



## Sustainable Investment Statement for MTIP Fund II, SCSp

### Summary

MTIP Fund II, SCSp (the "Fund") has a social objective in the meaning of article 9 of Regulation (EU) 2019/2088 of the European Parliament and of the Council of 27 November 2019 on sustainability related disclosures in the financial services sector, as amended ("SFDR"). Specifically, the Fund is investing in businesses that contribute to tackling inequality in access to quality healthcare.

### No significant harm to the sustainable investment objective

MTIP Management, SARL with the support of MTIP AG ("we") screens potential investments for the Fund to minimize the risk of violating the Do No Significant Harm Principle. Risks that are closely monitored include misleading marketing that put patient safety at risk and misuse of sensitive patient data that significantly violate patient rights.

The sustainable investment objective is aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights including the principles and rights set out in the eight fundamental conventions identified in the Declaration of the International Labor Organization on Fundamental Principles and Rights at Work and International Bill of Human Rights.

### Sustainable investment objective of the financial product

The aim of the Fund is to make investments that contribute to a future vision that economically or socially disadvantaged communities can also get the preventive care, diagnosis, treatments, and monitoring that they need, which fosters social cohesion, social integration, and better labor relations.

### Investment strategy

We screen opportunities for sustainable investments as explained above, while ensuring they fulfil the Do No Significant Harm principal. We also seek to ensure that companies selected for the Fund follow good governance practices including with respect of sound management structures, employee relations, staff remuneration and tax compliance.

### Proportion of investments

As of February 2021, more than 50% of the companies invested by the Fund deliver products and services that contribute to tackling inequality in access to quality healthcare, such as devices for digital nutrition-related therapy and digital mental health. Going forward we intend to continue allocating more than 50% of the Fund's assets to companies that contribute to the above mentioned social objective. The Fund generally intends to take a direct exposure to these companies.

### Due diligence

ESG due diligence forms a standard part of our rigorous due diligence process prior to an investment into a company for the Fund. After identifying all relevant ESG risks, the Fund only invests in companies where these risks are either insignificant or manageable. The ESG risks will be monitored for each company until the disposal of the relevant company. In addition, the



due diligence process also covers the criteria for assessing the social objective of the Fund which will be monitored throughout the duration of the investment.

### Methodologies

We have created a list of ESG-related KPIs to track the ESG performance of the companies invested by the Fund. Indicators applicable to companies are related to social and employee matters, human rights, anti-corruption, and anti-bribery.

### Data sources and processing

For each investment from the Fund, we provide an ESG Questionnaire to the management in order to agree on a set of ESG KPIs that will be included in their quarterly reports. Examples of these ESG KPIs include the number of beneficiaries of products, patient satisfaction (NPS) and number of healthcare facilities served.

### Limitations to methodologies and data

Given our focus on companies in the health tech sector, which excludes biotech and pharma companies, the adverse sustainability indicators related to greenhouse gas emissions, biodiversity, water and waste are not considered as significant for selecting companies for the Fund and in practice impossible to track.

### Monitoring of sustainable investment objective

Defining the ESG KPIs of companies at the initial investment by the Fund and tracking these ESG KPIs allows us to monitor their sustainability performance.

### Engagement policies

When we notice a lack of progress on one or more of the defined ESG KPIs during the quarterly review, we will address it during the next management meeting of the relevant company and engage with the management team to ensure that the required attention is taken and that the necessary resources to achieve the objective are put in place.

### Attainment of the sustainable investment objective

Defining ESG KPIs at the time of the initial investment, tracking the ESG performance based on these KPIs and engaging in a timely manner with management of companies invested by the Fund, allow us to continuously progress towards achieving the social objective of the Fund.

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