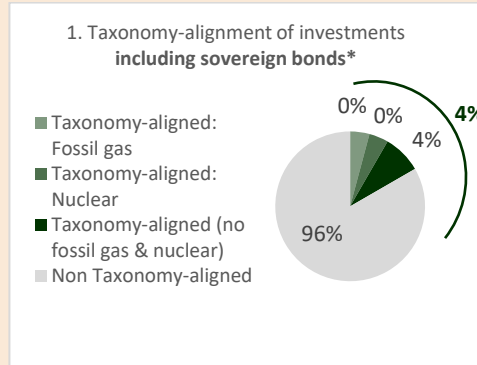
**Yes:**

In fossil gas       In nuclear energy

**No**

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change (“climate change mitigation”) and do not significantly harm any EU Taxonomy objective – see explanatory note in the left hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

**The two graphs below show in green the minimum percentage of investments that are aligned with the EU Taxonomy. As there is no appropriate methodology to determine the Taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.**




\* For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures.

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

 are environmentally sustainable investments that **do not take into account the criteria** for environmentally sustainable economic activities under the EU Taxonomy.

● **What is the minimum share of investments in transitional and enabling activities?**

The Fund does not commit to a minimum proportion of investments in transitional and enabling activities.



**What is the minimum share of sustainable investments with an environmental objective that are not aligned with the EU Taxonomy?**

The Fund’s sustainable investment objective is in line with the environmental objectives set out by Regulation (EU) 2020/852 (the “Taxonomy”) but encompasses a wider spectrum of both environmental impacts and economic activities.

The minimum share of sustainable investments with an environmental objective that are not aligned with the EU Taxonomy is 0%. This is a minimum figure and it is possible to allocate the above-mentioned minimum 70% of sustainable investments with an environmental objective between those aligned with the EU Taxonomy and those that are not aligned with the EU Taxonomy as there is no fixed allocation (just a minimum allocation) as this will depend on the availability of sustainable investments with an environmental objective aligned with the EU Taxonomy.



**What is the minimum share of sustainable investments with a social objective?**

The minimum share in sustainable investments with a social objective is 10% of the Net Asset Value of the Fund.



**What investments are included under “#2 Not sustainable”, what is their purpose and are there any minimum environmental or social safeguards?**

The Fund’s “not sustainable” investments may include cash deposits, money market instruments, debt securities and derivatives, used for hedging and liquidity management purposes. For these investments, as applicable, compliance with the minimum safeguards and specifically with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights including the principles and rights set out in the eight fundamental conventions identified in the Declaration of the International Labour Organisation on Fundamental Principles and Rights at Work and the International Bill of Human Rights, is an integral part of the Investment Manager’s investment analysis to ensure the delivery of its overall sustainable investment objective. This compliance analysis is performed through the Investment Manager’s *ESG in Action* programme: prior to investment, during due diligence, the Investment Manager verifies the presence of minimum safeguards and during the holding period, the Investment Manager monitors the continued presence of minimum safeguards. This is done through a combination of data collection and analysis. Findings deriving from these activities are integrated into the Investment Manager’s engagement and active ownership practices. Escalation process may be required consisting of additional company engagement activities and progress analysis in respect of mitigation of negative impacts. The escalation process may ultimately result, based on severity of the negative impacts by an investee company, in divestment from the company. Such investments do not constitute a threat to the Fund’s sustainable investment.



### Is a specific index designated as a reference benchmark to meet the sustainable investment objective?

No specific index is designated as a reference benchmark to meet the sustainable investment objective.

- **How does the reference benchmark take into account sustainability factors in a way that is continuously aligned with the sustainable investment objective?**

*Not Applicable*

- **How is the alignment of the investment strategy with the methodology of the index ensured on a continuous basis?**

*Not Applicable*

- **How does the designated index differ from a relevant broad market index?**

*Not Applicable*

- **Where can the methodology used for the calculation of the designated index be found?**

*Not Applicable*



### Where can I find more product specific information online?

More product-specific information can be found on the website: <https://ambientasgr.com/>