<u>Schedule 1</u>

Pre-contractual disclosure for the financial products referred to in Article 8, paragraphs 1, 2 and 2a, of Regulation (EU) 2019/2088 and Article 6, first paragraph, of Regulation (EU) 2020/852

Product name: IQ Capital Fund V X SCSp, SICAV-RAIF (the "Fund")

Environmental and/or social characteristics

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.*

Does this financial product have a sustainable investment objective?

☐ **Yes**	☒ **No**
☐ It will make a minimum of **sustainable investments with an environmental objective:** ___% ☐ in economic activities that qualify as environmentally sustainable under the EU Taxonomy ☐ in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy	☐ It **promotes Environmental/Social (E/S) characteristics** and while it does not have as its objective a sustainable investment, it will have a minimum proportion of ___% of sustainable investments ☐ with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy ☐ with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy ☐ with a social objective
☐ It will make a minimum of **sustainable investments with a social objective:** ___%	☒ It promotes E/S characteristics, but **will not make any sustainable investments**

What environmental and/or social characteristics are promoted by this financial product?

The Fund promotes environmental and social characteristics by investing in companies that demonstrate a commitment to sustainability and responsible practices, having a positive environmental impact, such as lowering carbon emissions or improving energy efficiency, prioritise strong labour practices, diversity, and inclusion, and those that contribute positively to local communities. The investment strategy aligns with these objectives by integrating environmental, social, and governance (ESG) into the decision-making process.

Sustainability Indicators *measure how the environmental or social characteristics promoted by the financial product are attained.*

What sustainability indicators are used to measure the attainment of each of the environmental or social characteristics promoted by this financial product?

The attainment of the environmental and social characteristics promoted by the Fund is measured using key sustainability indicators. The Fund is also following IQ Capital Partners LLP ("Investment Manager")'s Environmental, Social, Governance Policy ("ESG Policy"), which provides for the indicators of environmental, social and governance of the investee companies, including:

- Environmental impact, such as emissions, energy efficiency, and resource use
- Social factors, including diversity, labour practices and employee wellbeing
- Governance considerations, such as ethical business conduct and transparency

To this end, the Fund is utilising the ESG_VC toolkit developed by ESG_VC, and in particular is following the attainment of the environmental and social characteristics of the investee companies through ESG_VC dashboard and ESG scoring. The ESG_VC framework provides for a complete scoring of the three themes of ESG, i.e., environmental, social and governance.

In accordance with the Environmental, Social, Governance Policy, the assessment of the attainment of the environmental and social characteristics of the Fund will be done on a regular basis through the Investment Manager's ongoing due-diligence.

What are the objectives of the sustainable investments that the financial product partially intends to make and how does the sustainable investment contribute to such objectives?

Not applicable

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.

How do the sustainable investments that the financial product partially intends to make, not cause significant harm to any environmental or social sustainable investment objective?

Not applicable

How have the indicators for adverse impacts on sustainability factors been taken into account?

Not applicable

How are the sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights?

Not applicable

The EU Taxonomy sets out a "do not significant harm" principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific EU criteria.

The “do no significant harm” principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

Any other sustainable investments must also not significantly harm any environmental or social objectives

Does this financial product consider principal adverse impacts on sustainability factors?

☐ Yes

☒ No

In accordance with SFDR Article 8, this funds promotes environmental and/or social characteristics but will not currently consider Principal Adverse Impacts (PAIs) on sustainability factors in its investment decision-making process.

The Fund does not integrate at this stage the PAIs for the following reasons:

- Data Availability & Reliability – Many PAI indicators rely on ESG data that remains inconsistent or incomplete limiting the ability to conduct meaningful analysis.
- Operational Constraints – As a small firm, implementing a comprehensive PAI assessment framework would require significant resources, which we believe would be better allocated toward our broader ESG strategy.
- Regulatory & Market Evolution – The PAI framework is still evolving, and we continue to monitor industry developments, regulatory guidance, and data improvements to assess potential future integration.

The Investment Manager remain committed to responsible investment practices and will regularly review our approach as the availability of high-quality ESG data improves and regulatory expectations evolve.

***The investment strategy** guides investment decisions based on factors such as investment objectives and risk tolerance.*

What investment strategy does this financial product follow?

The Fund will make investments where the Manager, through its investment process, identifies that there is a potential to achieve outsized returns. The Fund is a closed-ended venture capital fund making long-term, illiquid, equity investments in early-stage private companies. The Manager takes the view that there is some commonality between strong environmental and social characteristics, good governance, and the ability of a company to generate outsized returns. Therefore, the Funds investment strategy will consider the environmental and social characteristics of a prospective investment, as well as its governance, as part of its investment process.

What are the binding elements of the investment strategy used to select the investments to attain each of the environmental or social characteristics promoted by this financial product?

The binding elements of the investment strategy used to select the investments to attain each of the environmental or social characteristics promoted by the Fund is that the potential investment can have no significant negative environmental impact and a net positive social impact; and investments which do not fall into the following list of activities and their appropriate thresholds (“Exclusions”) will be considered to have attained the characteristics promoted by the Fund.

