

ANNEX V

Periodic disclosure for the financial products referred to in Article 9, paragraphs 1 to 4a, of Regulation (EU) 2019/2088 and Article 5, first paragraph, of Regulation (EU) 2020/852

Product name: NextEnergy Solar Fund (“NESF”)  
213800ZPHCBDDSQH5447

Legal entity identifier:

### Sustainable investment objective

Did this financial product have a sustainable investment objective?	
<p><input checked="" type="radio"/> <input checked="" type="radio"/> <input checked="" type="checkbox"/> Yes</p> <p><input checked="" type="checkbox"/> It made sustainable investments with an environmental objective: 82%</p> <ul style="list-style-type: none"> <li><input checked="" type="checkbox"/> in economic activities that qualify as environmentally sustainable under the EU Taxonomy</li> <li><input type="checkbox"/> in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy</li> </ul> <p><input type="checkbox"/> It made sustainable investments with a social objective: ___%</p>	<p><input type="radio"/> <input type="radio"/> <input type="checkbox"/> No</p> <p><input type="checkbox"/> It promoted Environmental/Social (E/S) characteristics and while it did not have as its objective a sustainable investment, it had a proportion of ___% of sustainable investments</p> <ul style="list-style-type: none"> <li><input type="checkbox"/> with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy</li> <li><input type="checkbox"/> with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy</li> <li><input type="checkbox"/> with a social objective</li> </ul> <p><input type="checkbox"/> It promoted E/S characteristics, but did not make any sustainable investments</p>

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852 establishing a list of **environmentally sustainable economic activities**. That Regulation does not include a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not.

**To what extent was the sustainable investment objective of this financial product met?**

NESF (“the fund”) is a listed solar investment fund, which is currently active both in the acquisition of solar PV assets on the secondary market, as well as investing in solar PV assets that are under development (e.g., at the stage of origination, project planning or construction) when acquired.

The fund's sustainable investment objective is:

- To substantially contribute to the environmental objective of climate change mitigation within the meaning of the EU Taxonomy regulation.



This fund's objective contributes to the Article 9 qualification, under “economic activities that qualify as environmentally sustainable under the EU Taxonomy” and more specifically, qualifies as contributing substantially to climate change mitigation.

NESF substantially contributes to climate change mitigation by avoiding fossil fuel use and associated CO<sub>2</sub>e emissions to the atmosphere.

NESF’s integration of environmental, social and governance (ESG) factors is driven by the fund’s alignment with the Investment Adviser’s Sustainable Investment Policy (SIP) and its underlying standards. The SIP refers to alignment with the UN Principle of Responsible Investors (PRI), the Equator Principles (EP), IFC Performance Standards (IFC PS), UN Principles on Business and Human Rights, the OECD Guidelines for Multinational Enterprises, and general industry best practice. ESG factors are integrated through a due diligence process that seeks to apply these standards to each acquisition, in particular regarding biodiversity, climate, water, community engagement, working conditions, health and safety, and supply chain risks, among others.

Furthermore, NESF integrates the NextEnergy Group’s Sustainable Investment Policy’s methodologies into its investment decision-making processes, to further enhance and strengthen the consideration of ESG factors.

Monitoring of progress against the sustainable investment objectives is primarily based on the calculation of GHG emissions and fossil fuel volume avoided by utilization of the solar assets and their output in MW. Data can be used to create forecasts or can be based on actual historic power output data to provide GHG emission and fossil fuel avoided figures.

The positive impacts of the NESF biodiversity commitments are also being monitored with the intent to include the contribution toward climate change mitigation within future NESF reports.

● *How did the sustainability indicators perform?*

The table below presents the sustainability indicators for the reporting period from April 1<sup>st</sup> 2025 to March 31<sup>st</sup> 2026.

