

ANNUAL REPORT 2025

Investing for
Development



Investing *for* Development

Société d'Investissement à Capital Variable



Investing for Development
Société d'Investissement à Capital Variable

Investing for Development SICAV

**Combined audited annual report
as at 31 March 2025**

Including the Sub-Funds:

**Luxembourg Microfinance and
Development Fund**

Forestry and Climate Change Fund

Female Entrepreneurship Fund



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Subscriptions for shares issued by the Fund may only be accepted on the basis of the current Prospectus accompanied by the latest annual report and the latest semi-annual report, if more recent.
The figures stated in the report are historical and not necessarily indicative of future performance.

Information on sustainable investments, for the sub-funds classified as article 9 under SFDR, are available in the unaudited section of the annual report.

We are committed to the following standards:



Operating Principles for
Impact Management



Signatory of:



Statutory Information

Registered Office

39, rue Glesener
L-1631 Luxembourg

Trade Register Number
L.B.R. B 148.826

Alternative Investment Fund Manager

BIL Manage Invest S.A.
69, route d'Esch
L-1470 Luxembourg

Board of Directors and Committees

Chair

Raymond Schadeck - Independent

Members

Geneviève Hengen (until 11 July 2024) - Ministry of Foreign and European Affairs (MAEE)
Louis de Muyser (from 11 July 2024) - Ministry of Foreign and European Affairs (MAEE)
Christina Pinto - Ministry of Finance
Patrick Losch - ADA - Appui au Développement Autonome
Michel Maquil - Independent
Natalia Oskian - Independent
Olivier Goemans (until 11 July 2024) - Banque Internationale à Luxembourg (BIL)
Manuel Peters (from 11 July 2024) - Banque Internationale à Luxembourg (BIL)
Monica Tiuba - Independent
Dzemaal Tomic - Banque et Caisse d'Épargne de l'État (BCEE)
Kaspar Wansleben - IforD

Strategy Implementation Committee LMDF

Dzemaal Tomic - BCEE
Louis de Muyser - MAEE
Gilles Franck - ADA
Laura Foschi - ADA
Kaspar Wansleben - IforD

Appointments Committee

Louis de Muyser - MAEE
Christina Pinto - Ministry of Finance
Raymond Schadeck - Independent

Investment Committee FCCF

Peter Carter - Independent, Committee Chair
Renaud Durand - Foyer Group
Georges Gehl - Ministry for the Environment
Patrick Losch - ADA - Appui au Développement Autonome
Pierre Oberlé - Ministry of Finance

Strategy Committee FCCF

Peter Carter - Independent, Committee Chair
Jenny de Nijs - Ministry of Finance
Renaud Durand - Foyer Group
Georges Gehl - Ministry for the Environment
Patrick Losch - ADA - Appui au Développement Autonome
Marcos Saldaña - Independent
Monica Tiuba - Independent
Frank Wolter - Independent
Kaspar Wansleben - IforD

Employment Committee

Christina Pinto - Ministry of Finance
Raymond Schadeck - Independent
Dzemaal Tomic - BCEE

Marketing Committee

Natalia Oskian - Independent
Alice Martinou - BGL BNP Paribas
Apricot Wilson - Independent
Manon Loison - Independent

Statutory Information

Investment adviser LMDF

ADA - Appui au Développement Autonome asbl
 39, rue Glesener
 L-1631 Luxembourg
 Luxembourg

Investment adviser FCCF

UNIQUE land use GmbH
 Schnewlinstr. 10
 D-79098 Freiburg
 Germany

Investment adviser FEF

Total Impact Advisors LLC
 4800 Montgomery Lane
 Bethesda, Maryland 20814
 United States of America

Distributors LMDF

Banque de Luxembourg S.A.
 14, boulevard Royal
 L-2449 Luxembourg

Banque et Caisse d'Épargne de l'État
 1, place de Metz
 L-2954 Luxembourg

Banque Raiffeisen s.c.
 4, rue Léon Laval
 L-3372 Luxembourg

BGL BNP Paribas S.A.
 50, avenue J.F. Kennedy
 L-2951 Luxembourg

MFEX Mutual Funds Exchange AB,
 Sweden Grev Turegatan 19
 10249 Stockholm, Sweden

Administrative Agent, Registrar and Transfer Agent

UI efa S.A.
 2, rue d'Alsace
 L-1017 Luxembourg

Legal Advisers

Elvinger Hoss Prussen
 2, place Winston Churchill
 L-1340 Luxembourg

Depository and Paying Agent

Banque et Caisse d'Épargne de l'État
 1, place de Metz
 L-2954 Luxembourg

Cabinet de revision agreee - Statutory Auditors

KPMG Luxembourg, Société anonyme (until 31 March 2024)
 39, Avenue John F. Kennedy
 L-1855 Luxembourg

Deloitte Audit S.à r.l. (from 1 April 2024)
 20, Boulevard de Kockelscheuer
 L-1821 Luxembourg

Foreign Currency Hedging Providers

MXF Solutions, Inc.
 1050 17th St. NW, Suite 550
 Washington DC, 20036 United States of America

Banque et Caisse d'Épargne de l'État
 1, place de Metz
 L-2954 Luxembourg

Tax adviser

Ernst & Young Tax Advisory Services
 35E, Avenue John F. Kennedy
 L-1855 Luxembourg

Board of Directors Report

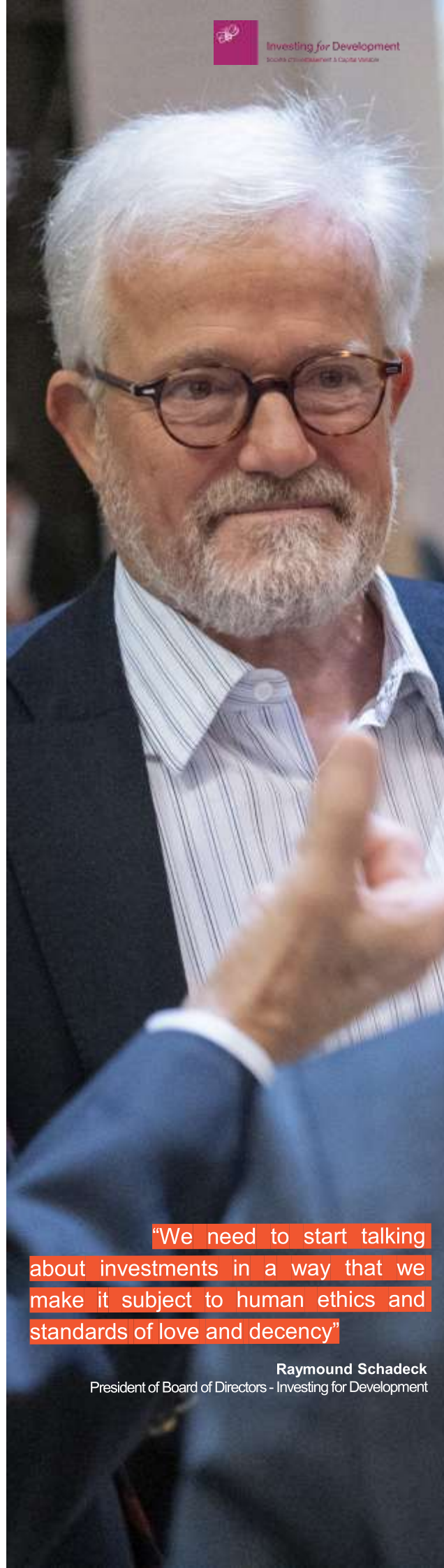
The Board of Directors is pleased to present its report on activities for the financial year 2025, which began on 1 April 2024 and ended on 31 March 2025.

We look back on a year that has been both challenging and transformative. The Fund's assets decreased by 7% year-on-year, while political crises in several countries increased risk costs. At the same time, global development efforts were undermined by budget cuts. In Luxembourg, the Caritas crisis raised questions about the resilience of structures dedicated to serving the public interest. Furthermore, the financial regulatory landscape — particularly for sustainable investments — continued to grow in complexity.

Yet, amid these challenges, we find deep inspiration in the people we serve and the partnerships we build. The resilience of the 65,000 micro-entrepreneurs financed by LMDF, the courage of the forest communities and entrepreneurs navigating difficult environments within FCCF's portfolio, and the tireless dedication of the women leading small and medium-sized enterprises — who inspired the launch of the FEF this year — all remind us of the transformative power of determination and collaboration.

This report also highlights the remarkable journey of Padecom, a credit and savings cooperative from El Salvador, which has partnered with IforD since 2010. Stories like these do more than inspire; they provide perspective and hope, showing that even in turbulent times, strong networks and shared purpose can create lasting change.

To our shareholders — public, institutional, foundations, non-profits, and engaged citizens — we extend our heartfelt gratitude for your unwavering support. You remain at the very heart of our mission, fueling the impact we strive to achieve every day.

A portrait of Raymound Schadeck, an older man with white hair and a beard, wearing glasses and a blue suit. He is gesturing with his right hand, pointing upwards.

"We need to start talking about investments in a way that we make it subject to human ethics and standards of love and decency"

Raymound Schadeck
President of Board of Directors - Investing for Development

Board of Directors Report

As we look ahead to 2026, we do so with renewed optimism – confident that, together, we can continue to transform challenges into opportunities and build a more resilient and equitable future.

Corporate governance

The Board of Directors was responsible, in accordance with the terms of the Articles of Association and the Prospectus, for the overall management and control of the Fund and for strategies of the different Sub-Funds. The day-to-day management of the Fund is delegated to BIL Manage Invest S.A. as the Alternative Investment Fund Manager (AIFM), supported by the Fund's Administration Team.

The launch of the third Sub-Fund, FEF, led to a change in the Fund's Prospectus dated May 2024, including the Sub-Fund particulars in a part of section II and revising certain elements of the General Provisions. These changes include a modification of the Fund's approach towards certain US investors.

Additionally, the Board of Directors has continued its reflection on how to best organize the management of the Fund going forward by exploring several opportunities. We will inform shareholders and stakeholders about this process soon.

The Fund and AIFM have retained:

- Appui au Développement Autonome a.s.b.l. (ADA) as the investment adviser to LMDF;
- Unique land use G.m.b.H. (Unique) as the investment adviser to FCCF; and

- Total Impact Capital LLC (TIC) as the investment adviser to FEF.

The Board has established the following committees whose role is to support and make recommendations to the Board:

- The Strategy Committee and Strategy Implementation Committee assisting the Board in assessing and revising the strategies of the FCCF and LMDF Sub-Funds. The FCCF Sub-Fund maintains an Investment Committee to assist to the AIFM in investment and divestment decisions.
- The Marketing Committee, advising on marketing and distribution strategies for the Fund.
- The Employment Committee, reviews the objectives, performance and remuneration of the Administration Team.
- The Appointments Committee, assists the Board in ensuring that its composition and the composition of committees are aligned with the objectives of the Fund.

The Board has resolved that membership of the above Committees may be open to non-directors. The members of the Board do not receive any remuneration as directors, apart from the reimbursement of expenses incurred for Fund business and approved in advance by the Board.

The Board of Directors
July 28th, 2025

Raymond Schadeck
Chairman

Greetings from IforD

In the past year, impact investment firms have been operating in a challenging global environment: slowing inflation and a shift towards looser monetary policy in major economies have helped stabilize markets, but uncertainty remains high due to ongoing geopolitical tensions and shifting trade dynamics.

Through the 2024-25 financial year, IforD navigated this environment by staying committed to its mission driven impact approach. Despite all challenges, the fund's experience has underscored the resilience of impact-oriented portfolios – particularly those rooted in inclusive finance and nature based solution strategies.

The SICAV as whole also continued its reflection on the long-term sustainability of its management model in an environment marked by growing regulatory complexity and associated workload.

The Fund saw two of its team members, Jennifer Popescu and Cynthia Leon leave. Both have been important part of the Fund team and will be missed by the remaining team, the Board, shareholders and other stakeholder. The Fund is happy to welcome Ilona Biro to the team in Luxembourg.

In the financial year, the combined net assets decreased from 64,0 EUR in 2024 to 59,6M EUR in 2025 (-7%).

"We invest in people, not just portfolios – because impact finance builds stronger, resilient communities."

Kaspar Wansleben
Director - Investing for Development



Activity Report

In this section Investing for Development SICAV presents its activity report for the 2024–25 financial year, from 1 April 2024 to 31 March 2025.

PORTFOLIO MANAGEMENT

LUXEMBOURG MICROFINANCE AND DEVELOPMENT FUND (LMDF)

/Evolution of the portfolio

The reporting period has been marked by a notable increase in risks observed in the Fund's portfolio. Reasons are manifold - the negative impacts of capitalization of microfinance institutions of the Covid pandemic, marked increases in global interest rates and inflation and a new level of geopolitical turbulences are contributing factors.

Realized losses and new provision for future losses amount to EUR 1,5m, significantly in exceeding all previous years in the Sub-Fund's life. The main drivers are political instability and conflicts in two countries: Myanmar and Bolivia impacting the performance of LMDF's local partner MFIs (please refer to the risk report for more details).

The good news is that most partners of LMDF are institutions experienced in managing volatile environments and appear to manage this period well. However, the share of microfinance institutions (MFIs) with an investment of the Sub-Fund considered at risk has increased with provision levels reaching EUR 2,0m compared to EUR 1,3m at the year-end March 2024.

