

Sustainable Finance Disclosure Regulation (SFDR)
Website Disclosure Level II
Financial Market Participant: N22 Africa Management AB ("Norrskén22")
Product name: N22 Africa Fund (E) AB & N22 Africa Fund 2 (D) AB (jointly the
"Fund")
July 2023

No sustainable investment objective. N22 Africa Fund (E) AB & N22 Africa Fund (D) AB (jointly the "Fund") does not have sustainable investment as its core objective, yet looks to promote a positive social impact with each and every investment. This is done by investing in growth stage businesses (typically Series A to Series C) in Africa, whose solutions are typically solving social challenges across the continent. The companies will have an impact with a demonstrable contribution to at least one Sustainable Development Goal (SDG).

Environmental or Social Characteristics of the financial product

The funds investments typically targets companies in the following sectors Fintech, Medtech, Edtech and Market Enablement. These companies are solving some of the challenges that are prevalent across Africa, typically by promoting access, whether that be to financial products, education, healthcare etc.

By taking into consideration Environmental, Social and Governance (ESG) factors in our investment process and ownership practice, we strive to create sustainable value for all our stakeholders.

Investment strategy. The Fund is a growth stage investor, focused on sub-Saharan Africa, primarily between Series A to Series C. The Fund's investment strategy is to invest in fast growing businesses that can generate strong returns, while solving some of Africa's biggest challenges. This is done by focusing on African businesses that are solving real African problems, and ultimately financial returns will only follow if these investments contribute to solving the problems they are looking to solve.

To ensure that each investment meets the Fund's criteria, we look to assess the impact of any portfolio company prior to investing, as well as undertaking a comprehensive ESG assessment.

Once invested, we also work proactively to promote good ESG practices to drive value creation, decrease business and investment risks and contribute to more responsible business conduct. The Fund has defined a number of binding elements throughout the investment process and ownership period related to ESG practices, which form part of the Funds Responsible Investment Code.

Proportion of investments. We aim for 100% of the Fund's investments to promote positive social characteristics, and to adopt all binding elements of the

Responsible Investment Code. Given the early stage nature of the businesses we invest in, we are mindful of the challenges involved in ensuring capability of all companies to fulfil these elements. Nonetheless, the Fund has designed the investment process to ensure that this commitment is upheld, and will work closely with each portfolio company to ensure that these criteria are met. The Fund does not invest in derivatives.

Monitoring of social and environmental characteristics. The following sustainability indicators will be used to measure the social characteristics promoted. . These will be continuously developed and improved, to ensure that we are truly capturing the impact and sustainability of all our investments.

- I. Performance of Impact KPIs against target for each investment.
- II. Aggregation of the Fund's impact performance

Methodology. Each indicator is measured through quarterly reporting of portfolio companies against Impact KPIs and then aggregation occurs annually of each portfolio company's impact performance.

Data sources and processing. To track performance against sustainability indicators, data is primarily generated by each Portfolio Company. While the Fund strives to use objective and quantitative data, the early stage nature of our investments often means that companies may sometimes need to use estimates as part of their calculations.

The data is collected by the Investment Team on a quarterly basis.

Limitations to methodology and data. Given the early-stage nature of our investments and their use of innovative technologies to generate impact, established methodologies and historical data for measuring positive impact are many times lacking. As the Fund relies on data collected from the portfolio companies to measure attainment of its sustainable objective, some companies will still be building their data collection capability, or adapting their business model to find market fit. However, the Fund works closely with each company on their impact journey to help them iterate and finetune this over time. The Fund continuously seeks to enhance its measurement methodology, and implement new best practice, standards, methodologies and data sources that emerge as the industry continues to develop.

Due diligence: The due diligence stage is designed to both assess impact potential and conduct a Sustainability/ESG review. A full scope ESG DD is performed prior to any investment decision. The ESG DD process identifies risks and impacts; and where applicable, devise suitable action plans to address identified risks, and monitor the on-going ESG performance of portfolio companies; ensuring all activities are carried out with due consideration of the ESG aspects, interactions, resultant effects and impacts.

A positive sustainable impact is screened for early on in the Fund's DD process, and a more thorough impact thesis is built out later on.

Engagement strategies : The Fund actively supports and builds capacity of portfolio companies' management teams to proactively drive Sustainability/ESG topics through daily operations, business planning and strategy. If the Fund has influence over the company's structure and governance, this role is also played at the Board of Directors' level.