

Principal Adverse Impact Statement 2022

Financial market participant

Arjun Infrastructure Partners Limited considers principal adverse impacts (PAI) of its investment decisions on sustainability factors. The present statement is the consolidated statement on PAI on sustainability factors of Arjun Infrastructure Partners Limited.

This statement on principal adverse impacts on sustainability factors covers the reference period from 1 January to 31 December 2022. Historical comparisons will be provided during the next periodic report, due 30 June 2024.

For information on how Arjun considers PAI within its investment process, please see Arjun SFDR Article 4 disclosure, *statement on principal adverse impacts of investment decisions on sustainability factors*. This is publicly available at Arjun's website, www.arjuninfrastructure.com.

This impact statement is based on financial products falling in-scope of SFDR. As of 31 December 2022, these in-scope funds represent 36% of Arjun AUM.

Indicators applicable to investments in investee companies						Supplementary data			
Adverse sustainability indicator	Metric	Impact [n = 2022]	Impact [n - 1]	Explanation	Actions taken, actions planned and targets set for the next reference period	Coverage ⁽¹⁾ (%)	Actual ⁽²⁾ (%)	Proxy ⁽³⁾ (%)	
CLIMATE AND OTHER ENVIRONMENT-RELATED INDICATORS									
Greenhouse gas (GHG) emissions	1. GHG emissions (tonnes CO _{2e})	Scope 1 GHG emissions	8,540	-	GHG emissions have been attributed to the financial product, on the basis of the following equation: attribution factor = [value of equity + debt] / [total equity + debt]		100%	100%	0%
		Scope 2 GHG emissions	22,483	-		100%	100%	0%	
		Scope 3 GHG emissions	352,989	-		100%	71%	29%	
		Total GHG emissions	384,012	-		100%	71%	29%	
	2. Carbon footprint	Carbon footprint	283	-	Tonnes CO _{2e} / million € invested		100%	71%	29%
3. GHG intensity of investee companies	GHG intensity of investee companies	4116	-	Tonnes CO _{2e} / million € revenue, which includes scope 3 emissions. Excluding scope 3, the GHG intensity of investee companies is 61 tonnes CO _{2e} / million € revenue.		100%	71%	29%	

Notes on supplementary data

- (1) The proportion of investments, calculated on a value-basis, covered in metric impact.
- (2) The proportion of investments for which Arjun has relied on data obtained directly from investee companies, in order to calculate the corresponding indicator.
- (3) The proportion of investments for which Arjun has relied on data obtained by carrying out additional research, cooperating with third party data providers or external experts or making reasonable assumptions, in order to calculate the corresponding indicator.

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	4. Exposure to companies active in the fossil fuel sector	Share of investments in companies active in the fossil fuel sector	0	-	No assets within scope of SFDR reporting have direct and material revenues from fossil fuels.		100%	100%	0%
	5. Share of non-renewable energy consumption and production	Share of non-renewable energy consumption of investee companies, expressed as a percentage of total energy consumption	51%	-			100%	100%	0%
		Share of non-renewable energy production of investee companies, expressed as a percentage of total energy production	0.02%	-	Limited non-renewable energy generation, associated with stationary gas-fired combustion plant.		100%	100%	0%
	6. Energy consumption intensity per high impact climate sector	Energy consumption in GWh per million EUR of revenue of investee companies, per high impact climate sector	10.8	-			100%	100%	0%
Biodiversity	7. Activities negatively affecting biodiversity-sensitive areas	Share of investments in investee companies with sites/operations located in or near to biodiversity-sensitive areas where activities of those investee companies negatively affect those areas	0%	-			100%	100%	0%

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Water	8. Emissions to water	Tonnes of emissions to water generated by investee companies per million EUR invested, expressed as a weighted average	0	-	Does not include legally permitted discharges which are within permitted thresholds.		100%	100%	0%
Waste	9. Hazardous waste and radioactive waste ratio	Tonnes of hazardous waste and radioactive waste generated by investee companies per million EUR invested, expressed as a weighted average	13.5	-	Hazardous waste is predominantly related to construction waste arising from the development of renewable assets.		100%	100%	0%
INDICATORS FOR SOCIAL AND EMPLOYEE, RESPECT FOR HUMAN RIGHTS, ANTI-CORRUPTION AND ANTI-BRIBERY MATTERS									
Social and employee matters	10. Violations of UN Global Compact principles and Organisation for Economic Cooperation and Development (OECD) Guidelines for Multinational Enterprises	Share of investments in investee companies that have been involved in violations of the UNGC principles or OECD Guidelines for Multinational Enterprises	0%	-			100%	100%	0%

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11. Lack of processes and compliance mechanisms to monitor compliance with UN Global Compact principles and OECD Guidelines for Multinational Enterprises	Share of investments in investee companies without policies to monitor compliance with the UNGC principles or OECD Guidelines for Multinational Enterprises or grievance /complaints handling mechanisms to address violations of the UNGC principles or OECD Guidelines for Multinational Enterprises	0%	-			100%	100%	0%
12. Unadjusted gender pay gap	Average unadjusted gender pay gap of investee companies	17%	-			100%	84%	16%
13. Board gender diversity	Average ratio of female to male board members in investee companies, expressed as a percentage of all board members	10%	-			100%	100%	0%

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	14. Exposure to controversial weapons (anti-personnel mines, cluster munitions, chemical weapons and biological weapons)	Share of investments in investee companies involved in the manufacture or selling of controversial weapons	0%	-			100%	100%	0%
ADDITIONAL CLIMATE AND OTHER ENVIRONMENT-RELATED INDICATORS									
Emissions	4. Investments in companies without carbon emission reduction initiatives	Share of investments in investee companies without carbon emission reduction initiatives aimed at aligning with the Paris Agreement	0%	-			100%	100%	0%
ADDITIONAL INDICATORS FOR SOCIAL AND EMPLOYEE, RESPECT FOR HUMAN RIGHTS, ANTI-CORRUPTION AND ANTI-BRIBERY MATTERS									
Social and employee matters	1. Investments in companies without workplace accident prevention policies	Share of investments in investee companies without a workplace accident prevention policy	0%	-			100%	100%	0%

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