Despite these headwinds, the Sub-Fund has continued to invest with 22 loans disbursed to MFIs amounting to EUR 16,1m.

LMDF saw a decline in its microfinance portfolio from EUR 45,5m to EUR 42,4m (-6,8%), partially driven by a reduction in the Sub-Fund's total net asset from EUR 55,5m to EUR 50,4m (-9,2%). LMDF continues to focus on smaller MFIs and the average exposure per MFI amounts to EUR 0,92m.

The average amount is below the industry average and aligned with the needs of LMDF target MFIs. As of 31 March 2025, the Sub-Fund held EUR 7,5m or 15% of total net assets in liquid assets, approaching the 10% minimum liquidity level prescribed by the Prospectus.

/ Impact focus

The Sub-Fund reports for the second year its non-financial KPIs, as required as an Article 9 fund under SFDR. Despite the smaller portfolio size, the Sub-Fund reaches more MFIs with 45 partners financed at the end of the year. The Fund reaches in excess of 65.000 vulnerable small entrepreneur illustrating its reach. 74% are women exemplifying the gender lens at the core of LMDF's strategy. A positive evolution the number of young entrepreneurs financed has also grown substantively to more than 2.300 (from 1.580 during the previous year).

Activity Report

PORTFOLIO MANAGEMENT

We are also proud to feature the partner MFI Padecom from El Salvador in this report. Padecom is a longstanding partner of LMDF since 2010. During the first two quarters of the financial year, the LMDF Sub-Fund's share of socially sustainable investments was below the target of 80% of NAV. This was caused by the microfinance portfolio constituting less than 80% of NAV. During the last two quarters the Sub-Fund has complied with the 80% threshold.

/ Investors outflows

The Sub-Fund's decrease in net assets was caused mainly by outflows from Class B (institutional) investors. The Sub-Fund saw the shares outstanding decrease by 15,5% in Class B and 2,7% in Class C (retail). Part of the outflows were caused by regulatory developments external to the Sub-Fund.

The Sub-Fund continues to engage with investors and understands that some are evaluating their investment strategies in view of a new interest rate and geopolitical environment.

/ Financial performance

Due to the smaller portfolio, the Fund has seen a decrease in revenues with total income from the portfolio (net of swaps) amounting to EUR 3,3m compared to EUR 3,8m for the entire previous financial year (-13%). Portfolio yield after hedging costs increased from 6,1% during the financial year 2023-24 to 6,6% during the financial year 2024-25, driven by lower hedging costs due to the reduction in differences between USD and EUR yields.

This positive trend was offset by the credit risk costs.

The reduction of operational costs has been a priority during the last month. The Total Expense Ratio (TER) decreased from 2,9% during the prior year to 2,5% during the last twelve months. The reduction is driven by savings within the Administration Team and the smaller compensation of the investment adviser due to the lower portfolio. Despite the material risk costs, the Fund saw a profit of EUR 0.5m compared to a profit of EUR 1,0m during financial year 2023-24. Class C shares benefited from the risk protection mechanism and grew by 1,5% during the year. Class B share showed a small positive performance of 1,3%.

FORESTRY AND CLIMATE CHANGE FUND (FCCF)

/Evolution of the portfolio

The Sub-Fund ended its investment period in 2022 and is since then focused on managing its existing portfolio to develop partners and maximize impacts. The portfolio lost significant value during the year with all investees except Woodpecker / BluWood and Conjunto Predial written down to minimal values. This reflects the ongoing challenges to realize growth plans and reach financial sustainability. The Sub-Fund continues to support investees and has invested in Izabal Wood Company and Forestal Naj-Ché (both in Guatemala) to support a stabilization and turn around plan.

The difficult decision was taken to close Operaciones Forestales Sostenibles, Costa Rica and sell off its assets.

The Investment and Strategy Committees of the Sub-Fund intensified their work to reflect on the pertinence of the investment strategy and recommended to the Board to review in depth the current and future direction. The Board in January 2025 encouraged the committees to present a new strategy for the Sub-Fund's development.

Activity Report

PORTFOLIO MANAGEMENT

/ Impact focus

During the financial year, the Sub-Fund published a five-year impact report which presents in detail the evolution of investees, the three main axis of the theory of change (forests, value chains and people), lessons learned and reflects on future priorities. The report also documents the breadth of work pioneered by the Fund around novel concept such as fair sourcing in the timber sector, gender lens considerations and how to develop a more equitable and inclusive sector.

The report is available on the Sub-Fund's [website](#).

Finally, the Sub-Fund tracks impact KPIs and reports 26.500 hectares of secondary and degraded forest secured for management, capturing 157.734 t of CO2 over the last years and benefitting 4 communities and 3 small and medium sized land-owners.

/ Financial performance

The write-down of the portfolio affected the Sub-Fund's income which amounted to USD 267.272 during the financial year compared to USD 709.237 during the previous financial year caused by the high level of non-performing assets.

At the same time the Sub-Fund made efforts to reduce management costs. Total expenses lowered from USD 533k to USD 496k, a reduction of 7%.

The Sub-Fund continued to identify ways to better adequate the size of its remaining portfolio to the running costs of a regulated fund structure.

The main impact on the Sub-Fund's result are from the write-down of the value of its portfolio with a total reduction in value of USD 3,4m booked during the financial year.

FEMALE ENTREPRENEURSHIP FUND (FEF)

/ Evolution of the portfolio

The Sub-Fund realized its first close with the two anchor investors, LuxDevelopment S.A. and CENPROMYPE contributing the founding capital on 24 May 2024.

The Sub-Fund and the AIFM assembled an experienced investment committee ("IC") and entered into an advisory agreement with Total Impact Capital LLC. The Fund held several meetings of the IC including an in-person meeting in San Salvador in March 2025 to review the investment pipeline and agree on how to operationalize the Sub-Fund's strategy.

The FEF has not made its first investment by the year-end.

/ Impact focus

The Sub-Fund has defined its sustainability indicators as an Article 9 fund. These cover three main expected impacts: (1) The increase in outreach of financial institutions ("FI") towards financing women-led small and medium enterprises, (2) the evolution of the internal organization of the FI towards a gender balanced and conducive work environment and (3) the development of women-led SMEs financed through the Sub-Fund.

We look forward to reporting first outcomes to you soon.

/ Financial performance

The Sub-Fund received the drawn-down capital commitments from the seed investors at the end of 2024. The placement of liquidity resulted in an income of USD 42k. Operating expenses over the period account for USD 289k. The Sub-Fund closed the year with a loss on operations of USD (239k).



Activity Report

RISK MANAGEMENT

LUXEMBOURG MICROFINANCE AND DEVELOPMENT FUND (LMDF)

/Credit Risks

As mentioned in the portfolio management report, the Fund has seen an increase in the credit risks of its portfolio over the last year with the last twelve months (LTM) risk costs reaching 3,3 % of the average NAV, compared to the last five-year average of 1,2%. This figure includes a EUR 719k write-off on a loan granted to the MFI Advans Myanmar, as the executed debt settlement agreement with lenders resulted in a recovery of EUR 180k against the write-off. End of March 2025, impairment provisions of the remaining risk positions reached EUR 2,0m (4,0% of NAV). Impairments are determined by the AIFM Valuation Committee which meets on a quarterly basis.

Credit risk remains concentrated in two high-risk positions, one in Myanmar (Alliance Myanmar) and one in Bolivia (IDEPRO). Other two medium-risks MFIs, one in Benin (Comuba) and one in Madagascar (Sipem), complete the list. The net exposure to these risky positions after impairments account for 5,3% of NAV.

The Myanmar's capital controls remain restrictive, causing MFIs in the country to face restrictions to foreign currency transfers and difficulties to attract international funding. Alliance Myanmar, while maintaining adequate growth and portfolio quality, has not been an exception. To overcome these challenges a debt settlement agreement with Alliance is in place with repayment schedules aligned with currency transfer restrictions but remains subject to local regulator approvals.

In Bolivia, the MFI is facing up to 130% bank commission fees for foreign currency transfers affecting its profitability and solvency. This is driven by the country's scarcity of USDs, due to reduced gas exports, and political turmoil from presidential elections planned on August 2025. The Fund has agreed to share up to 36% of these fees of due payments as support to the long-term solvency of the institution.

Excluding MFI in Myanmar, weighted average portfolio at risk (PaR30) of the MFIs in the Fund portfolio improved from 5,7% to 5,3%, while median debt to equity ratio increased to 4,6 up from 4,4; indicating a slight deterioration on MFIs capitalization.

To diversify its credit risks, the Fund invests pursuant to the principle of risk spreading and diversification, by limiting its exposure to no more than 5,0% of the net assets with a single MFI. As at the end of the period, the Fund remains highly diversified, with 45 microfinance institutions plus MFX receiving financing and an average exposure of 1,8% of net assets to each investee. As a measure of diversification, the Fund monitors the Top 5 counterparty exposure which accounts for 21% of NAV at the end of this financial year compared to 22% of last financial year, reflecting a stable trend to counterparty concentration.

/ Country risk

At the end of March 2025, LMDF was invested in 24 countries with an average exposure of 3,5% of NAV, compared to 24 countries and 3,4% of NAV as per end of March 2024. As a measure of country risk diversification, the Fund monitors the top 5 countries' exposure, which accounts for 38% of NAV at the end of this period compared to 37% end

Activity Report

RISK MANAGEMENT

of March 2024, reflecting acceptable and stable diversification trend. As end of financial year, the Fund remains invested in 5 countries (Sierra Leone, Ghana, Zambia, Tajikistan and Rwanda) with challenging economic and political situations for a total amount of 11,2% of NAV. The Fund maintains a close monitoring to investments in these countries and limits the exposure to 4,5% of NAV.

Myanmar is the only exposure at 0,2% NAV of the Fund towards countries classified as High Risk or Monitored Jurisdictions by the Financial Action Task Force (the entity evaluating money laundering and terrorist financing risks) or included in the list of Monitored Jurisdictions by the EU. There is yet not foreseen resolution to the socio-economic and violent conflict in the country. Strict currency and capital flows restrictions remain enforced, with local banks under scrutiny to ensure they respect the rules. To worsen the situation, Myanmar recently experienced a significant earthquake causing widespread devastation.

/ Currency risk

The Fund's hedging covers a diverse portfolio of 16 currencies plus the Euro. As of end of March 2025, the valuation of cross currency swaps stands at EUR 1,3m and EUR -0,4m for forwards, both compensated by the appreciation or depreciation of the portfolio.

The largest exposure remains the U.S. dollar portfolio which amounts to EUR 12,3m or 24% of NAV compared to 28% at the end of March 2024. The cost to hedge the USD portfolio reached 1,6% at year end, slightly up from 1,5% as end of March 2024. The weighted average coupon rate for the USD loans of the fund reached 7,9%, resulting in a net portfolio yield of 6,3%.

/ Sustainability Risks

As of the end of March 2025, the Fund held 83% of NAV in sustainable investments. The non-sustainable investments included a required 10% reserve of liquid assets to honor possible redemption requests from shareholders on a quarterly basis. The Fund also held non-sustainable investments in the form of derivatives used for hedging purposes to manage foreign exchange risks. More detailed information on the ESG indicators and disclosures can be found in the sustainability-related disclosures section of this report. Additional disclosures are also available on the Fund's website.

/ Liquidity Risks

As of the end of March 2025, the Fund had 14,9% of liquid net assets, compared to 19,0% end of March 2024. Return expectations of some investors have increase resulting in higher risk of share redemptions, which remain acceptable as evidenced by the net outflow seen over the year of EUR 5,6m, equivalent to 11,1% of NAV compared to net inflows of previous year of 5,4%.

The Fund closely follows the evolution of quarterly share redemptions and subscriptions to ensure liquidity levels remain appropriate.

Activity Report

RISK MANAGEMENT

FORESTRY AND CLIMATE CHANGE FUND (FCCF)

/Credit Risks

Factors such as elevated interest rates, inflation, and uncertainties within global supply chains have exacerbated the difficulties of the Fund's partners. Consequently, the majority of these partners exhibit large credit risks resulting on unpaid interest and loans.

In accordance with the Fund's Valuation Guidelines, the Fund has made additional impairments during the year of USD 3,4m for a total accumulated impairment amount of USD 7.0m of loans, equity investments and accrued interests, representing 70% of the total invested plus accrued interests.

Entities with both loans and equity impairments include Izabal Wood Company S.A. (Guatemala), Forestal Naj-Ché S.A (Guatemala), Fundecor Bosques S.A (Costa Rica), In the Woods by Fundecor S.A., Operaciones Forestales Sostenibles S.A. (Costa Rica), Simplemente Madera Marketplace S.A (Nicaragua) with the latest four under voluntary liquidation proceedings.

In relation to Woodpecker de Nandayuré S.A. (Costa Rica), the turnaround business plan is still underway with the new venture starting operations in summer 2023. This has allowed BluWood Industries S.A. to remain the owner of the buildings and land of the industrial site in Guanacaste, while Woodpecker pursues the wood transformation and commercialization operations.

Woodpecker's slow start-up phase and a steep learning curve combined with machinery failures and shipment delays resulted in limited productivity and sales during year 2024. As a consequence, and based on the Funds' Valuation Guidelines, the Fund has booked an unrealized loss on the equity of BluWood and Woodpecker for a total amount of USD 0,92m.

