

## **Article 10 SFDR Website disclosure for an article 8 fund – Mapfre Energías Renovables I, FCR**

### **A. Summary**

Mapfre Energías Renovables I, FCR (MER I) is a private equity fund dedicated to invest in renewable energy generation projects, both in operation and under development, located mainly in Spain and Portugal, with a target size of €220 million.

The insurance company Mapfre (through MER I) and the utility company Iberdrola have signed an agreement whereby they will jointly invest up to €400 million.

In order to measure ESG indicators, a framework has been developed by the Alternative Investment Fund Manager (AIFM) for the measurement of ESG Impact Indicators in addition to the analysis of the alignment of investments with the Taxonomy of the European Union.

A full Due Diligence process has been carried out for each of the investments of the fund, in which the asset acquired has been exhaustively examined from the following points of view: Legal, Technical and Tax.

### **B. No Sustainable investment objective**

The fund does not aim to make sustainable investments but promotes environmental or social features, as it invests in renewable energy generation projects through equity.

### **C. Environmental or social characteristics of financial products**

The fund promotes environmental or social characteristics as discussed in the previous section.

In this respect, the fund will contribute to the mitigation of climate change, as well as to the moderation and reduction of greenhouse gases.

### **D. Investment strategy**

The fund acquires renewable energy generation projects (solar and wind) that are located within the European Union (currently all the projects are located in Spain).

As of today, the acquired projects are in operation, although AIFM is analysing projects both in operation and under development.

### **E. Proportion of investments**

The fund's portfolio currently consists of the following investments:

<b>Investments</b>	<b>Sector</b>	<b>% Assets</b>	<b>Country</b>
Portfolio 1	Renewable Energy	44%	Spain
Portfolio 2	Renewable Energy	16%	Spain
Portfolio 3	Renewable Energy	40%	Spain

100% of the investments are aligned with E/S characteristics as they are renewable energy generation assets.

## **F. Monitoring of environmental or social characteristics**

To ensure that environmental or social characteristics are promoted throughout the life of the fund, an ESG process has been established on a quarterly basis, in which a number of ESG-qualified metrics are analyzed.

The AIFM of the fund is responsible for collecting the necessary information to calculate the metrics and KPIs.

## **G. Methodologies**

The ESG indicators for the investments made by the fund are calculated in quarterly basis, and the procedure is as follows:

### **i. Compilation of data by AIFM**

At the end of each calendar quarter (January, April, July and October), AIFM requests production information from the asset manager of the projects acquired by the fund.

### **ii. Analysis of the information received**

Once the information has been received, AIFM analyses it to check that everything is within the expected parameters and in line with previous reports.

### **iii. Elaboration of KPIs**

After the analysis of the information, the AIFM proceeds to elaborate the KPIs for each investment (number of households supplied with green energy, number of trees prevented from being felled, number of tons of CO2 avoided...) using a method approved by a Big Four.

## **H. Data Sourcing and processing**

Please see previous section.

## **I. Limitations to methodologies and data**

There are currently no limitations in terms of methodology or data foreseen, because the information needed is the production of the individual plants, which in turn is verifiable with the extracts provided by the market agent.

## **J. Due Diligence**

The following processes are carried out prior to the investment by the fund:

- i. Pre-analysis of the opportunity → The asset is analysed, checking that it is aligned with the objective of the fund as well as the required processing status, viability, etc.
- ii. Preliminary Approval Committee → Once the preliminary checks have been obtained, a committee is convened to formalise the preliminary approval or rejection.
- iii. Due Diligence → If the investment in the asset has been approved by the committee, an extensive due diligence process is carried out by advisors external to the fund and the borrower. This due diligence process includes:
  - a. Technical Due Diligence

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- b. Legal Due Diligence
  - c. Tax Due Diligence
  - iv. Final Approval Committee → Once a detailed due diligence process has been carried out and is satisfactory, it is presented to the committee for final approval.

#### **K. Engagement Policies**

Engagement is not a part of the environmental or social investment strategy as the objective of the fund is to invest in Special Purpose Vehicle (SPVs) that have on balance the renewable energy generation assets.

#### **L. Reference Benchmark**

Due to the Fund's investment typology (acquiring renewable energy generation plants) no specific index has been designated as a benchmark to determine whether this financial product is in line with meeting the Fund's sustainable investment objectives.