Metric	Units	FY 2025 - 2026
Scope 1	tCO <sub>2</sub> e	0
Scope 2 (Location Based)	tCO <sub>2</sub> e	2,058
Scope 2 (Market Based)	tCO <sub>2</sub> e	1,443
Scope 3	tCO <sub>2</sub> e	4,722
Carbon Footprint (Location Based)	tCO <sub>2</sub> e/€m of value invested	11.24
Carbon Footprint (Market Based)	tCO <sub>2</sub> e/€m of value invested	10.22

**Sustainability indicators** measure how the sustainable objectives of this financial product are attained.

GHG Intensity (Location Based)	tCO <sub>2</sub> e/€m of revenue	52.21
GHG Intensity (Market Based)	tCO <sub>2</sub> e/€m of revenue	47.77
GHG Avoided	ktCO <sub>2</sub> e	275.58
NO <sub>x</sub> Avoided	tonnes	523.64
SO <sub>x</sub> Avoided	tonnes	154.09
PM <sub>2.5</sub>	tonnes	72.69
PM <sub>10</sub>	tonnes	103.64
Fossil Fuels avoided	ktoe <sup>1</sup>	87.43

The Fund has evaluated its Principal Adverse Impact (PAI) Indicators for the reporting period in accordance with EU Regulation 2022/1288. The Fund's Scope 1, 2, and 3 emissions are derived by aggregating the emissions of all investee companies, adjusted to reflect the Fund's equity share and debt in each project. GHG emissions were calculated in line with the Greenhouse Gas Protocol.

As indicated in the table, up to 276 ktCO<sub>2</sub>e of emissions and up to 87kt of oil equivalent have been avoided in the reporting period.

● *...and compared to previous periods?*

The table below presents the performance of the sustainability indicators across the previous reporting periods.

Metric	Units	FY 2023-2024	FY 2024-2025
Scope 1	tCO <sub>2</sub> e	0	0
Scope 2 (Location Based)	tCO <sub>2</sub> e	1,395	2,259
Scope 2 (Market Based)	tCO <sub>2</sub> e	N/A	1,358
Scope 3	tCO <sub>2</sub> e	31,439	17,875
Carbon Footprint (Location Based)	tCO <sub>2</sub> e/€m of value invested	37.01	25.05
Carbon Footprint (Market Based)	tCO <sub>2</sub> e/€m of value invested	N/A	23.93
GHG Intensity (Location Based)	tCO <sub>2</sub> e/€m of revenue	13,943	250.25
GHG Intensity (Market Based)	tCO <sub>2</sub> e/€m of revenue	N/A	241.96
GHG Avoided	ktCO <sub>2</sub> e	279.33	286.94
NO <sub>x</sub> Avoided	tonnes	254.78	546.3

<sup>1</sup> Unit of ktOE represents kilotonnes oil equivalent

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

SO <sub>x</sub> Avoided	tonnes	471.24	164.56
PM <sub>2.5</sub>	tonnes	21.78	76.67
PM <sub>10</sub>	tonnes	5.31	109.22
Fossil Fuels avoided	ktoe	88.62	91.04

The investee companies are special purpose vehicles (SPVs) that hold solar PV projects and complementary technologies (energy storage projects). The construction and operation of these are outsourced to third parties, so no Scope 1 emissions are incurred.

Overall GHG emissions avoided slightly decreased by 11.36 ktCO<sub>2</sub>e (approximately 4%), from 286.94 ktCO<sub>2</sub>e in FY 2024-2025 to 275.58 ktCO<sub>2</sub>e in FY 2025-2026. This is primarily attributable to lower energy generation during this reporting period.

● *How did the sustainable investments not cause significant harm to any sustainable investment objective?*

NESF's investment decision-making process ensures that investments not only contribute to climate objectives, but also cause no significant harm to other environmental objectives as defined by the EU Taxonomy. They are conducted in accordance with minimum safeguards on matters such as social responsibility, human rights and labour conventions. A robust due diligence process captures all the relevant key risks associated with the Solar PV industry. The risks are aligned with the Do No Significant Harm (DNSH) approach of the Taxonomy (with extension beyond).