To diversify its credit risks, the Fund applies a limit exposure to a specific investee no more than 20% of the shareholder's committed capital. As of the end of the year, the Fund largest exposure, BluWood Industries S.A. , represents 11,9% of shareholder's committed capital.

/Country Risks

At the end of the financial year, FCCF remained actively invested in Costa Rica, Guatemala and Mexico, The Fund's highest exposure continues to be Costa Rica, where 16,3% of the shareholders committed capital remains. Meanwhile, holdings in Guatemala and Mexico represent 1,6% and 0,7% of committed capital respectively.



To the Shareholders of
Investing for Development SICAV
39, rue Glesener
L-1631 Luxembourg
Grand Duchy of Luxembourg

REPORT OF THE *REVISEUR D'ENTREPRISES* AGREE

Opinion

We have audited the financial statements of Investing for Development SICAV (the "Fund") and of each of its sub-funds, which comprise the statement of net assets and the statement of investments and other net assets as at 31 March 2025 and the statement of operations and other changes in net assets for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Fund and of each of its sub-funds as at 31 March 2025, and of the results of their operations and changes in their net assets for the year then ended in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the financial statements.

Basis for Opinion

We conducted our audit in accordance with the Law of 23 July 2016 on the audit profession (Law of 23 July 2016) and with International Standards on Auditing (ISAs) as adopted for Luxembourg by the *Commission de Surveillance du Secteur Financier* (CSSF). Our responsibilities under the Law of 23 July 2016 and ISAs as adopted for Luxembourg by the CSSF are further described in the "Responsibilities of the *réviseur d'entreprises agréé* for the Audit of the financial statements" section of our report. We are also independent of the Fund in accordance with the International Code of Ethics for Professional Accountants, including International Independence Standards, issued by the International Ethics Standards Board for Accountants (IESBA Code) as adopted for Luxembourg by the CSSF together with the ethical requirements that are relevant to our audit of the financial statements, and have fulfilled our other ethical responsibilities under those ethical requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Matter

The financial statements of the Fund for the financial year ended 31 March 2024, were audited by another *réviseur d'entreprises agréé* who expressed an unmodified opinion on those financial statements on 24 June 2024.

Other information

The Board of Directors of the Fund is responsible for the other information. The other information comprises the information stated in the annual report but does not include the financial statements and our report of the *réviseur d'entreprises agréé* thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements, or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report this fact. We have nothing to report in this regard.

Responsibilities of the Board of Directors of the Fund for the financial statements

The Board of Directors of the Fund is responsible for the preparation and fair presentation of the financial statements in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the financial statements, and for such internal control as the Board of Directors of the Fund determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Board of Directors of the Fund is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors of the Fund either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

Responsibilities of the "réviseur d'entreprises agréé" for the Audit of the financial statements

The objectives of our audit are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a report of the *réviseur d'entreprises agréé* that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with the Law dated 23 July 2016 and with ISAs as adopted for Luxembourg by the CSSF will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with the Law dated 23 July 2016 and with ISAs as adopted for Luxembourg by the CSSF, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors of the Fund.
- Conclude on the appropriateness of the Board of Directors of the Fund use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our report of the *réviseur d'entreprises agréé* to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our report of the *réviseur d'entreprises agréé*. However, future events or conditions may cause the Fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

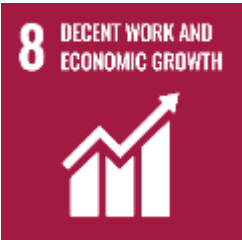
We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

For Deloitte Audit, *Cabinet de révision agréé*

Layer Elisabeth, *Réviseur d'entreprises agréé*
Partner

Luxembourg, 28 July 2025

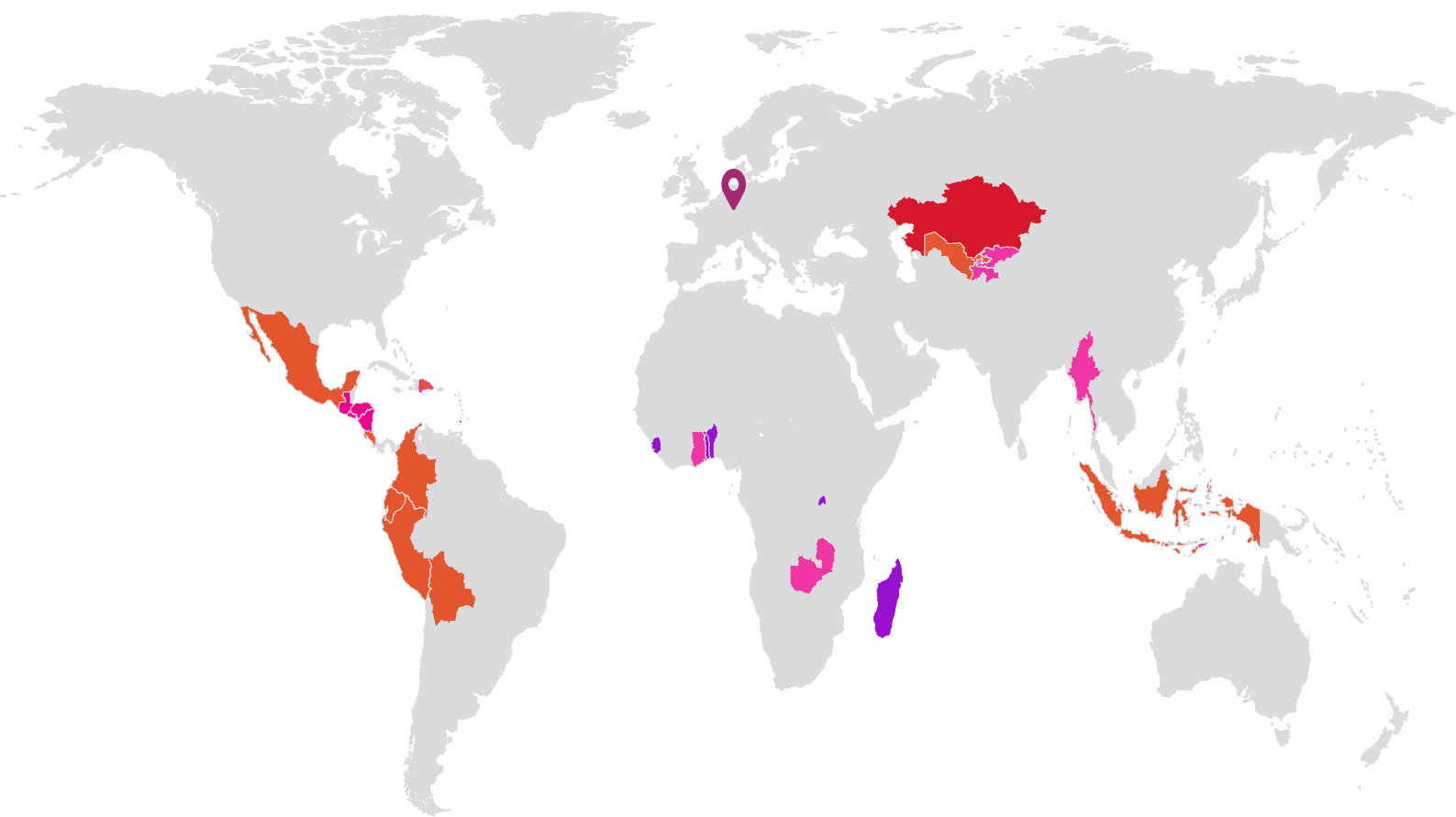
SDG Impact key figures

SDG	Target	IforD Impact
	Eradicating poverty in all its forms, ensuring equal rights to economic resources and basic services including microfinance	EUR 1.967 average micro-loan 68% of micro-borrowers access group lending
	End all form of discrimination against all women, ensure women's full and effective participation and equal opportunities at all levels of decision making and equal rights to economic resources and financial services	76% of microfinance beneficiaries are women 22% new jobs for women created in the wood transformation and forest management sectors
	Decent work for all women and men, including for young people with disabilities and equal pay for equal value protecting labour rights and safe and secure work environments	18.267 jobs created 98% of forest-related jobs support local communities
	Promote mechanism for raising capacity for effective climate change-related management in least-developed countries and improve education and awareness for impact reduction	157.734 tCO₂ sequestered
	Protect, restore and promote sustainable use of terrestrial ecosystems, sustainably manage forests, combat desertification, and halt and reverse land degradation and halt biodiversity loss	26.500ha area of secondary and degraded forest secured for sustainable management

Impact Map

COUNTRIES WHERE WE INVEST AND
THEIR HUMAN DEVELOPMENT INDEX (HDI)

We exist to unlock
opportunity where traditional
finance falls short – mobilizing
catalytic capital.



Low HDI

Benin
Madagascar
Rwanda
Sierra Leone
Togo

Medium HDI

El Salvador
Ghana
Guatemala
Honduras
Kyrgyz Republic
Myanmar
Nicaragua
Tajikistan
Timor-Leste
Zambia

High HDI

Bolivia
Colombia
Costa Rica
Dominican Republic
Ecuador
Indonesia
Mexico
Peru
Uzbekistan

Very high HDI

Kazakhstan

Focus on impact – PADECOM, El Salvador

PADECOM is a Salvadorian microfinance cooperative, incorporated in the city of San Francisco Gotera in 2006, deeply rooted in community development. It has been a partner and investee of the Luxembourg Microfinance and Development Fund since May 2010, a 15 year partnership journey.

In markets where formal financial services are scarce and social performance considerations are often absent, PADECOM is setting a powerful example. Their work underscores the importance of measuring what matters – not just repayment rates and financial income, but real-life outcomes; improved livelihoods and community cohesion.

A recent visit in March 2025 took us to several rural communities where PADECOM's presence has become part of local economic activity. We met with entrepreneurs who, thanks to small loans and business training, have been able to expand their businesses and support their families. Two particularly moving stories came from two farmers – Felipe, a dairy farmer in rural San Miguel and Carlos, a local small-scale farmer.

With the help of Padecom's microcredit loan, they were both able to expand their operations – Felipe invested in high-quality cattle to improve milk production and sell the cattle at the local markets for a better price. His farm is producing now approximately 1200 litres of milk each month which he sells directly to local markets and milk distributors. Thanks to this increased production, his income has risen to around 600 USD per month.

Carlos runs a local shop and cultivates yucca on a small scale. With the support of a microcredit loan of 3000 USD, he purchased seeds and farming tools for his yucca cultivation and now with improved operations, his farms yields approximately 1500 kgs of yucca each month, which he sells at his shop and to local markets. This improved his family's living standards, and his combine monthly income from the shop, and the farming now has risen to 800 USD per month.





Financial Overview

This section provides a summary of our audited combined financial performance over the past year, highlighting key investment activities, portfolio distribution and returns.

// 1 Combined statement of net assets

as at 31 March 2025

Assets	Notes	LMDF (EUR)	FCCF (EUR)	FEF (EUR)	Combined (EUR)
Shares (and equity-type securities)		368.378	2.324	-	370.702
Loan agreements	10	40.062.792	2.469.669	-	42.532.461
Cash and savings at banks		7.526.474	2.420.264	4.209.928	14.156.666
Receivables on settlement of forward foreign exchange contracts		430.000	-	-	430.000
Cash posted as guarantee to FX hedging providers		416.570	-	-	416.570
Unrealised appreciation on swap contracts	8	1.266.012	-	-	1.266.012
Interest receivable on portfolio		1.175.658	75.498	-	1.251.156
Receivable on matured investments		-	222.588	-	222.588
Interest receivable on bank accounts and term deposits		1.182	2.464	-	3.646
VAT receivable		51.527	44.112	-	95.639
Formation expenses, net of amortisation		-	-	103.251	103.251
Deferred charges and other receivables and assets	12	194.697	1.850	-	196.547
Total assets		51.493.290	5.238.768	4.313.179	61.045.237
LIABILITIES		LMDF (EUR)	FCCF (EUR)	FEF (EUR)	EUR
Accrued expenses and other payables	13	625.631	154.349	260.607	1.040.587
Unrealised depreciation on forward foreign exchange contract	7	418.788	-	-	418.788
Payables on settlement of forward foreign exchange contracts		-	-	-	-
Total liabilities		1.044.419	154.349	260.607	1.459.375
NET ASSETS AT THE END OF THE PERIOD		50.448.871	5.084.419	4.052.572	59.585.862

The accompanying notes form an integral part of this report

Financial Overview

// 2 Combined statement of operations and other changes in net assets

from 1 April 2024 to 31 March 2025

INCOME	Notes	LMDF (EUR)	FCCF (EUR)	FEF (EUR)	Combined (EUR)
Interest income		5.192.751	130.221	-	5.322.972
Net interest paid on swap contracts		(1.869.873)	-	-	(1.869.873)
Net interest		3.322.878	130.221	-	3.453.099
Commissions on loan agreements		92.817	206	-	93.023
Income on liquid assets		420.147	116.991	39.168	576.305
Total income		3.835.842	247.417	39.168	4.122.427
EXPENSES		LMDF (EUR)	FCCF (EUR)	FEF (EUR)	EUR
AIFM fees	4,17	46.494	18.514	23.366	88.374
Advisory fees	4,17	608.214	138.857	14.811	761.882
Salary, wages and compensation of Administration Team	4,19	330.363	114.792	80.465	525.620
Depository fees		62.114	18.362	7.667	88.143
Central administration costs		86.777	51.822	22.586	161.186
Banking charges and other fees		19.355	-	115	19.470
Audit fees		37.113	30.713	13.533	81.359
Rent and Information technology fees		74.589	22.911	10.692	108.192
Amortisation of formation expenses		-	-	19.532	19.532
Other administration costs	14	87.866	63.089	75.068	226.023
Subscription tax		-	2.754	-	2.754
Total expenses		1.352.885	461.815	267.835	2.082.536
NET INVESTMENT INCOME (LOSS)		2.482.957	(214.399)	(228.667)	2.039.891

