

Appendix 1 – Excluded activities

A fund and any of its intermediary vehicles (including portfolio companies) will not finance any activity involving:

- a) Any product or activity deemed illegal under host country laws or regulations or international conventions and agreements.
- b) Forced labour⁶ or child labour⁷
- c) Wild animals and plants or their products not in conformance with CITES⁸
- d) Commercial hunting⁹
- e) Significant¹⁰ conversion or degradation of Critical Habitat.¹¹
- f) Drift net fishing in the marine environment using nets in excess of 2.5 km in length
- g) Or any of the following:
 - i) exploration or production of fossil fuels (oil, gas, coal);
 - ii) weapons and munitions;
 - iii) radioactive materials;¹²
 - iv) gambling, casinos and equivalent enterprises;
 - v) pornography or prostitution;
 - vi) hazardous materials such unbounded asbestos fibres and products containing PCBs¹³;
 - vii) cross-border trade in waste and waste products unless compliant with the Basel Convention and the underlying regulations;
 - viii) pharmaceuticals, pesticides/herbicides, chemicals, ozone depleting substances¹⁴ and other hazardous substances subject to international phase-outs or bans.
- h) Funds will not invest in any project located in countries that are under trade sanctions by the UN, USA or EU.

⁶ Forced labour means all work or service, not voluntarily performed, that is extracted from an individual under threat of force or penalty as defined by the relevant ILO Conventions and Core Labour Standards.

⁷ Employees may only be taken if they are at least 14 years old, as defined in the ILO Fundamental Human Rights Conventions (Minimum Age Convention C138, Art. 2), unless local legislation specifies compulsory school attendance or the minimum age for working. In such cases the higher age will apply.

⁸ CITES: Convention on International Trade in Endangered Species or Wild Fauna and Flora.

⁹ Commercial hunting includes sport, trophy, industrial and any other hunting to generate commercial profits.

¹⁰ Significant conversion or degradation means the (1) elimination or severe diminution of the integrity of a habitat caused by a major, long-term change in land or water use; or (2) modification of a habitat that substantially reduces the habitat's ability to maintain viable population of its native species.

¹¹ Critical habitat is a subset of both natural and modified habitat that deserves particular attention. Critical habitat includes areas with high biodiversity value that meet the criteria of the World Conservation Union (IUCN) classification, including habitat required for the survival of critically endangered or endangered species as defined by the IUCN Red List of Threatened Species or as defined in any national legislation; areas having special significance for endemic or restricted-range species; sites that are critical for the survival of migratory species; areas supporting globally significant concentrations or numbers of individuals of congregatory species; areas with unique assemblages of species or which are associated with key evolutionary processes or provide key ecosystem services; and areas having biodiversity of significant social, economic or cultural importance to local communities. Primary Forest or forests of High Conservation Value will be considered Critical Habitats.

¹² This does not apply to the purchase of medical equipment, quality control (measurement) equipment and any other equipment where the radioactive source is trivial and/or adequately shielded.

¹³ PCBs: Polychlorinated biphenyls, a group of highly toxic chemicals. PCBs are likely to be found in oil-filled electrical transformers, capacitors and switchgear dating from 1950-1985.

¹⁴ Ozone Depleting Substances: Chemical compounds, which react with and delete stratospheric ozone, resulting in "holes in the ozone layer". The Montreal Protocol lists ODS and their target reduction and phase-out dates.