In the event that any risks were identified, these were captured/recorded and either mitigated or the transactions were halted and not progressed.

From a climate change mitigation perspective, NESF substantially contributes to the objective by avoiding CO<sub>2</sub>e emissions to the atmosphere and fossil fuel use. NESF consistently reports the amount of CO<sub>2</sub>e avoided year on year through its publicly available [Sustainability Report](#).

For more information on the NextEnergy Capital/NESF due diligence process, please refer to the ESG Disclosure document on the [NESF](#) and [NextEnergy Capital website](#).

— *How were the indicators for adverse impacts on sustainability factors taken into account?*

NESF predominantly invests in utility-scale solar PV assets and complementary technologies, such as energy storage assets, and the investment decision is based on the outcome of due diligence which includes ESG adverse impacts as explained above. The due diligence process, as detailed in the Sustainable

Investment Policy and NESF ESG Disclosure document, reviews all aspects of the asset(s) and counterparties (seller, contractors, and suppliers) and the associated adverse impacts (including environmental, social and employee, human rights, anti-corruption, etc.) during the pre-investment stage. When gaps are identified, mitigation measures are proposed, and action plans are agreed during the approval process. Cost for implementation of ESG actions are also allocated into the financial model to ensure capital can be deployed for these activities during the lifetime of the asset.

Post-acquisition of the assets, all relevant contractors who construct or operate the asset are required to provide their ESG Key Performance Indicators (KPIs). These include resource consumption, GHG Scope 1, 2, and 3 emissions, health and safety, biodiversity, diversity, and other relevant ESG indicators at the asset level. A full set of KPIs related to PAI has been developed consistently with the requirements of Table 1, Annex 1 of the Commission Delegated Regulation 2022/1288.

Further details on the reporting and KPI approach can be found in the NESF ESG Disclosure document on the [NESF](#) and [NEC](#) websites.

*Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:*

Yes. NESF has a strong Sustainable Investment Policy and Human Rights Position Statement aligning with the associated requirements of OECD Guidelines for Multinational Enterprises and the UN Guiding Principles. In addition, NESF complies with the UK Modern Slavery Act and publishes an [MSA Statement](#) accordingly. NESF policies require NESF to perform due diligence on both its own activities and its business relationships with the objective of acting upon any findings.

For more information, please refer to the Human Rights Position Statement on [NextEnergy Capital's website](#), and related documents such as the [NextEnergy Capital Responsible Supply Chain Approach](#). Additionally, please refer to the NESF website for the latest version of the UK Modern Slavery Act Statement ([NESF Modern Slavery Statement](#)).



## How did this financial product consider principal adverse impacts on sustainability factors?

Principal Adverse Impacts (PAI) are considered throughout all stages of the investment process.

As per the Sustainable Investment Policy and other governing documents, NESF's sustainability approach is based on a four-step approach: identify, manage, report and engage. If, during the due diligence process, a PAI is identified, it is managed and reported internally to the Investment Committee for further consideration. Where possible, mitigation actions are put forward through specific action plans, which are implemented and monitored during the ownership phase. In addition, NESF reports on specific KPIs which are aligned with Table 1 of Annex I of the Regulatory Technical Standard, as well as additional KPIs aligned with material considerations from external standards, such as TNFD.

Further details on the reporting and KPI approach can be found in the ESG Disclosure document on the [NESF](#) and [NEC website](#).



### What were the top investments of this financial product?

The list below includes the investments constituting the **greatest proportion of investments** of the financial product during the reference period:

Largest Investments	Sector	% Assets	Country
Apollo Portfolio	Solar PV	22.82%	UK
Radius Portfolio	Solar PV	7.85%	UK
Investment in NextEnergy III	Solar PV	7.27%	Global
Lapwing BESS (Eel JV)	Solar PV	7.19%	UK
13 Kings	BESS	4.85%	UK
The Grange	Solar PV	4.49%	UK

The list includes the investments constituting the **greatest proportion of investments** of the financial product during the reference period FY 2025 (1st April 2025 – 31st March 2026).