The accompanying notes form an integral part of this report

Financial Overview

// 2 Combined statement of operations and other changes in net assets

from 1 April 2024 to 31 March 2025

NET REALIZED GAIN (LOSS)	Notes	LMDF (EUR)	FCCF (EUR)	FEF (EUR)	Combined (EUR)
Realised on investments		(718,861)	-	-	(718,861)
Realised on forward foreign exchange contracts		(1,263,588)	-	-	(1,263,588)
Realised on foreign currency transactions		680,277	(990)	7,784	687,072
Realised result		(1,302,172)	(990)	7,784	(1,295,377)
NET VARIATION OF UNREALIZED GAIN (LOSS)		LMDF (EUR)	FCCF (EUR)	FEF (EUR)	EUR
On investment portfolio					
Variation of impairment on loans	10	(733,501)	(2,252,940)	-	(2,986,441)
Variation of valuation of equity investments		46,989	(903,914)	-	(856,925)
Variation due to changes in the foreign exchange rate		(1,896,562)	(23,052)	-	(1,919,614)
Total variation on investment portfolio		(2,583,074)	(3,179,906)	-	(5,762,980)
Variation on forward foreign exchange contracts	7	1,491,841	-	-	1,491,841
Variation on cross-currency swap contracts	8	455,426	-	-	455,426
Variation on foreign exchange rate		-	2,347	-	2,347
Unrealised result		(635,807)	(3,177,559)	-	(3,813,366)
RESULT OF OPERATIONS		544,978	(3,392,947)	(220,883)	(3,068,853)
Subscriptions		251,522	-	4,273,455	4,524,977
Redemptions		(5,852,722)	-	-	(5,852,722)
TOTAL CHANGES IN NET ASSETS		(5,056,222)	(3,392,947)	4,052,572	(4,396,597)
Total net assets at the beginning of the year	2	55,505,093	8,477,366	-	63,982,459
TOTAL NET ASSETS AT THE END OF THE YEAR		50,448,871	5,084,419	4,052,572	59,585,862

The accompanying notes form an integral part of this report

Financial Overview

as at 31 March 2025

Combined financial statement	31/03/2025	31/03/2024	31/03/2023
Total net assets (in EUR)	59.585.862	63.990.707	61.505.969
Luxembourg Microfinance and Development Fund			
Total net assets (in EUR)	50.448.871	55.505.093	51.506.422
Outstanding Class A shares	131.347,257	131.347,257	131.347,257
Outstanding Class A _{bis} shares	116.052,936	116.052,936	116.052,936
Outstanding Class B shares	220.458,924	261.015,989	220.406,541
Outstanding Class C shares	129.460,552	132.986,832	150.162,412
Net asset value per Class A share (in EUR)	27,50	28,38	28,01
Net asset value per Class A _{bis} share (in EUR)	27,26	27,10	26,75
Net asset value per Class B share (in EUR)	128,04	126,44	123,87
Net asset value per Class C share (in EUR)	119,31	117,53	116,01
Forestry and Climate Change Fund			
Total net assets (in USD)	5.492.443	9.157.675	10.865.508
Outstanding Class I shares	96.972,129	96.972,129	96.972,129
Outstanding Class J shares	68.118,241	68.118,241	68.118,241
Net asset value per Class I share (in USD)	-	24,19	41,80
Net asset value per Class J share (in USD)	80,63	100,00	100,00
Female Entrepreneurship Fund			
Total net assets (in USD)	4.377.792	-	-
Outstanding Class G shares	46.164,000	-	-
Outstanding Class H shares	-	-	-
Net asset value per Class G share (in USD)	94,83	-	-
Net asset value per Class H share (in USD)	-	-	-

The accompanying notes form an integral part of this report



Luxembourg Microfinance and Development Fund

We are dedicated to expanding access to financial services for underserved communities, particularly in emerging markets. What makes us unique is our blended approach – combining discipline with deep social impact goals. By partnering with mission driven institutions, the fund not only delivers capital but also supports capacity building; responsible lending practices; gender-inclusive financial solutions. This ensures both measurable returns and lasting community improvement.

Our Fund is active in regions often overlooked by traditional investors due to perceived political, economical or operational risks. We have strong presence in frontier markets such as rural Bolivia, conflict-affected areas of Haiti and Honduras and underserved regions in Sub-Saharan Africa.

By leveraging local partnerships and a deep understanding of these environments, we are able to navigate complexities responsibly and deliver capital where it is truly needed most – unlocking opportunity and resilience in communities other may leave behind.



Luxembourg Microfinance and Development Fund



EUR **40,4**_m
Investments in microfinance

45
MFIs financed

- **64%**
Latin America
- **19%**
Asia
- **17%**
Africa

65.821
Microentrepreneurs financed

EUR **1.967**
Average micro-loan

74%
Women financed

- **59%**
Trade and services
- **25%**
Agriculture
- **16%**
Consumption and other

EUR **922.789**
Average financing per MFI

- **1,5%**
Return Class C Shares
- **1,3%**
Return Class B Shares
- **(3,1%)**
Return Class A Shares
- **0,6%**
Return Class A_{bis} Shares

Note: The figures stated in this section of the report relating to information received from microfinance institutions are as at 31 December 2024 and largely based on unaudited information. The calculations follow, wherever applicable, the Microfinance Investment Vehicles Disclosure Guidelines as published by CGAP in 2010.

Financial Statements– LMDF

The following audited financial statements provide a transparent view of LMDF's financial health and performance for the reporting period of 2024 April to 2025 March. They include Statement of Net Assets, Statement of operations and other changes in net assets and offering insights into how we manage capital, allocate resources and sustain our operations. These statements reflect our commitment to accountability and our disciplined approach to achieving both financial and social returns.



// 1 **Statement net assets**

as at 31 March 2025

Assets	Notes	EUR
Shares (and equity-type securities) in microfinance institutions and service providers		368.378
Loan agreements with microfinance institutions	10	40.062.792
Cash and savings at banks		7.526.474
Receivables from funds posted as guarantee or collateral to FX hedging providers	9	846.570
Unrealised appreciation on swap contracts	8	1.266.012
Interest receivable on portfolio		1.175.658
Interest receivable on bank accounts and term deposits		1.182
VAT receivable		51.527
Deferred charges and other receivables and assets	12	194.697
Total assets		51.493.290

Liabilities	Notes	EUR
Accrued expenses	13	625.631
Unrealised depreciation on forward foreign exchange contract	7	418.788
Payables on settlement of forward foreign exchange contracts		-
Total liabilities		1.044.419

Net assets at the end of the year	50.448.871
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A Class shares outstanding	131.347,26
Net asset value per A Class share	27,50
A ₀₁₅ Class shares outstanding	116.052,94
Net asset value per A ₀₁₅ Class share	27,26
B Class shares outstanding	220.458,92
Net asset value per B Class share	128,04
C Class shares outstanding	129.460,55
Net asset value per C Class share	119,31

The accompanying notes form an integral part of this report



// 2 **Statement of operations and other changes in net assets**

from 1 April 2024 to 31 March 2025

Income	Notes	EUR
Interest on microfinance loan agreements		5.192.751
Net interest paid on swap contracts		(1.869.873)
Net interest on microfinance loan agreements		3.322.878
Commissions on microfinance loan agreements		92.817
Interest on bank accounts and term deposits		420.147
Total income		3.835.842
Expenses – Frais		
AIFM fees	4	46.494
Advisory fees	4	608.214
Salary, wages and compensation of Administration Team	4,17	330.363
Depository fees		62.114
Administrative Agent, Registrar and Transfer Agent fees		86.777
Banking charges and other fees		19.355
Audit fees		37.113
Rent and Information technology fees		74.589
Other administration costs	14	87.866
Total expenses		1.352.885
Net investment income		2.482.957

The accompanying notes form an integral part of this report



// 2 Statement of operations and other changes in net assets

Net realised gain/(loss)	Notes	EUR
On investments	11	(718.861)
On forward foreign exchange contracts	11	(1.263.588)
On foreign currency transactions	11	680.277
Realised result		(1.302.172)
Net variation of the unrealised gain/(loss)		
On investment portfolio		
Variation of impairment on microfinance loans	10	(733.501)
Variation of valuation of equity investments		46.989
Variation due to changes in the foreign exchange rate		(1.896.562)
Total variation on investment portfolio		(2.583.074)
On forward foreign exchange contracts	7	1.491.841
On cross-currency swap contracts	8	455.426
Unrealised result		(635.807)
Result of operations		544.978
Subscriptions		251.522
Redemptions		(5.852.722)
Total changes in net assets		(5.056.222)
Total net assets at the beginning of the year		55.505.093
Total net assets at the end of the year		50.448.871

The accompanying notes form an integral part of this report



// 3 Statistical information

as at 31 March 2025

	Note	Class A	Class A _{bis}	Class B	Class C	Total
Shares outstanding at the beginning of the year		131.347,257	116.052,936	261.015,989	132.986,832	641.403,014
Issued during the year		-	-	122,140	2.000,490	2.122,630
Redeemed during the year		-	-	(40.679,205)	(5.526,770)	(46.205,975)
Outstanding at the end of the year		131.347,257	116.052,936	220.458,924	129.460,552	597.319,669
Net asset value per share (EUR)		27,50	27,26	128,04	119,31	
Net asset value by share class (EUR)	2	3.612.444	3.163.798	28.227.190	15.445.440	50.448.871
Percentage of total net assets		7,2%	6,3%	56,0%	30,6%	100,0%

