

Principal Adverse Sustainability Impacts Statement

For the purposes of this statement, Andurand includes (i) Andurand Capital Management Ltd (“**ACML**”, LEI: 549300C74U6R5H5T5081), (ii) Andurand Capital Management LLP (“**ACMLLP**”, LEI: 549300LWVX00HHQJR348, and together with ACML, “**Andurand Capital**”), and the Financial Products under management, namely: (a) Andurand Commodities Master Fund (“**ACF**”, LEI: 549300S0USGFYOL0Q741, including its feeder funds), (b) Andurand Commodities Discretionary Master Fund (“**ACDF**”, LEI: 549300IGAYV34VIHVJ56, including its feeder funds), (c) Andurand Climate and Energy Transition Fund (“**ACET**”, LEI: 549300G6TV12UWOBXE22, including its feeder funds), (d) Andurand Carbon Master Fund (“**ACAR**”, LEI: 549300JZJGTIHSJWV14, including its feeder funds), (e) Andurand UCITS ICAV (the “**UCITS**”, LEI: 549300ZUXUE3QFQCYG71), and (f) the Managed Accounts. ACF, ACDF, ACAR, the UCITS Fund and the Managed Accounts are hereinafter referred to as the “**Andurand Legacy Funds**”.

Andurand Legacy Funds

In accordance with the EU Regulation (EU) 2019/2088 on sustainability-related disclosures in the financial services sector (the “**SFDR**”), in relation to the Andurand Legacy Funds, Andurand does not consider the adverse impacts of its investment decisions on sustainability factors. This is primarily due to the difficulty to reasonably assess the potential impact of investment decisions on sustainability factors given the nature of the underlying instruments of the Andurand Legacy Fund.

Andurand Climate and Energy Transition Fund

ACET considers principle adverse impacts (“**PAIs**”) on sustainability factors for each of its investments whether in equities or in commodity derivatives.

Andurand Capital's approach to assessing PAIs is, for equities, based on identifying investee companies with poor ESG practices and performance and, for commodities, is based on identifying commodity investments with negative impact on the environment, such as coal.

Where the PAIs are determined to be negative, an equity may be considered for ACET's short book, if this is deemed to have a positive impact. For commodity derivatives, being long or short may have separate PAIs, and if so, an investment supporting a positive outcome is obligatory.

The following PAIs are considered as a minimum and Andurand Capital does not expect that affirmative answers to the below should arise when evaluating an investment:

1. Energy Transition: Does the investment discourage ET directly or indirectly?
2. Carbon Emission: Does the investment create structural emission increases?
3. Corruption: Does the investment increase corruption risk?
4. Human Rights: Does the investment decrease respect for human rights? Or reward human rights abuses?

Andurand Capital will use a combination of some or all of the following to evaluate the likelihood of occurrence, scope and severity of PAIs: external ESG databases, public information, company disclosures and in-house analysis carried out by investment analysts.

Andurand Capital shall keep internal material and classifications to support its PAI evaluations and investment decisions.

Andurand Capital's research is based on primary sources, company meetings and regular engagement with issuers on key issues, as well as purposeful interaction with key individuals in other areas of the business, competitors, industry experts and the supply chain.

Date Published: April 2022

Version No: 3