### What was the proportion of sustainability-related investments?

As at NESF financial year end (31 March 2026), the portfolio allocation of the Fund was:

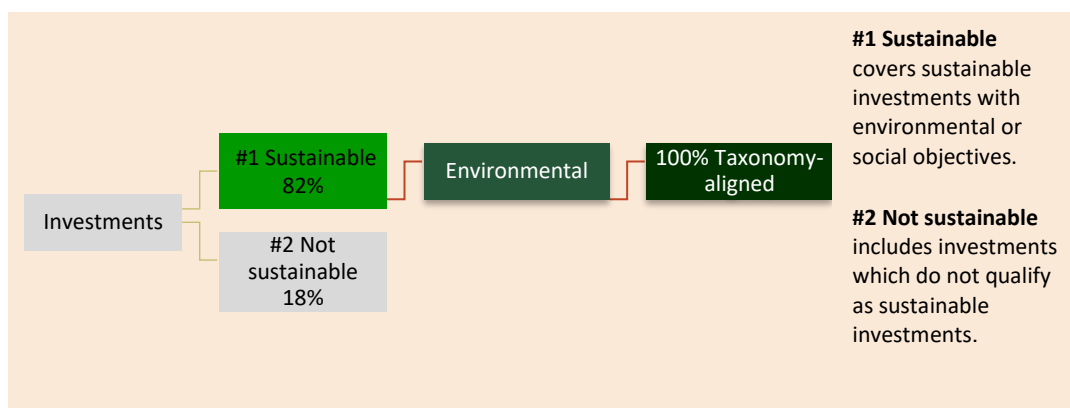
- Excluding cash holdings, all (100%) investments were sustainability-related.

**Asset allocation** describes the share of investments in specific assets.

When including its cash holdings, required for liquidity and injection into new assets, 82% of the Fund’s Portfolio Valuation was sustainability-related. For the avoidance of doubt, the allocation in the graph below takes into account the cash holding.

- 18% of the Fund’s Portfolio Valuation was held in cash, bank deposits and other cash equivalents for liquidity purposes, and held at an A+ credit-rated financial institution.

● *What was the asset allocation?*



● *In which economic sectors were the investments made?*

The investments were made in the renewable energy sector.



**To what extent were sustainable investments with an environmental objective aligned with the EU Taxonomy?**

100% of the sustainable investment with an environmental objective made by NESF is aligned with the EU Taxonomy. All sustainable investments:

- Substantially contribute to climate mitigation through the generation of clean energy and avoidance of GHG emissions and fossil fuel;
- Do not do significant harm to the other environmental objectives of the taxonomy and
- Meet minimum social safeguards.

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective

**Transitional activities are economic activities** for which low-carbon alternatives are not yet available and that have greenhouse gas emission levels corresponding to the best performance.