The accompanying notes form an integral part of this report



// 4 Statement of investments and other net assets

as at 31 March 2025

Instrument / Microfinance institution	Notes	Country	Maturity	Currency	Quantity / Nominal value	Total value (EUR)	% of NAV
Financial instruments not admitted to an official stock-exchange listing nor dealt in on another regulated market							
Shares (and equity-type securities) in microfinance institutions and service providers							
MFX Solutions LLC		USA		USD	187.090	368.378	0,7%
Loan agreements with microfinance institutions with a sub-ordination to other creditors							
Empresa de Crédito Alternativa S.A.		Peru	31/05/2028	USD	1.000.000	949.369	1,9%
Senior unsecured loan agreements with microfinance institutions							
Fundacion de Apoyo Comunitario y Social del Ecuador "FACES"		Ecuador	08/10/2027	USD	2.500.000	2.403.385	4,8%
Proyectos e Iniciativas Locales para el Autodesarrollo Regional de Honduras		Honduras	10/10/2028	HNL	39.500.000	1.511.663	3,0%
Fundacion Dominicana de Desarrollo, INC. (FDD)		Dominican Republic	10/04/2026	DOP	94.220.000	1.470.522	2,9%
Cooperativa de Ahorro y Credito Norandino LTDA		Peru	09/01/2026	PEN	5.100.000	1.320.556	2,6%
MFO Arnur Credit LLP		Kazakhstan	10/10/2025	KZT	586.000.000	1.185.439	2,4%
ACTB Savings and Loans LTD		Sierra Leone	08/10/2027	SLE	24.800.000	1.143.240	2,3%
Societe D'investissement pour la promotions des Entreprises a madagascar SIPEM Banque	10	Madagascar	08/01/2027	EUR	1.200.000	1.123.600	2,2%
Avanza Solido S.A. DE C.V. SOFOM E.N.R.		Mexico	08/01/2027	MXN	22.500.000	1.054.712	2,1%
Optima Servicios Financieros, S.A. DE C.V.		El Salvador	10/07/2026	USD	1.100.000	1.037.064	2,1%
VisionFund Republica Dominicana SAS		Dominican Republic	10/10/2028	DOP	66.000.000	1.011.229	2,0%
Koperasi Mitra Dhuafa - KOMIDA		Indonesia	08/10/2027	IDR	17.000.000.000	1.004.784	2,0%
Asociacion de desarrollo integral Cuenca del Lago de Atitlan - ADICLA		Guatemala	10/01/2029	GTQ	7.900.000	962.921	1,9%
VisionFund Guatemala Sociedad Anonima		Guatemala	08/10/2027	GTQ	7.600.000	950.992	1,9%
Cooperativa de Ahorro y Credito 4 de Octubre		Ecuador	10/01/2028	USD	1.000.000	942.683	1,9%
Micreditoya Microfinanciera S.A.S.		Colombia	09/04/2027	COP	3.650.000.000	861.777	1,7%
Limited Liability Microcredit Company "Universal Credit"		Kyrgyz Republic	08/10/2027	KGS	73.000.000	839.495	1,7%
Cooperativa de Ahorro y Credito 4 de Octubre		Ecuador	10/04/2026	USD	874.999	838.635	1,7%
Sinapi ABA Savings & Loans Limited		Ghana	09/07/2027	GHS	12.550.000	792.001	1,6%
Sinapi ABA Savings & Loans Limited		Ghana	08/10/2027	GHS	12.200.000	788.129	1,6%
Cooperativa de Ahorro y Credito Norandino LTDA		Peru	10/04/2026	PEN	2.892.000	769.381	1,5%
UNI2 Microcredito S.A.S.		Colombia	10/07/2025	COP	3.350.000.000	765.180	1,5%
VisionFund Zambia Limited		Zambia	09/04/2027	ZMW	21.000.000	768.519	1,5%
Optima Servicios Financieros, S.A. DE C.V.		El Salvador	10/04/2025	USD	750.000	718.333	1,4%
Cooperativa Integral de Ahorro y Crédito "Red de Fondos Comunitarios"		Guatemala	09/07/2027	USD	750.000	705.855	1,4%
Optima Servicios Financieros, S.A. DE C.V.		El Salvador	10/07/2026	USD	750.000	707.089	1,4%
Asociacion Hondurena para el Desarrollo de Servicios Tecnicos y Financieros (AHSETFIN)		Honduras	09/04/2027	HNL	18.000.000	696.499	1,4%
Consultores de Servicios Varios SA de CV SOFOM ENR		Mexico	10/04/2026	MXN	13.000.000	632.327	1,3%
SOFIPA Corporation, a S.A.P.I. de C.V. SOFOM E.N.R.		Mexico	10/04/2025	MXN	12.500.000	606.384	1,2%
Micro-credit company Bailyk Finance LLC		Kyrgyz Republic	10/04/2025	USD	600.000	576.657	1,1%
La Sociedad Cooperativa PADECOMSMCREDITO de RL de CV		El Salvador	08/10/2027	USD	600.000	576.657	1,1%
Renesans Mikromoliya Tashkiloti LLC		Uzbekistan	09/04/2027	UZS	6.700.000.000	537.826	1,1%
Consultores de Servicios Varios SA de CV SOFOM ENR		Mexico	10/04/2026	MXN	11.000.000	532.429	1,1%
L'Association Pour La Promotion De L'Epargne-Credit a Base Communautaire - BETHESDA		Benin	10/04/2025	XOF	333.333.334	531.571	1,1%
LAPO Microfinance Company Limited		Sierra Leone	10/01/2028	USD	540.000	509.882	1,0%
Cooperativa de Ahorro y Crédito Santa Isabel		Peru	08/10/2027	PEN	1.905.000	497.493	1,0%
IDEPRO Dessarrollo Empresarial Institucion Financiera De Desarrollo (IDEPRO IFD)	10	Bolivia	08/10/2027	USD	1.000.000	495.281	1,0%
Microfinance Organization Asian Credit Fund		Kazakhstan	09/04/2027	KZT	246.105.000	491.167	1,0%
Microloan Foundation Zambia		Zambia	10/07/2028	ZMW	14.400.000	486.639	1,0%
SOFIPA Corporation, a S.A.P.I. de C.V. SOFOM E.N.R.		Mexico	09/07/2027	MXN	10.000.000	468.761	0,9%
VisionFund Republica Dominicana SAS		Dominican Republic	09/10/2026	DOP	28.935.000	452.609	0,9%
Renesans Mikromoliya Tashkiloti LLC		Uzbekistan	10/01/2028	UZS	6.180.000.000	455.696	0,9%
Microfinance Organization Asian Credit Fund		Kazakhstan	10/04/2025	KZT	216.994.500	435.162	0,9%

The accompanying notes form an integral part of this report

// 4 Statement of investments and other net assets

Microfinance Organization Asian Credit Fund		Kazakhstan	09/04/2027	KZT	216.994.500	433.070	0,9%
Microfinance Organization Asian Credit Fund		Kazakhstan	08/10/2027	KZT	221.450.000	431.921	0,9%
IDEPRO Desarrollo Empresarial Institucion Financiera De Desarrollo (IDEPRO IFD)	10	Bolivia	08/10/2027	USD	845.000	416.948	0,8%
SOFIPA Corporation, a S.A.P.I. de C.V. SOFOM E.N.R.		Mexico	10/04/2028	MXN	8.400.000	411.124	0,8%
Microfinance Company "OXUS"		Kyrgyz Republic	10/07/2026	KGS	34.074.417	379.769	0,8%
Asociation Arariwa Para La Promocion Tecnico Cultural Andina		Peru	10/07/2026	PEN	1.420.000	367.684	0,7%
Asociacion de desarrollo integral Cuenca del Lago de Atitlan - ADICLA		Guatemala	10/04/2025	GTQ	2.500.000	317.087	0,6%
LLC Micro Credit Organization "OXUS"		Tajikistan	10/01/2028	EUR	315.000	315.245	0,6%
IDEPRO Desarrollo Empresarial Institucion Financiera De Desarrollo (IDEPRO IFD)	10	Bolivia	10/10/2024	USD	645.000	305.707	0,6%
Cooperativa de Ahorro y Credito Inclusiva - Coopac Inclusiva		Peru	08/10/2027	PEN	1.100.000	291.367	0,6%
Asociación para el Desarrollo Integral de San Antonio Ilontenango		Guatemala	10/07/2025	USD	290.000	272.632	0,5%
Asociación para el Desarrollo Integral de San Antonio Ilontenango		Guatemala	10/07/2025	USD	284.500	267.462	0,5%
Alternativa Centro De Investigacion Social y Educacion Popular		Peru	08/01/2027	PEN	1.000.000	259.213	0,5%
Microcredit Organization "FURUZ"		Tajikistan	09/01/2026	EUR	250.000	254.167	0,5%
Asociacion de desarrollo integral Cuenca del Lago de Atitlan - ADICLA		Guatemala	10/04/2025	GTQ	1.875.000	237.816	0,5%
LLC Micro Credit Organization "OXUS"		Tajikistan	10/07/2026	EUR	216.667	220.037	0,4%
Association Assilassimé Solidarité		Togo	10/10/2025	XOF	131.000.000	209.247	0,4%
Cooperative des Membres Unis Bethel Actions	10	Benin	10/10/2025	XOF	133.333.333	210.851	0,4%
Moris Rasik Foundation		Timor-Leste	10/04/2025	USD	212.500	203.763	0,4%
Umutanguha Finance Company (UFC) PLC		Rwanda	10/04/2025	RWF	289.148.000	203.937	0,4%
Umutanguha Finance Company (UFC) PLC		Rwanda	10/10/2025	RWF	270.550.000	190.565	0,4%
LLC Micro Credit Organization "OXUS"		Kyrgyz Republic	08/01/2027	KGS	13.397.000	149.313	0,3%
Alliance for Microfinance Myanmar limited	10	Myanmar	30/06/2026	EUR	906.097	121.417	0,2%
Sub-total						42.448.313	84,1%
Receivable on matured investments						7.314	0,0%
Net accrued interest on swap contracts						(848.799)	(1,7%)
Sub-total						41.606.828	82,5%
Cash at banks, term deposits and savings accounts						7.526.474	14,9%
Receivables from funds posted as guarantee or collateral to FX hedging providers	9					846.570	1,7%
Other net assets / liabilities						468.999	0,9%
Total net assets						50.448.871	100,0%

The accompanying notes form an integral part of this report



// 5 Breakdown of microfinance investments and evolution of NAV

Aggregated exposure to	Notes	Total Value (EUR)	% of NAV
Optima Servicios Financieros, S.A. DE C.V.		2.462.487	4,9%
Fundacion de Apoyo Comunitario y Social del Ecuador "FACES"		2.403.385	4,8%
Cooperativa de Ahorro y Credito Norandino LTDA		2.089.936	4,1%
Microfinance Organization Asian Credit Fund		1.791.319	3,6%
Cooperativa de Ahorro y Credito 4 de Octubre		1.781.318	3,5%
Sinapi ABA Savings & Loans Limited		1.580.130	3,1%
Asociacion de desarrollo integral Cuenca del Lago de Atitlan - ADICLA		1.517.824	3,0%
Proyectos e Iniciativas Locales para el Autodesarrollo Regional de Honduras		1.511.663	3,0%
SOFIPA Corporation, a S.A.P.I. de C.V. SOFOM E.N.R.		1.486.269	2,9%
Fundacion Dominicana de Desarrollo, INC. (FDD)		1.470.522	2,9%
VisionFund Republica Dominicana SAS		1.463.838	2,9%
IDEPRO Dessarrollo Empresarial Institucion Financiera De Desarrollo (IDEPRO)	10	1.217.937	2,4%
MFO Arnur Credit LLP		1.185.439	2,3%
Consultores de Servicios Varios SA de CV SOFOM ENR		1.164.755	2,3%
ACTB Savings and Loans LTD		1.143.240	2,3%
Societe D'investissement pour la promotions des Entreprises a madagascar SIPEM	10	1.123.600	2,2%
Avanza Solido S.A. DE C.V. SOFOM E.N.R.		1.054.712	2,1%
Koperasi Mitra Dhuafa - KOMIDA		1.004.784	2,0%
Renesans Mikromoliya Tashkiloti LLC		993.521	2,0%
VisionFund Guatemala Sociedad Anonima		950.992	1,9%
Empresa De Credito Alternativa		949.369	1,9%
Micreditoya Microfinanciera S.A.S.		861.777	1,7%
Limited Liability Microcredit Company "Universal Credit"		839.495	1,7%
VisionFund Zambia Limited		768.519	1,5%
UNI2 Microcredito S.A.S.		765.180	1,5%
Cooperativa Integral de Ahorro y Crédito "Red de Fondos Comunitarios"		705.855	1,4%
Asociacion Hondurena para el Desarrollo de Servicios Tecnicos y Financieros (AHSETFIN)		696.499	1,4%
La Sociedad Cooperativa PADECOMSMCREDITO de RL de CV		576.657	1,1%
Micro-credit company Bailyk Finance LLC		576.657	1,1%
Asociación para el Desarrollo Integral de San Antonio Ilontenango		540.094	1,1%
LLC Micro Credit Organization "OXUS"		535.282	1,1%
L'Association Pour La Promotion De L'Epargne-Credit a Base Communautaire - BETHESDA		531.571	1,1%
Microfinance Company "OXUS"		529.082	1,0%
LAPO Microfinance Company Limited		509.882	1,0%
Cooperativa de Ahorro y Crédito Santa Isabel		497.493	1,0%
Microloan Foundation Zambia		486.639	1,0%
Umutanguha Finance Company (UFC) PLC		394.502	0,8%
MFX Solutions LLC		368.378	0,7%
Association Arariwa Para La Promocion Tecnico Cultural Andina		367.684	0,7%
Cooperativa de Ahorro y Credito Inclusiva - Coopac Inclusiva		291.367	0,6%
Alternativa Centro De Investigacion Social y Educacion Popular		259.213	0,5%
Microcredit Organization "FURUZ"		254.167	0,5%
Cooperative des Membres Unis Bethel Actions	10	210.851	0,4%
Association Àssilassimé Solidarité		209.247	0,4%
Moris Rasik Foundation		203.763	0,4%
Alliance for Microfinance Myanmar limited	10	121.417	0,2%
Total Portfolio		42.448.313	84,1%
Average exposure by microfinance institution		922.789	1,8%

The accompanying notes form an integral part of this report

// 5 Breakdown of microfinance investments and evolution of NAV

/ Geographical breakdown of investments as at 31 March 2025

Country	Notes	Total Value (EUR)	% of NAV
Peru		4.455.063	8,8%
Ecuador		4.184.704	8,3%
Guatemala		3.714.766	7,4%
Mexico		3.705.737	7,3%
El Salvador		3.039.143	6,0%
Kazakhstan		2.976.759	5,9%
Dominican Republic		2.934.360	5,8%
Honduras		2.208.162	4,4%
Kyrgyz Republic		1.945.233	3,9%
Sierra Leone		1.653.122	3,3%
Colombia		1.626.957	3,2%
Ghana		1.580.130	3,1%
Zambia		1.255.158	2,5%
Bolivia		1.217.937	2,4%
Madagascar		1.123.600	2,2%
Indonesia		1.004.784	2,0%
Uzbekistan		993.521	2,0%
Tajikistan		789.449	1,6%
Benin		742.422	1,5%
Rwanda		394.502	0,8%
United States		368.378	0,7%
Togo		209.247	0,4%
Timor-Leste		203.763	0,4%
Myanmar		121.417	0,2%
Total Portfolio		42.448.313	84,1%
Average exposure by country		1.768.680	3,5%

/ Currency breakdown of investments as at 31 March 2025

Currency	Total Value (EUR)	% of NAV
United States Dollar	12.295.781	24,4%
Mexican Peso	3.705.737	7,3%
Peruvian Sol	3.505.694	6,9%
Kazakhstani Tenge	2.976.759	5,9%
Dominican Peso	2.934.360	5,8%
Guatemalan Quetzal	2.468.816	4,9%
Honduras Lempira	2.208.162	4,4%
Euro	2.034.466	4,0%
Colombian Peso	1.626.957	3,2%
Ghanaian Cedi	1.580.130	3,1%
Kyrgyzstani Som	1.368.577	2,7%
Zambian Kwacha	1.255.158	2,5%
Sierra Leonean Leone	1.143.240	2,3%
Indonesian Rupiah	1.004.784	2,0%
Uzbekistan Sommi	993.521	2,0%
West African CFA Franc	951.669	1,9%
Rwandan Franc	394.502	0,8%
Total Portfolio	42.448.313	84,1%
Average exposure by currency	2.496.960	4,9%

/ Evolution of the net asset value per share

Evolution of the net asset value per share					
		31-Mar-25	31-Mar-24	31-Mar-23	At inception
Class A Shares	NAV / Share in EUR	27,50	28,38	28,01	25,00
Class A _{bis} Shares	NAV / Share in EUR	27,26	27,10	26,75	25,00
Class B Shares	NAV / Share in EUR	128,04	126,44	123,87	100,00
Class C Shares	NAV / Share in EUR	119,31	117,53	116,01	100,00

Financial performance by share class

		FY 2024-25	FY 2023-24	FY 2022-23	Since inception
Class A Shares	Change of NAV / Share in %	(3,1%)	1,3%	1,6%	10,0%
Class A _{bis} Shares	Change of NAV / Share in %	0,6%	1,3%	1,6%	9,0%
Class B Shares	Change of NAV / Share in %	1,3%	2,1%	2,6%	28,0%
Class C Shares	Change of NAV / Share in %	1,5%	1,3%	1,6%	19,3%

Total net assets

Total net assets	in EUR	50.448.871	55.505.093	51.506.422	-
Change in total net assets	in %	(9,1%)	7,8%	11,2%	



Sustainability related disclosures

– LMDF (unaudited)

Periodic disclosure for the financial products referred to in Article 9, paragraphs 1 to 4a, of Regulation (EU) 2019/2088 and Article 5, first paragraph, of Regulation (EU) 2020/852

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.