Exclusions List:

The Fund will not invest in a company which:

- is associated with material and/or systemic violations of the laws, rules or regulations laid down by the national authorities in the markets in which such enterprises operate;
- contributes to or is responsible for material and/or systemic violations of the human rights that are specified by the UN Declaration of Human Rights or labour rights as specified by the UN / International Labour Organisation, e.g. forced labour, child labour or other forms of child exploitation;
- is engaged in core activities resulting in material and/or systemic breaches of internationally recognised conventions, protocols or norms;
- is associated with material and/or systemic corruption;
- is domiciled in a country subject to trade embargoes imposed by the UN or the EU;
- is deploying technology in which we will not invest under the Investment Manager’s Defence/Dual Use Investment Guidance;
- is involved in the production, distribution, marketing or sale of tobacco, unless at a retail level and as an incidental and minor activity; or
- is involved in prostitution, the sex industry or the production, distribution or sale of pornography, unless at a retail level and as an incidental or minor activity.

What is the committed minimum rate to reduce the scope of the investments considered prior to the application of that investment strategy?

The Fund does not commit to a minimum.

__Good governance__ practices include sound management structures, employee relations, remuneration of staff and tax compliance.

What is the policy to assess good governance practices of the investee companies?

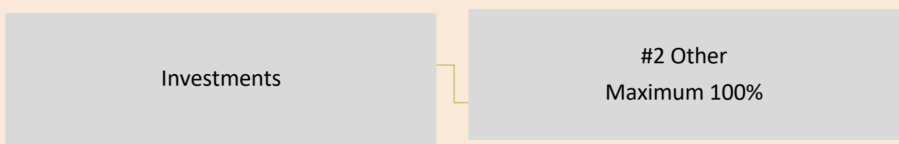
Companies are evaluated against a range of governance principles, which may vary depending on their business profile or jurisdiction. The Manager applies both qualitative and quantitative measures to conduct these. Key aspects of the evaluation include management structures, employee relations, staff remuneration, and tax compliance.
The Manager uses the ESG_VC toolkit to score, among others, the good governance practices of the investee companies.

__Asset allocation__ describes the share of investments in specific assets.

What is the asset allocation planned for this financial product?

Overall investments include category "#1 aligned with E/S characteristics". Under category (#1), our investments will only include the sub-category "#1B Other E/S characteristics" which covers investments aligned with the environmental or social characteristics that do not qualify as sustainable investments.

Please refer to the chart below for details.



#1 Aligned with E/S characteristics includes the investments of the financial product used to attain the environmental or social characteristics promoted by the Fund.

#2 Other includes the remaining investments of the Fund which are neither aligned with the environmental or social characteristics, nor are qualified as sustainable investments.

All prospective investments are screened for Key Indicators in accordance with the Investment Manager's ESG Policy, and excluded based on the Exclusions List if used. Those that are considered a net positive for Key Indicators are aligned with E/S characteristics. Those that don't have a net positive are #2 Other. However, the Fund is not committing to a minimum asset allocation for investments aligning with E/S characteristics. A separate report on the asset allocation will be produced on an on-going basis and will be made available to the investors of the Fund upon written request. This report will disclose the asset allocation aligned with E/S characteristics.

***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.*

How does the use of derivatives attain the environmental or social characteristics promoted by the financial product?

Not applicable

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

To what minimum extent are sustainable investments with an environmental objective aligned with the EU Taxonomy?

Not applicable

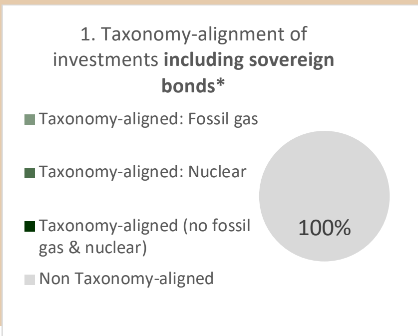
Does the financial product invest in fossil gas and/or nuclear energy related activities that comply with the EU Taxonomy[1]?

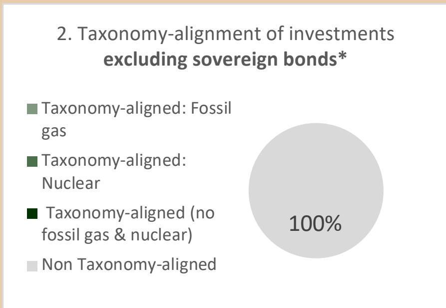
☐ Yes:

☐ In fossil gas ☐ In nuclear energy

✖ No

The two graphs below show in green the minimum percentage of investments that are 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.





This graph represents x% of the total investments.

[1] 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 not significantly harm 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.

* *For the purpose of these graphs, ‘sovereign bonds’ consist of all sovereign exposures.*

***Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.*
***Transitional activities are** activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.*

What is the minimum share of investments in transitional and enabling activities?

Not applicable

What is the minimum share of sustainable investments with an environmental objective that are not aligned with the EU Taxonomy?

Not applicable

What is the minimum share of socially sustainable investments?

Not applicable

*are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentaly sustainable economic activities under the EU Taxonomy.*

What investments are included under “#2 Other”, what is their purpose and are there any minimum environmental or social safeguards?

Minimum environmental or social safeguards with respect to the investments included under the "#2 Other" category are contained in the exclusions list above.

***Reference benchmarks are** indexes to measure wether the financial product attains the environmental or social characteristics that they promote.*

Is a specific index designated as a reference benchmark to determine whether this financial product is aligned with the environmental and/or social characteristics that it promotes?

The Fund has no specific index designated as a reference benchmark to determine whether the Fund is aligned with the environmental and/or social characteristics that it promotes.

Where can I find more product specific information online?

More product-specific information can be found on the website:

More product-specific information is available at https://www.iqcapital.vc/