

Horizon Environment & Climate Solutions Partners I Europe, SLP

Article 10 Disclosure - EU Sustainable Finance Disclosure Regulation (“SFDR”)

Introduction

In accordance with Article 10 of the SFDR, this document provides information on the environmental or social characteristics promoted by Horizon Environment & Climate Solutions Partners I Europe, SLP (the “**Fund**”) and the methodologies that are used to assess, measure and monitor these characteristics.

Vistra Fund Management S.A. is the AIFM of the Fund (and the Financial Market Participant responsible for the publication of this disclosure under SFDR) and Goldman Sachs & Co. LLC acts as the Investment Manager of the Fund.

Defined terms used in this disclosure (unless defined herein) are as set out in the offering documents of the Fund.

Environmental and social Characteristics promoted by the Fund – Article 10(1)(a) and (c) of SFDR

The Investment Manager will ensure that the Partnership makes investments that, in the view of the Investment Manager, exhibit characteristics that fall within at least one of the following five environmental themes:

- (i) **Waste and materials:** Investments that facilitate the transition to circular materials and business models to conserve resources and reduce waste and pollution.
- (ii) **Sustainable food and agriculture:** Investments that facilitate the transition to a sustainable food supply to restore soil health, reduce water and chemical use, improve food production and reduce waste across the food chain.
- (iii) **Ecosystem services and water:** Investments in services that support safe and sustainable water management practices, protect critical ecosystems, and support the natural carbon cycle.
- (iv) **Clean energy:** Investments that facilitate the transition to a clean, renewable and equitable energy economy by investing in activities to improve energy efficiency, expand the renewable energy value chain, reduce carbon, modernize the grid and increase resiliency of supply.
- (v) **Sustainable transport:** Investments that facilitate the transition to a sustainable transportation system that increases the adoption of sustainable modes of transit and advances the supporting infrastructure.

In order to meet this environmental characteristic, the Investment Manager will first assess all potential investments for compatibility with at least one of the environmental themes noted above prior to investment. For investments that are deemed to be potentially compatible with at least one of the environmental themes, as part of the due diligence process, information will be requested on the above environmental themes (as relevant to the investment) that will be used by the Investment Manager to further assess and diligence the compatibility of the potential investments with these themes. The findings from the due diligence process are then generally provided to the Investment Committee for review.

The Investment Manager will use KPIs and other metrics to monitor investments for their continued compatibility with, and improvement against, the selected theme(s) and will also engage with portfolio company management and / or relevant advisors to help improve the investment's performance across all five environmental themes noted above (to the extent these are considered as being central to the business). If the Investment Manager considers that any investments no longer adhere to its environmental criteria, it will take appropriate remedial steps which may include (without limitation) engaging with management, enhanced monitoring, appointing consultants and / or putting in place a remediation plan.

Methodologies used to assess, measure and monitor the Fund's environmental and social characteristics

The Investment Manager will use KPIs and other metrics to assess and monitor the performance of the Fund's investments against the environmental themes noted above that the Investment Manager considers to be material to each investment. These KPIs will include:

- waste and materials – levels of waste, hazardous waste and pollution.
- sustainable food and agriculture – water and chemical use reduction levels, greenhouse gas emissions reduction levels and acres of land impacted;
- ecosystem services and water – levels of water consumption and protection, greenhouse gas emissions reduced, carbon sequestered and acres of land impacted;
- clean energy: greenhouse gas emissions avoided, energy reduction, energy consumption and renewable energy generation levels; and
- sustainable transport: levels of greenhouse gas emissions reductions, adoption of electric vehicles and number of electric vehicles sold.

The Investment Manager will set benchmarks, targets and remediation plans for each investment (as appropriate) for the relevant environmental theme(s). The investment's progress against those environmental factors will then be monitored and assessed accordingly.

The data sources used by the Investment Manager include ESG vendors, industry data sources, ESG consultants, target companies as well as the Investment Manager's internal proprietary analysis.