Product name: Investing for Development SICAV –Luxembourg Microfinance and Development Fund

Legal entity identifier: 549300HPOC2R0U7FV725

Sustainable Investment Objective

Did this financial product have a sustainable investment objective?

☒ Yes

☐ No

☐ It made sustainable investments with an environmental objective: 0 %

☐ It promoted Environmental/Social (E/S) characteristics and while it did not have as its objective a sustainable investment, it had a proportion of ___% of sustainable investments

☐ in economic activities that qualify as environmentally sustainable under the EU Taxonomy

☐ 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

☐ with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy

☐ with a social objective

☒ It made sustainable investments with a social objective: 80 %

☐ It promoted E/S characteristics, but did not make any sustainable investments



To what extent was the sustainable investment objective of this financial product met?

The Sub-Fund focused on investing in promising microfinance institutions (MFIs) to foster financial independence while generating a meaningful social impact.

The Sub-Fund pursued two main objectives: assisting socially oriented microfinance institutions (MFIs) in becoming sustainable enterprises capable of reaching poor communities and providing viable financial services, while also generating sufficient income to sustain its operations and offer its shareholders a financial return that compensates for inflation.

Throughout the year, the Sub-Fund aimed to contribute to the alleviation of poverty by supporting organisations that empower people and stimulate entrepreneurship, with a particular focus on reaching the most marginalized groups. It aimed to facilitate access to responsible financial services by building sustainable connections between investors, microfinance institutions, and beneficiaries.

To realize its vision and achieve its mission, the Sub-Fund pursued the following objectives:

- Provide an attractive investment opportunity: Balance stable financial returns for investors with the delivery of responsible financial services to underserved communities.
- Support emerging microfinance institutions (MFIs): Focus on fostering the growth of promising MFIs that serve marginalized populations in developing countries.
- Promote financial inclusion: Enable the development of micro-entrepreneurs, particularly targeting women, youth, and rural communities where financial needs are greatest.
- Ensure accessibility and transparency: Be accessible to public, institutional, and retail investors while maintaining accountability for meeting both social and financial objectives, with consistent and transparent reporting.

The Sub-Fund reinforced its commitment to meeting sustainable investment objectives by employing thorough due diligence and monitoring processes. These measures ensured that all investees actively pursued positive social impact, adhered to strong governance practices, and avoided engaging in environmentally or socially harmful activities.

The screening of investees to ensure compliance with sustainability is done by evaluating the MFI financial health (e.g., financial statements, leverage, delinquency rates), social mission alignment, and focus on income-generating activities. This is further complemented by a geographical analysis to ensure investments target underserved regions. Once the MFI passes this initial phase, a deeper institutional analysis (i.e. due diligence) is conducted, covering governance, product offerings, market outreach, efficiency, and strategic objectives.

The due diligence process involves in-depth qualitative and quantitative assessments, complemented by a country-level analysis that considers factors such as political stability, macroeconomic conditions, legal frameworks, and the inclusivity of the financial sector. Field visits are conducted to validate and enhance the collected data, allowing for direct engagement with MFI managers and, in some cases, their clients. Social and sustainability considerations are integrated throughout the process, employing tools like ALINUS (a simplified version of Cerise's SPI audit tool). This tool enables standardized measurement of impact performance and supports the implementation of the Universal Standards for Social and Environmental Performance Management (SEPM). The findings are compiled into an investment file, which is reviewed by an expert Investment Committee. Upon approval, the final investment decision is made by the AIFM.

The investment process concludes with a formal agreement with the investee, which includes a stringent exclusion list and clearly defined social performance requirements. To ensure ongoing alignment with its sustainability objectives, the Sub-Fund implements regular monitoring of the proportion of assets allocated to MFIs. This is further supported by detailed quarterly updates, along with annual and semi-annual reports. In certain instances, technical assistance is also provided to investees.

Throughout 2024, the Sub-Fund maintained a diversified investment strategy across developing regions in Africa, Asia, and Latin America. The average exposure per microfinance institution (MFI) and the average micro-loan amount in Euro slightly decreased compared to the previous year (from EUR 1,058,195 to EUR 922,789, suggesting a 12.8% decrease in the average exposure). Consistent with its mission, the Sub-Fund expanded its support to women and rural clients.

The Sub-Fund does not pursue an environmental objective as defined in Article 9 of EU Regulation 2020/852. The Sub-Fund's investment strategy is still not aligned with any reference benchmark.

● **How did the sustainability indicators perform?**

The Sub-Fund places a strong emphasis on delivering customized and innovative solutions tailored to emerging MFIs, specifically targeting areas where the demand for financial support is high but current offerings remain scarce.

The key performance indicators used to measure the attainment of the sustainable investment objective are presented in the table below.

Sustainability indicators measure how the sustainable objectives of this financial product are attained.

Metric	March 2025	March 2024	March 2023
Microfinance institutions financed directly	45	42	48
Investments in microfinance plus as % of NAV	10%	9%	8%
Number of countries of operation	23	24	28
Share of investments in Latin America	64%	57%	47%
Share of investments in Sub-Saharan and North Africa	17%	17%	21%
Share of investments in Southeast and Central Asia	19%	25%	32%
Share of investments in Developed countries	<1%	<1%	<1%
Share of financing in local currency	67%	64%	65%
Average exposure per MFI (EUR)	922.789	1.058.195	939.212
Share of investments in very high HDI countries	7%	4.8%	9%
Share of investments in high HDI countries	50%	43%	27%
Share of investments in medium HDI countries	34%	33%	38%
Share of investments in low HDI countries	10%	19%	13%
Average micro-loan (EUR)	1.967	1.952	1.692
Percentage of female clients	74%	76%	73%
Percentage of rural clients	63%	61%	57%
Employees of partner MFIs ^a	18.267	17.898	16.307
Percentage of individual methodology, clients	32%	-	-
Percentage of group methodology, clients	68%	-	-
Micro-entrepreneurs financed by the Sub-Fund ^a	65.821	62.674	69.108
Youth microenterprises financed (clients under 25 years of age) ^a	2.369	1.580	1.990
Loan disbursed by GNI/per capita during the period	40%	-	-
Investments in Tier 3 MFIs in % of NAV	7%	7%	8%
Micro-loans for services and small trade	59%	57%	53%
Agricultural activities	25%	22%	26%
Production and crafts	2%	5%	4%
Other uses	14%	16%	17%
Twelve month return Class A shares	(3,1%)	1,3%	1,6%
Twelve month return Class A _{bis} shares	0,6%	1,3%	1,6%
Twelve month return Class B shares	1,3%	2,1%	2,6%
Twelve month return Class C shares	1,5%	1,3%	1,6%

Source: LMDF annual report, ADA compilers

Note: ^a Cumulative figures since the Sub-Fund inception. The figures stated in this section for March 2025 relating to information received from microfinance institutions are as of 31 December 2024 and largely based on unaudited information. The calculations follow, wherever applicable, the Microfinance Investment Vehicles Disclosure Guidelines as published by CGAP in 2010.

The Sub-Fund contribution to the Sustainable Development Goals (SDGs) is achieved by financing microfinance institutions (MFIs) in underserved regions, with still a relevant coverage towards low and medium HDI countries. Its investments prioritize financial inclusion, especially for women (74% of clients), rural populations (63%), and youth. By offering small loans (average EUR 1,967) and supporting local currency financing, Sub-Fund helps reduce poverty (SDG 1), promote quality education (SDG 4) and gender equality (SDG 5), and foster economic growth (SDG 8 and SDG 10). The Sub-Fund maintains modest but positive financial returns across the institutional and retail share classes, ensuring sustainability while prioritizing impact, while prioritizing partnerships with local and international stakeholders (SDG 17).

To align with regulatory requirements for assessing the impact of Financial Market Participants (FMPs), the Sub-Fund is collaborating closely with data providers and advisors to calculate or estimate these indicators. The metrics presented in the table above are collected, verified, and reported by the Sub-Fund advisor and staff. These figures have not undergone external assurance by an auditor or review by a third party.

The reported performance reflects the outcomes of the Sub-Fund's investment strategy, and no derivatives were utilized to achieve the sustainability objectives of the Sub-Fund.

● ...and compared to previous periods?

The sustainability indicators reported by the Sub-Fund demonstrate positive and stable performance when compared to the figures from the previous year.

In 2024, the Sub-Fund streamlined its efforts and expanded its outreach to additional microfinance organizations. Investments in Latin America increased, while those in Sub-Saharan Africa and North Africa experienced a slight decline. The proportion of female clients remained stable, indicating a consistent focus on gender inclusivity. Outreach to rural clients also improved, highlighting the Sub-Fund's commitment to financially excluded and vulnerable populations.

The number of micro-entrepreneurs financed by the Sub-Fund continued to grow, along with the share of micro-loans directed towards services, small trade, and agricultural activities. This supports the Sub-Fund's ambition to foster economic growth and reduce poverty. The average loan size remained almost unchanged, while the significant proportion of group loans and the large outreach to young clients suggest that the Sub-Fund continues to support a client base with limited access to traditional banking services.

Returns for different share classes decreased during the reporting period.

● How did the sustainable investments not cause significant harm to any sustainable investment objective?

In 2024, the Sub-Fund intensified efforts to identify and monitor any potential negative impacts of its investments on sustainable objectives. Key sustainability risks were closely tracked throughout the investment process through the use of ALINUS, an abridged version of Cerise's SPI social and environmental performance assessment tool. The results of these evaluations were subsequently reviewed by the Investment Committee.

Additionally, the Sub-Fund implemented an exclusion list to ensure its financing activities did not cause significant harm to sustainability goals.

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

Throughout 2024, all investments were carefully evaluated for adverse impacts. Data on negative screening were either collected directly from the investee by the advisor or sourced from publicly available information. In cases where data were not accessible, reliable proxy sources were utilised, supported by transparent calculation methods, as detailed in the appendix. This includes qualitative explanations for each PAI-indicator and the methodologies used for their calculations.

The PAI-indicators taken into account were:

Table 1

Indicator 1 Greenhouse gas (GHG) emissions (Scope 1, 2, 3 and Total)

Indicator 2 Carbon footprint

Indicator 3 GHG intensity of investee companies

Indicator 5 Share of non-renewable energy consumption and production

Indicator 7 Activities negatively affecting biodiversity-sensitive areas

Indicator 9 Hazardous waste ratio

Indicator 10 Violations of UN Global Compact principles and Organization for Economic Cooperation and Development (OECD) Guidelines for Multinational Enterprises

Indicator 11 Lack of processes and compliance mechanisms to monitor compliance with UN Global Compact principles and OECD Guidelines for Multinational Enterprises

Indicator 12 Unadjusted gender pay gap

Indicator 13 Board gender diversity

Indicator 14 Exposure to controversial weapons (antipersonnel mines, cluster munitions, chemical weapons and biological weapons)

Table 3

Indicator 5 Lack of grievance/complaints handling mechanisms related to

Indicator 6 Insufficient whistle-blower protection

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.

Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:

The Sub-Fund worked diligently to align its investments with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights. A significant focus was placed on investing in formal microfinance institutions (MFIs), many of which are regulated.

In 2024, all investments underwent comprehensive due diligence, which included both desk-based and, where feasible, onsite assessments. This process involved a thorough review of the investees' labour relations and working practices. Key areas of evaluation included the presence of written human resources policies to ensure employee protection, the establishment of a safe working environment, transparent communication, equal opportunities, and the implementation of effective feedback mechanisms. Additionally, client rights were assessed by examining the investee's approach to fair and respectful treatment of clients, with particular attention to adherence to an internal code of conduct outlining the organisation's values and professional standards.

