

# BIP



# Criteria for equity funds to join the Platform for *fundraising*

CRITERIA

FUNDRAISING

/PRELIMINARY

## Need for financing



- **Private equity funds** in accordance with the terms of **CVM Resolution 175**
- **Funds must offer diversification of exposure**, with **single-asset funds** considered as projects

## Investment Requirements



- The fund must be **dedicated to companies and projects in Brazil** and hold at least **USD 50 million in Target Committed Equity (Energy and Industry sectors)**
- The fund must be **dedicated to companies and projects in Brazil** and hold at least **USD 30 million in Target Committed Equity (NBS)**

## Phase



- **Funds in the fundraising phase**, which are already constituted, with up to 24 months from the date of incorporation

## Sectoral restrictions



- **Provision in regulation**
  - ① **Allocate at least half of the investments**, either by value or number of companies invested, **in BIP subsectors**<sup>1</sup>
  - ② Investment restriction clause for sectors **vetoed by the unsupported List**<sup>1,2</sup>

## Impact



- **Preparation of public impact monitoring report**, with minimum annual frequency, covering social, environmental and climate indicators of the companies/projects invested individually or in aggregate<sup>1</sup>

## Sustainable fund



- **Sustainable investment fund**, as defined by the Brazilian Association of Financial and Capital Markets Entities (**ANBIMA**) or **aligned with other sustainability standards adopted by development institutions**
- Fund in accordance with the principles defined by **Article 9 of the SFDR**, for sustainable funds
- Investment fund aligned with the **Brazilian sustainable taxonomy**

Note: (1) It must be provided in the Fund's regulation; (2) For NBS solutions, additional exclusion criteria may be requested

# 1 BIP is focused on three main sectors

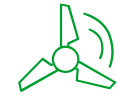
## SECTORS



Nature-based Solutions & Bioeconomy<sup>1</sup>



Industry & Mobility



Energy

## SUBSECTORS

Sustainable fuels (except 1st generation ethanol)<sup>2</sup>

Recovery of native vegetation

Electric urban mobility

Resilient renewable systems for isolated systems

Sustainable management of native vegetation

Low carbon emissions hydrogen

Agricultural bio inputs and green fertilizer

Technologies for resilient power grids

Waste management and sanitation

Low carbon emissions steel / aluminum

Offshore wind

Sustainable agriculture and livestock

Low carbon emissions cement

Conversion of degraded pastures

Energy efficiency

Biotechnology

Strategic minerals<sup>3</sup>

**Provision in the Fund's regulation is required** for the allocation of at least half of the investments, either by value or number of companies invested, in BIP subsectors

Note: (1) For NBS, additional criteria may be considered; (2) Exception for first-generation ethanol; (3) They are: Cobalt, Copper, Tin, Graphite, Lithium, Manganese, PGMs, Molybdenum, Niobium, Nickel, Silicon, Tantalum, Rare Earths, Titanium, Tungsten, Uranium, Vanadium, Zinc, Phosphate, Potassium or other minerals for promoting soil fertility, including remineralizers

## 2 Exclusionary criteria for funds to enter the platform

Provision in the Fund's regulation is required for an investment restriction clause for sectors vetoed by the List of Non-Supportable Activities BIP

### LIST OF UNSUPPORTED ACTIVITIES

|                                  |  |  |
|----------------------------------|--|--|
| <b>Agriculture and livestock</b> | Agricultural businesses not registered in the <b>Rural Environmental Registry (CAR)</b>  | <b>Other pollutants<sup>2</sup></b>                |
|                                  | Extraction, transport, marketing or generation of energy from <b>mineral coal</b>  | <b>Gambling and betting</b>                        |
|                                  | Extraction, transportation, marketing or generation of energy from <b>petroleum and its derivatives</b>  | <b>Adult per-hour stay hotels</b>                  |
| <b>Mining and energy</b>         | Extraction, transportation, commercialization or generation of energy from <b>natural gas</b> with no foreseen transition <sup>1</sup>                   | <b>Saunas and hot springs</b>                      |
|                                  | Mining enterprises that incorporate a <b>rudimentary or artisanal mining process</b>   | <b>Clubs</b>                                       |
|                                  | Mining enterprises, including in the research phase, located on <b>indigenous lands</b> of traditional occupation (art. 231 of the Federal Constitution) | <b>Other</b>                                       |
|                                  |  | <b>Commercialization of weapons and ammunition</b> |
|                                  |  | <b>Tobacco industry</b>                            |
|                                  |  | <b>Alcoholic beverages (except wine and beer)</b>  |
|                                  |  | <b>Pornography/prostitution</b>                    |
|                                  |  | <b>Media</b>                                       |

Note: (1) Investment in natural gas will be allowed in the hypotheses of transition provided in the Brazilian Sustainable Taxonomy; (2) Includes hazardous substances subject to international prohibition

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