

European Buyout Offshore Feeder Fund, Ltd

Summary of website disclosure

The Sustainable Finance Disclosures Regulation (the “**SFDR**”) requires that financial market participant that markets a product which promotes environmental or social characteristics should publish and maintain on that financial market participant’s website certain information in respect of that product as set out in the SFDR and its supporting regulatory technical standards (the “**RTS**”).

This disclosure is made in respect of the European Buyout Offshore Feeder Fund, Ltd., a Cayman Islands exempted company (the “**Company**”). The Company has been established as a feeder fund that will invest substantially all of its assets in the limited partnership interests of EQT X (No.1) USD SCSp, a Luxembourg special limited partnership (société en commandite spéciale) (“**EQT X**”).

The Company has been established to act as a feeder fund that will invest substantially all of its assets in EQT X. The manager (gérant) and alternative investment fund manager of EQT X (the “**Fund Manager**”) has determined that EQT X should be classified as an investment product that promotes, among other characteristics, environmental or social characteristics or a combination of those characteristics, within the meaning of Article 8 of the SFDR. The Fund Manager has also determined that EQT X does not intend to make any sustainable investments, including taxonomy-aligned environmentally sustainable investments and no assurance is given that EQT X will make sustainable investments within the meaning of the SFDR or the EU Taxonomy Regulation on the establishment of a framework to facilitate sustainable investment (2022/852) (the “**EU Taxonomy Regulation**”).

Since the Company’s investment object is to invest substantially all of its assets in EQT X, Citi Global Alternatives, L.L.C. (the “**Investment Advisor**”) has determined that the Company should also be classified as an investment product that promotes environmental or social characteristics within the meaning of Article 8 of the SFDR.

A summary of EQT X’s sustainability-related website disclosures is as follows:

No sustainable investment objective

This financial product promotes environmental or social characteristics, but does not have as its objective sustainable investments.

Environmental or social characteristics of the financial product

The relevant characteristics promoted by EQT X consist of investing in, and scaling, solutions with a positive environmental and societal impact. These are measured by sustainability indicators (“**KPIs**”) including: defined targets to reduce GHG emissions; increase in share of renewable energy; promotion of board gender diversity; and governance.

Investment strategy

EQT X will primarily make control and co-control equity investments in mid-to-large-sized companies with attractive market positions, significant potential for revenue and earnings growth, positive underlying cashflows and a platform that can retain and/or attract high-quality management. The Fund Manager integrates social considerations throughout the investment cycle. The Fund Manager will evaluate whether potential portfolio companies make a positive societal impact or have transformation potential and will aim to avoid investing in companies whose products, services or practices cause environmental and social harm. Portfolio companies are expected to adhere to EQT’s sustainability expectations, expressed in a set of KPIs. Portfolio companies are also expected to develop plans to reach specific sustainability targets. In addition, the Fund Manager assesses the good governance practices of EQT X’s potential portfolio companies. During ownership, the Fund Manager sets clear expectations with respect to transparency and accountability around sustainability. The board of directors of portfolio companies is expected to actively discuss the approach to improving on the sustainability agenda.

Proportion of investments

All of EQT X’s assets are intended to align with the environmental or social characteristics promoted.

Monitoring of environmental or social characteristics

The Fund Manager monitors the sustainability indicators at least annually. Board gender diversity and Science-Based Targets (“**SBTs**”) status are monitored at least quarterly. The Fund Manager also conducts Portfolio Performance Review (“**PPR**”) which provides the Fund Manager with a 360-degree owner perspective to track value creation progress in EQT X’s portfolio companies.

Methodologies for environmental or social characteristics

During the ownership phase the Fund Manager assesses and monitors the portfolio companies' development with regard to the promoted environmental and social characteristics along the pre-defined KPIs below.

- **GHG emissions:** Calculated in metric tons of CO2 equivalents at the level of portfolio companies, while the carbon footprint is monitored at EQT X fund level. The Fund Manager also monitors portfolio companies' status in relation to SBTs quarterly.
- **Renewable electricity:** Calculated using EQT X's economic ownership of the portfolio company, disclosed on a total basis in MWh.
- **Board gender diversity:** Calculated as a simple average consisting of the proportion of women among the board members divided by the total number of companies.

Data sources and processing

The Fund Manager performs an annual data collection process where a questionnaire is sent out to the portfolio companies to fill out the relevant ESG-related data requested. Board gender diversity data is updated quarterly via internal systems. The deal team signs off on the reported data from the portfolio companies and the sustainability data controller reviews the data to ensure any gaps or abnormalities are addressed. The Fund Manager then aggregates the relevant data according to predefined methods. The Fund Manager relies on third party service providers which perform GHG emissions and renewable electricity calculations and report the information to the Fund Manager.

Limitations to methodologies and data

Sustainability data may not be available in cases where: portfolio companies do not have the resources and expertise to perform regular data collection and reporting, the Fund Manager does not hold an influential shareholding, the exit process has initiated or where there is a timing discrepancy between the data collection process by EQT and the one conducted by portfolio companies. The Fund Manager also identifies limitations to the methodology used, where third party providers or portfolio companies may apply different emission factors when making calculations or where data is unavailable for a particular site. Control and accountability for sustainability-related data within EQT is under constant improvement with the aim of achieving the same level of control, quality and accountability as financial data. When gaps are identified in portfolio company reported data, the Fund Manager will work with portfolio companies to ensure completeness and accuracy to the extent possible.

Due diligence

Sustainability is an integral part of the due diligence process and the Fund Manager's approach to identify investment opportunities. Prior to any investment decisions being made, the Fund Manager undertakes a process to identify material risks associated with a proposed investment. The Fund Manager engages with third party service providers to perform sustainability-related due diligence. The aim of the due diligence is to identify, analyse and address sustainability risks and value creation levers while assessing investment opportunities. Sustainability findings may impact and could lead to the abandonment of an investment opportunity. The Fund Manager applies the Responsible Investment & Ownership Policy ("**RI&O Policy**"), which describes the Fund Manager's commitment to sustainability and approach to integrating material sustainability topics throughout its investment and value creation process.

Engagement policies

The Fund Manager, supported by the relevant advisory team, will engage with the individual portfolio company's management team and board of directors to seek to accelerate their positive societal impact, sustainability performance and disclosure practices by setting clear expectations and providing strategic guidance, to the extent possible. The Fund Manager will also seek to appoint a sustainability committee and/or a designated sustainability board member on every board of directors of EQT X's portfolio companies.

Designated reference benchmark

No specific index is designated as a reference benchmark for EQT X.

Important information

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