Given the relatively small size and early stage of development of the investees within the Sub-Fund portfolio, a minor portion of these institutions lacked fully formalized processes to guarantee complete compliance with the guidelines. However, it was deemed acceptable for these investees to be in the process of implementing and improving practices aligned with the UN Global Compact (UNGC) principles and OECD Guidelines.

In cases where breaches were identified post-investment, the Sub-Fund committed to engaging actively with the investee to remediate the issue. If remediation was unsuccessful, the Sub-Fund would assess whether divestment was necessary.



How did this financial product consider principal adverse impacts on sustainability factors?

The Sub-Fund collected and reported principal adverse impact (PAI) data to the best of its ability, either by gathering information directly from microfinance institutions (MFIs) or by utilizing reputable and recognized data providers and proxy sources. However, obtaining PAIs from MFIs operating in developing countries presents challenges. As regulatory standards and industry methodologies for assessing PAIs are still evolving, efforts are focused on collaborating with MFIs and data providers to estimate or calculate the exposure of the MFIs' underlying portfolios to specific PAIs, especially those related to climate and other environment-related indicators.

Despite these challenges, certain MFIs may be able to report on specific PAIs on a case-by-case basis. To enhance transparency, a supplementary table has been added as an annex to this document, providing detailed explanations of the rationale and methodologies used for calculating specific PAIs.

Table 1 – Statement on principal adverse impacts of investment decisions on sustainability factors

		Metric	FY 2024 Impact recorded	Data Coverage 2024	
Climate and other environment-related indicators					
Greenhouse gas emission	1. GHG emissions	Scope 1 GHG emissions	tCO2e	329	100%
		Scope 2 GHG emissions	tCO2e	70	84%
		Scope 3 GHG emissions	tCO2e	3880	100%
		Total GHG emissions	tCO2e	4279	95%
	2. Carbon footprint		tCO2e/Meur	3,8	95%
	3. GHG intensity of investee companies		tCO2e/Meur	18	95%
	4. Exposure to companies active in the fossil fuel sector		%	N.A	N.A.
	5. Share of non-renewable energy consumption and production		%	61%	100%
	6. Energy consumption intensity per high impact climate sector		%	N.A	N.A.
	7. Activities negatively affecting biodiversity-sensitive areas			0,05%	63%
Water	8. Emissions to water		t/Meur	N.A.	N.A.
Waste	9. Hazardous waste ratio		t/Meur	N.A.	N.A.

Table 2 - Indicators for social and employee matters, respect for human rights, anti-corruption and anti-bribery matters

	Metric	FY 2024 Impact recorded	Data Coverage 2024
Social and employment matters	10. Violations of UN global Compact principles and Organisation for Economic Cooperation and Development (OECD) Guidelines for Multinational Enterprises	%	0%
	11. Lack of processes and compliance mechanisms to monitor compliance with UN Global Compact principles and OECD Guidelines for Multinational Enterprises	%	2%
	12. Unadjusted gender pay gap	%	29%
	13. Board gender diversity	%	34%
	14. Exposure to controversial weapons (anti-personnel mines, cluster munitions, chemical weapons and biological weapons)	%	0%
			94%
			88%
			94%
			100%

Table 3 - Additional indicators for social and employee, respect for human rights, anti-corruption and anti-bribery matters

	Metric	FY 2024 Impact recorded	Data Coverage 2024
	5. Lack of grievance/complaints handling mechanisms related to employee matters	%	4%
	6. Insufficient whistle-blower protection	%	13%

tCO₂e in tonnes of CO₂ equivalent emissions; Meur in millions of euros; GWh Gigawatt hours; t tonnes; %: percentage; N/A Not applicable. Figures in the table are un-audited. See Appendix: Qualitative explanation for each PAI-indicator and its calculation method



What were the top investments of this financial product?

The list includes the investments constituting the greatest proportion of investments of the financial product during the reference period which is 1 April 2024 - 31 March 2025.

Largest investments	Sector	% of net assets	Country
Óptima Servicios Financieros, S.A. DE C.V	Microfinance	4,5%	El Salvador
Cooperativa de Ahorro y Credito Norandino LTDA	Microfinance	3,7%	Peru
Cooperativa de Ahorro y Credito 4 de Octubre	Microfinance	3,5%	Ecuador
Microfinance Organization Asian Credit Fund LLC	Microfinance	3,3%	Kazakhstan
CoopeKoperasi Mitra Dhuafa - KOMIDA	Microfinance	3,2%	Indonesia
IDEPRO Desarrollo Empresarial Institucion Financiera De Desarrollo (IDEPRO IFD)	Microfinance	3,2%	Bolivia
MFO Arnur Credit LLP	Microfinance	3,1%	Kazakhstan
Fundacion de Apoyo Comunitario y Social del Ecuador "FACES"	Microfinance	2,9%	Ecuador
Proyectos e Iniciativas Locales para el Autodesarrollo Regional de Honduras	Microfinance	2,8%	Honduras
SOFIPA Corporation, a S.A.P.I. de C.V. SOFOM E.N.R.	Microfinance	2,8%	Mexico
Fundacion Dominicana de Desarrollo, INC. (FDD)	Microfinance	2,7%	Dominican Republic
Avanza Solido S.A. DE C.V. SOFOM E.N.R.	Microfinance	2,5%	Mexico
Sinapi ABA Savings & Loans Limited	Microfinance	2,5%	Ghana
UNI2 Microcredito S.A.S.	Microfinance	2,4%	Peru
Consultores de Servicios Varios SA de CV SOFOM ENR	Microfinance	2,2%	Mexico



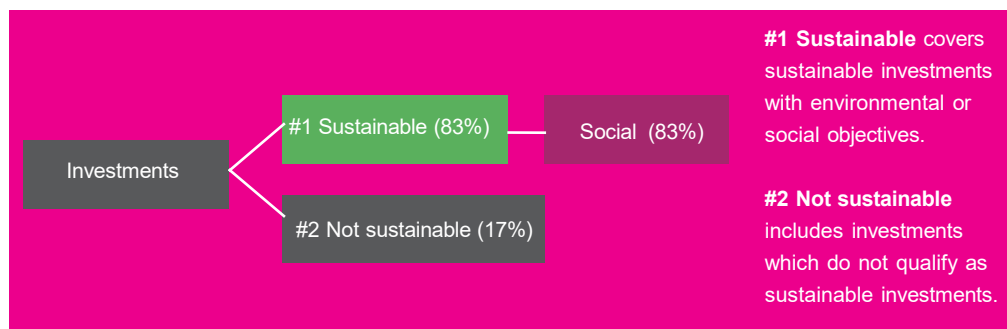
What was the proportion of sustainability-related investments?

The Sub-Fund achieved 83% sustainable investments as March 2025 but held an average position of 77% of total net assets in sustainable investments across the fiscal year. The non-sustainable investments of the Sub-Fund included a required 10% reserve of liquid assets to honor possible redemption requests received from shareholders on a quarterly basis. The Sub-Fund also held non-sustainable investments in the form of derivatives used for risk management or hedging purposes, principally to manage foreign exchange risks.

Asset allocation

describes the share of investments in specific assets.

What was the asset allocation?



In which economic sectors were the investments made?

The investments made throughout the year 2024 were only directed to support the expansion of microfinance activities of the investee and thus are all classified as microfinance sector.

The Sub-Fund does not invest in fossil fuels but focuses on financing promising microfinance providers. To address environmental risks, the Sub-Fund employs an exclusion list that prohibits investments likely to cause significant negative environmental impacts.



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

As the Sub-Fund adheres to a social sustainable investment strategy, it does not engage in activities aligned with environmental objectives defined under the EU Taxonomy.

Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy

☐ Yes: ☐ In fossil gas ☐ In nuclear energy

☒ No

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-align- ment 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.



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

The Sub-Fund does not pursue environmental objectives as outlined in Article 9 of EU Regulation 2020/852. Instead, it prioritises advancing social objectives, specifically by supporting promising microfinance institutions (MFIs) to generate a positive social impact and help these entities achieve financial independence. All investments made by the Sub-Fund are classified as non-taxonomy aligned.

Enabling activities

directly enable other activities to make a substantial contribution to an environmental objective.

Transitional activities are economic activities

for which low-carbon alternatives are not yet available and that have greenhouse gas emission levels corresponding to the best performance.

What was the share of investments made in transitional and enabling activities?

Since the Sub-Fund follows a social sustainable investment strategy and does not aim to meet environmental objectives defined by the EU Taxonomy, the concept of alignment with these environmental standards does not apply.

How did the percentage of investments aligned with the EU Taxonomy compare with previous reference periods

Since the Sub-Fund follows a social sustainable investment strategy and does not aim to meet environmental objectives defined by the EU Taxonomy, the concept of alignment with these environmental standards does not apply.


What was the share of sustainable investments with an environmental objective that were not aligned with the EU Taxonomy?

Since the Sub-Fund follows a social sustainable investment strategy and does not aim to meet environmental objectives defined by the EU Taxonomy, the concept of alignment with these environmental standards does not apply.


What was the share of socially sustainable investments?

The Sub-Fund's portfolio is predominantly composed of loans to microfinance institutions, which focus on providing financial services to underserved communities and individuals.

Throughout the year, the proportion of socially sustainable investments in the portfolio was as depicted in the table below:

Valuation Day	% of socially sustainable investments (as % of net assets)
31 March 2025	83%
31 December 2024	79%
30 September 2024	72%
30 June 2024	73%
31 March 2024	89%
31 December 2023	84%
30 September 2023	86%
30 June 2023	84%
31 March 2023	89%
31 December 2022	80%
30 September 2022	87%
30 June 2022	81%

The Sub-Fund encountered a temporary breach in the proportion of socially sustainable investments relative to net assets during the period between June 2024 and December 2024. However, compliance was promptly restored and maintained by December 2024 and March 2025.


What investments were included under “not sustainable”, what was their purpose and were there any minimum environmental or social safeguards?

The Sub-Fund allocated 10% of its net assets to liquid assets classified as non-sustainable investments to handle potential redemption requests from shareholders on a quarterly basis. Additionally, the Sub-Fund invested in derivative instruments for risk management and hedging purposes, which were not considered sustainable investments.

In selecting local credit institutions where the Sub-Fund places liquid assets, it considered minimum environmental or social safeguards. This includes the credit institution's commitment to sustainability, such as their membership in the Inspiring More Sustainability (IMS) network, Luxembourg's branch of CSR Europe, or their offering of sustainable investment products.



What actions have been taken to attain the sustainable investment objective during the reference period?

The Sub-Fund consistently ensured that all investments maintained their sustainability throughout the year.

During the reference period, the Sub-Fund advanced its sustainable investment objective by strategically investing in socially driven microfinance institutions (MFIs) across 23 countries. These investments prioritized outreach to underserved populations, with a strong emphasis on empowering women and rural people—who represented 74% and 63% respectively of the Sub-Fund's beneficiaries—and supporting low-income entrepreneurs.

The Sub-Fund employed a risk-based approach to assess sustainability risks, requiring quarterly data submissions from all investees. High-risk investees undergo detailed annual reviews, while low-risk ones are reviewed every two years, using ALINUS or tailored tools based on the same data collection methods.

Investees are also contractually required to adhere to a clear exclusion list and to enrol or maintain their enrolment in the Client Protection Pathway throughout the duration of the investment contract. Enrolment in the Client Protection Pathway ensures that microfinance organizations commit to deliver their products and services in a safe, responsible, and fair manner, avoiding harm to their clients and treat their employees responsibly.

The Sub-Fund implemented a risk-sharing structure that protects individual and non-profit investors, encouraging broader participation in sustainable finance.

Reference benchmarks are indexes to measure whether the financial product attains the sustainable objective.



How did this financial product perform compared to the reference sustainable benchmark?

● How did the reference benchmark differ from a broad market index?

This question is not applicable as no reference benchmark has been used for the purpose of attaining the sustainable investment objective.

● How did this financial product perform with regard to the sustainability indicators to determine the alignment of the reference benchmark with the sustainable investment objective?

This question is not applicable as no reference benchmark was utilized to achieve the sustainable investment objective.

● How did this financial product perform compared with the reference benchmark?

This question is not applicable as no reference benchmark has been used for the purpose of attaining the sustainable investment objective.

● How did this financial product perform compared with the broad market index?

This question is not applicable as no reference benchmark has been used for the purpose of attaining the sustainable investment objective.

Annex A: Qualitative explanation for each PAI indicator and its calculation method

Table 1

PAI 1, 2, 3 is the sum of the total greenhouse gas emissions in tonnes of the microfinance institution (MFI) in the portfolio weighted by the company's most recent available business value calculated in line with the PCAF approach for project finance.

PAI 1 scope 1 is calculated using proxy data and, more specifically, as direct emission of the MFI based on country emission per capita as reported by EDGAR (Emissions Database for Global Atmospheric Research) GHG Emissions 2024 Database multiplied by the MFI total staff and a working hours attrition factor. The emissions are weighted for the LMDF portfolio attribution factor (PCAF method). The Sub-Fund's emissions have been added to the calculation and assessed using inputs provided by the Sub-Fund and calculated with the myclimate CO₂ emission calculator.

