

Climate Change Policy

1. Introduction:

BluePeak Private Capital ("BluePeak") is an alternative investment management firm founded in 2019, committed to bridging the financing gap for African mid-market companies by offering customized and flexible financial solutions tailored to meet their specific needs.

BluePeak acknowledges the significant risks posed by climate change, including both the direct impacts of a warming climate and the transitional risks involved in moving to a low-carbon economy. With Africa among the most vulnerable regions to climate change, despite contributing minimally to global emissions, BluePeak is dedicated to incorporating climate resilience and sustainability as core elements in its mission. Our commitment to maximizing investor returns is deeply aligned with fostering sustainable growth strategies among our portfolio companies.

2. Policy Purpose & Scope

This Climate Change Policy outlines BluePeak's commitment to embedding climate considerations into both our operational activities and investment processes across all funds under management. Our approach encompasses assessing and managing both direct emissions and financed emissions associated with portfolio investments, starting with any new funds raised and managed from 2025 onward.

3. Commitments

To address climate-related risks and opportunities, BluePeak commits to the following actions:

1. **Implementing TCFD Recommendations:** We will adopt the Task Force on Climate-related Financial Disclosures (TCFD) recommendations to ensure a systematic approach to managing and disclosing climate-related risks.
2. **In-House Emissions Reduction:** By 2030, target reducing in-house emissions by 15% from the 2024 baseline, focusing on business travel, energy usage, and office operations.

3. **Portfolio GHG Footprint Evaluation:** Systematically conduct greenhouse gas (GHG) emissions assessments for all portfolio companies as part of our due diligence process to reduce the CO2 intensity over the life of the investment.
4. **Post-Investment Decarbonization Support:** Collaborate with portfolio companies' post-investment to establish and achieve decarbonization targets, providing technical guidance as necessary.
5. **Physical and Transition Risk Management:** Integrate climate-related physical and transition risk identification, assessment, and management across the entire investment lifecycle to build resilience.
6. **Exclusion of High-Risk Transition Activities:** Commit to excluding investments in high-transition-risk sectors, with specific restrictions on fossil fuel-based energy projects.
7. **Transparent Emissions Monitoring and Reporting:** Regularly monitor, document, and disclose GHG emissions in a transparent manner to our stakeholders.

4. Governance

To ensure accountability and effectiveness in managing climate-related risks and opportunities, BluePeak's climate governance framework includes:

- **Board Oversight:** The Board will oversee all climate-related matters, ensuring alignment with strategic objectives and regulatory requirements.
- **Head of Sustainability & Stakeholders' Engagement:** Responsible for implementing robust procedures that integrate climate risk and opportunity considerations into the investment process.
- **E&S Officer:** Oversees climate-related monitoring, reporting, and risk management, ensuring compliance with climate commitments and proactive risk mitigation.

By adhering to this policy, BluePeak aims to catalyze sustainable growth and resilience within the African mid-market sector, balancing investor returns with responsible climate action.