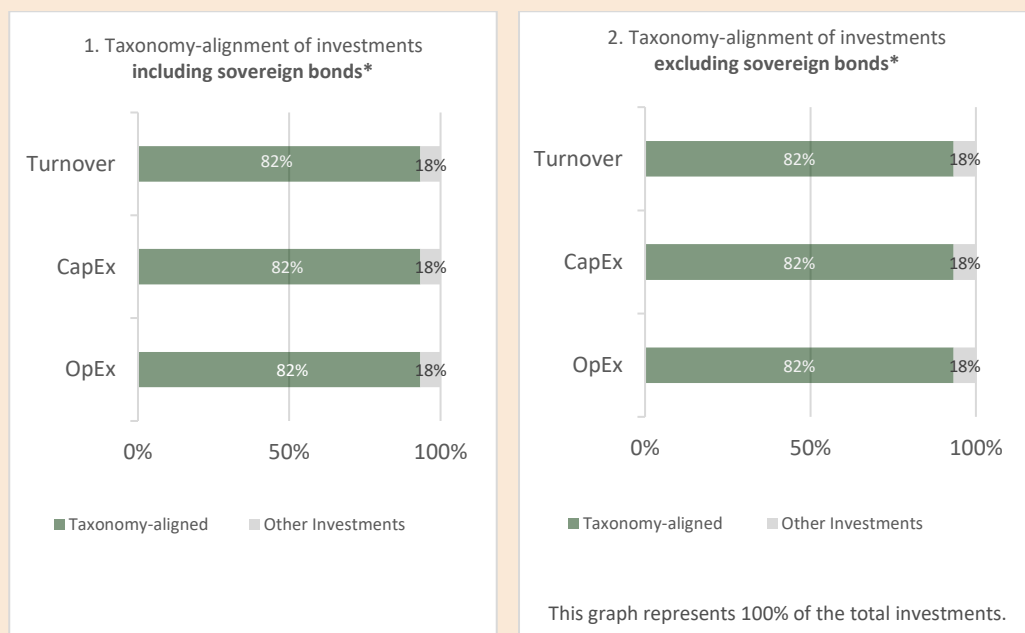
- Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy<sup>2</sup>?

- Yes:
  - In fossil gas
  - In nuclear energy
- No

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies
- **capital expenditure** (CapEx) showing the green investments made by investee companies, e.g. for a transition to a green economy.
- **operational expenditure** (OpEx) reflecting green operational activities of investee companies.

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.



\* For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures.

- What was the share of investments made in transitional and enabling activities?

<sup>2</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do no significant harm to any EU Taxonomy objective - see explanatory note in the left hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

The share of investments made in enabling activities was 11.69% of total investment as at 31 March 2026, which is related to NESF's battery investment value.

- ***How did the percentage of investments aligned with the EU Taxonomy compare with previous reference periods?***

All sustainable investments of the Fund have been, and continue to be, aligned with the EU Taxonomy.



**What was the share of sustainable investments with an environmental objective that were not aligned with the EU Taxonomy?**

The Fund solely invests in renewable energy assets and commits to Taxonomy-aligned investments. The share of sustainable investments with an environmental objective that are not aligned with the EU Taxonomy is therefore 0%.



**What was the share of socially sustainable investments?**

0%. The Fund does not hold investments that would be considered to be socially sustainable investments.



**What investments were included under “not sustainable”, what was their purpose and were there any minimum environmental or social safeguards?**

Excluding cash holdings, 100% of the investments of the Fund were sustainable.

Including cash holdings, 18% of the investments are not sustainable. These “investments” are all composed of cash and cash equivalents, which are for liquidity purposes and held at an A+ credit rated financial institution. A portion of the cash holdings are pre-allocated to the assets that are under construction, and will steadily be injected into the assets over time as construction progresses.



**What actions have been taken to attain the sustainable investment objective during the reference period?**

As a key part of its strategy, NESF only invests in solar and BESS assets, and this is laid out in the Fund prospectus. It does not invest in other asset classes. Solar and BESS assets are classes as sustainable investments as they align with the EU Taxonomy i.e. the climate change mitigation objective, the DNSH criteria and the minimum safeguards. By following its mandate and internal governance, it ensures that its approaches are consistently aligned with the sustainable investment objective.



How did this financial product perform compared to the reference sustainable benchmark?

NESF has not designated a specific index as a reference sustainable benchmark.

- *How did the reference benchmark differ from a broad market index?*

N/A

- *How did this financial product perform with regard to the sustainability indicators to determine the alignment of the reference benchmark with the sustainable investment objective?*

N/A

- *How did this financial product perform compared with the reference benchmark?*

N/A

- *How did this financial product perform compared with the broad market index?*

N/A

**Reference benchmarks** are indexes to measure whether the financial product attains the sustainable objective.