PAI 1 scope 2 is calculated using proxy data, specifically focusing on the share of indirect emissions from electricity and heat (measured in MtCO₂), as reported by the International Energy Agency (IEA). These emissions are attributed to the MFI based on its country-level electricity consumption, adjusted for the total number of staff and a working hours attrition factor. The emissions are further weighted using the LMDF portfolio attribution factor (PCAF method). However, the resulting amount is minimal, as MFIs only consume electricity and heating rather than producing them. The Sub-Fund's emissions have been added to the calculation and assessed using inputs provided by the Sub-Fund and calculated with the myclimate CO₂ emission calculator.

PAI 1 scope 3 is calculated using proxy data, focusing primarily on the direct emissions of MFIs. These emissions are estimated based on the country's per capita emissions as reported in the EDGAR GHG Emissions 2024 Database, multiplied by the number of clients and adjusted with a working hours attrition factor alongside an additional 41% adjustment factor derived from relevant studies. To improve accuracy and avoid data distortion, the calculation incorporates an average outstanding loan balance (CGAP Consensus calculation), adjusted relative to the Gross National Income (GNI) per capita. To prevent data distortion caused by extreme values, the average outstanding loan balance is capped at 300% of the GNI per capita. This cap is specifically designed to limit the influence of outliers—particularly in cases where some microfinance providers serve microentrepreneurs with relatively large loans in countries with very low GNI per capita. Without this cap, such cases could disproportionately skew the results and lead to inaccurate interpretations of the data. Finally, the emissions are weighted using the LMDF portfolio attribution factor, as prescribed under the PCAF method. The Sub-Fund's emissions have been added to the calculation and assessed using inputs provided by the Sub-Fund and calculated with the myclimate CO₂ emission calculator.

PAI 2 and 3 are calculated per the guidelines provided in Annex 1 Regulation (EU) 2019/2088.

PAI 4 data are unavailable, but the Sub-Fund notes that MFIs do not directly derive revenues from the exploration, mining, extraction, production, processing, storage, refining or distribution in the fossil fuel sector, thus considering the specific PAI not applicable. However, to serve the spirit of the regulation in determining the impact of FMPs, efforts are being made to calculate or estimate the fossil fuel exposure of the MFI's underlying portfolio. All contracts signed by the portfolio investees forbid MFIs from engaging in any activity linked to fossil fuels.

PAI 5 is calculated using proxy data by attributing the renewable energy share in total final energy consumption as reported by the United Nations, 2024 Energy Statistics Pocketbook to the countries where the investees are located. The share of non-renewable energy consumption and non-renewable energy production of investee companies from non-renewable energy sources compared to renewable energy sources weighted for the LMDF portfolio attribution factor (PCAF method).

PAI 6 is non-applicable as MFIs do not classify as high-impact climate sectors

PAI 7 measures the number of companies in the portfolio operating in biodiversity-sensitive areas or involved in controversies with significant environmental consequences. This indicator is calculated using data collected during the pre-investment phase and as part of the investee's alignment assessment with the Sub-Fund's sustainable investment objectives. Agriculture, forestry, and livestock (hereinafter agriculture) are considered higher biodiversity risk sectors compared to other financed activities. Consequently, the Sub-Fund requires MFIs to report the share of their agricultural portfolios by branch to evaluate potential biodiversity impacts. If the agricultural portfolio in any of the branches accounts for less than 40%, the biodiversity risk is deemed low, and no branches are flagged as being in or near biodiversity-sensitive areas with activities that could harm biodiversity. However, if any branch reports an agricultural portfolio exceeding 40%, it is mapped against Key Biodiversity Areas (KBAs) using the IBAT and the Key Biodiversity Database and cross-referenced with the IUCN Red List. The mapping helps to identify branches situated within a 50 km radius of KBAs where agricultural activities could pose a threat. The share of the portfolio from branches with agricultural exposure near KBAs is weighted using the LMDF portfolio attribution factor (PCAF method) to calculate the indicator. The calculation provides an estimated risk assessment by using branch locations and portfolio distribution as proxies. Since accurately pinpointing the specific locations of end-clients' activities across the Sub-Fund's extensive outreach is highly complex, the Sub-Fund strives to offer the most reliable estimate possible.

PAI 8 is non-applicable as MFIs generate negligible emissions to water. However, to serve the spirit of the regulation in determining the impact of MFIs, efforts are being made to calculate or estimate the MFI's underlying portfolio emissions to water.

PAI 9 is non-applicable as MFIs generate negligible hazardous waste. However, to serve the spirit of the regulation in determining the impact of MFIs, efforts are being made to calculate or estimate the MFI's underlying portfolio hazardous waste ratio.

PAI 10 evaluates the proportion of companies in the portfolio that have committed significant violations of the UN Global Compact or the Organisation for Economic Cooperation and Development (OECD) Guidelines for Multinational Enterprises. The due diligence and monitoring processes include rigorous checks against specific environmental, social, and governance (ESG) criteria, ensuring that organisations adhere to a 'do no harm' policy and uphold a clear code of conduct that reflects core values and professional ethics while explicitly prohibiting harmful practices, including but not limited to human rights violations. These processes also verify that MFIs comply with standards of non-discrimination for protected categories and ensure the responsible treatment of clients, including fair business practices that avoid imposing severe hardships. Adherence to data protection standards is also a critical component. Continuous monitoring through World-Check is employed to prevent and address any serious violations, safeguarding the integrity of the portfolio.

PAI 11 is the sum of the portfolio companies' weight that has provided no evidence of a mechanism to monitor compliance with the UN Global Compact and or the Organisation for Economic Cooperation and Development (OECD) Guidelines for Multinational Enterprises. The due diligence and monitoring processes include a review of the effectiveness of the MFI systems for accountability and employee protection for the promotion of transparency and responsiveness including written human resources policies protecting employees and creating a safe working environment, transparent communication and equal opportunities and effective feedback mechanisms. The assessment aims at confirming respect for employee rights, compliance with labour laws, non-discrimination, fair compensation, and workplace safety. Considering that emerging microfinance institutions may be small in size with limited staff and limited degree of formalized procedures, it is acceptable that a small portion of the portfolio is implementing and enhancing certain practices as prescribed in the UNGC and by the OECD Guidelines.

PAI 12 is it calculated by summing the annual male payroll minus the annual female payroll and dividing by the annual male payroll.

PAI 13 is the average ratio between male and female board members in investee companies, expressed as a percentage of all board members.

PAI 14 is the proportion of investees engaged in the manufacturing or sale of controversial weapons. All investees are required to sign a contract that includes a comprehensive exclusion list, ensuring that MFIs do not participate in or provide financing for activities such as the production or trade of ammunition, weapons, or military and police equipment or infrastructure.

Table 3

PAI 5 is the absence of mechanisms for addressing grievances or complaints related to employee matters. Compliance is evaluated during the due diligence process and continues to be monitored as part of the MFI's ongoing operations. Given the small size and early developmental stage of the investees within the Sub-Fund portfolio, it is considered reasonable that a minor portion of the portfolio is actively working towards implementing and improving practices aligned with this indicator.

PAI 6 is insufficient whistle-blower protection, which is evaluated during the due diligence process and continue to be monitored as part of the MFI's operations. Given the small size and early developmental stage of the investees within the Sub-Fund portfolio, it is considered acceptable for a minor portion of the portfolio to be in the process of adopting and improving practices aligned with this indicator.



Forestry and Climate Change Fund

The Fund is dedicated to preserving and restoring forest ecosystems while addressing the urgent challenges of climate change.

Forests are the lungs of our planet – essential to life yet disappearing at an alarming rate. The Fund was born out of this urgency and hope: the urgency to act against climate change and the hope that sustainable investment can restore what has been lost. We invest in reforestation, sustainable land use and community stewardship to protect vital ecosystems and capture carbon at scale, to heal the planet through forest-based solutions.

In response to growing supply chain disruptions and environmental degradation, the Fund has strengthened its strategy to place greater emphasis on biodiversity conservation and ecosystem reliance. Recognizing that healthy forests are not only carbon sinks but also rich habitats, we now integrated biodiversity metrics into project selection and monitoring.

Additionally, we have expanded our technical assistance to help local partners adapt sustainable harvesting practices, improve traceability and build climate-resilient supply chains.

This strategy shift ensures that our investments are protecting critical species, support livelihoods and remain adaptable in an increasingly volatile global economy.





Forestry and Climate Change Fund



USD **9,6**_m

Group revenue up-to-December 2024

10

Partners financed since inception

— **22%**

Employees are women

— **112**

Jobs created

— **4**

Countries

USD **0,4**_m

Capital disbursed in the last 12 months

26.500 ha

Area of SDF secured for management

USD **6,4**

Committed to value-chain companies

— **30**

Lesser-known species commercialized

— **4**

Communities directly impacted

— **3**

Landowners FCCF invested in directly

157.734 tCO₂

Sequestration of greenhouse gas

46.010 m³

Roundwood volume processed to date

98%

Of people employed from local communities

Note: The figures stated in this section of the report relating to information received from investees are as at 31 December 2024 and largely based on unaudited information.

Investment map – Central America



Growing forests, cooling the planet



*SDF: Secondary and Degraded Forests

Financial Statements– FCCF

The following audited financial statements provide a transparent view of FCCF financial health and performance for the reporting period of 2024 April to 2025 March, They include Statement of Net Assets, Statement of operations and other changes in net assets and offering insights into how we manage capital, allocate resources and sustain our operations, These statements reflect our commitment to accountability and our disciplined approach to achieving both financial and social returns.



// 1 **Statement net assets**

as at 31 March 2025

Assets	Notes	USD
Shares (and equity-type securities)		2.511
Loan agreements	10	2.667.860
Cash and savings at banks		2.614.490
Interest receivable on portfolio		81.557
Interest receivable on bank accounts and term deposits		2.662
Receivable on matured investments		240.450
VAT receivable		47.652
Deferred charges and other receivables and assets	12	1.998
Total assets		5.659.179
Liabilities	Notes	USD
Accrued expenses and other payables	13	166.736
Total liabilities		166.736
Net assets at the end of the year		5.492.443
I Class shares outstanding		96.972,13
Net asset value per I Class share		-
J Class shares outstanding		68.118,24
Net asset value per J Class share		80,63

The accompanying notes form an integral part of this report



// 2 Statement of operations and other changes in net assets

from 1 April 2024 to 31 March 2025

Income	Notes	USD
Interest on loan agreements		140.671
Comission on Loan agreemenet		222
Interest on term deposit		76.180
Interest on current account		50.199
Total income		267.272
Expenses		
AIFM fees	4	20.000
Advisory fees	4	150.000
Sub-advisory fees		23.512
Salary, wages and compensation of Administrative Team	4,17	100.492
Depository fees		19.836
Administrative Agent, Registrar and Transfer Agent fees		55.981
Audit fees		33.178
Rent and Information technology fees		24.750
Other administration costs	14	68.152
Subscription tax	5	2.975
Total expenses		498.876
Net investment income		(231.604)

The accompanying notes form an integral part of this report



// 2 Statement of operations and other changes in net assets

Net realised gain/(loss)	Notes	USD
On investments		-
On foreign exchange transactions	11	(1.069)
Realised result		(1.069)
Net variation of the unrealised gain/(loss)		
On investment portfolio		
Variation of impairment on loans	10	(1.920.838)
Variation of provisions on unpaid interest		(512.900)
Variation of valuation of equity investments		(976.453)
Variation due to changes in the foreign exchange rate		(24.902)
Total variation on investment portfolio		(3.435.093)
On foreign exchange transactions		2.536
Unrealised result		(3.432.558)
Result of operations		(3.665.231)
Subscriptions		-
Redemptions		-
Total changes in net assets		(3.665.231)
Total net assets at the beginning of the year		9.157.675
Total net assets at the end of the year		5.492.443

The accompanying notes form an integral part of this report



// 3 Statistical information

as at 31 March 2025

	Note	Class I	Class J	Total
Shares outstanding at the beginning of the year		96.972,129	68.118,241	165.090,37
Issued during the year		-	-	-
Redeemed during the year		-	-	-
Outstanding at the end of the year		96.972,13	68.118,24	165.090,37
Net asset value per share (USD)		-	80,63	
Net asset value by share class (USD)	2	-	5.492.443	5.492.443
Percentage of total net assets		0,0%	100,0%	0,0%

The accompanying notes form an integral part of this report





// 4 Statement of investments and other net assets

as at 31 March 2025

Instrument // Partners	Notes	Country	Maturity	Ccy	Quantity // Nominal value	Total value (in USD)	% of Committed Capital
Financial instruments not admitted to an official stock-exchange listing nor dealt in on another regulated market							
Shares and equity-type securities							
Woodpecker de Nandayuré S.A.		Costa Rica		USD	712.650	2.511	0,0%
Forestal Naj-Ché S.A.		Guatemala		USD	449.980	-	0,0%
BluWood Industries S.A.		Costa Rica		USD	200.000	-	0,0%
In The Woods by Fundecor S.A.		Costa Rica		USD	205.800	-	0,0%
Operaciones Forestales Sostenibles S.A.		Costa Rica		USD	180.237	-	0,0%
Fundecor Bosques S.A.		Costa Rica		USD	147.000	-	0,0%
Simplemente Madera Marketplace S.A.		Nicaragua		NIO	25.398	-	0,0%
Izabal Wood Company S.A.		Guatemala		GTQ	400	-	0,0%
Sub-total						2.511	0,0%
Loan agreements							
BluWood Industries S.A.		Costa Rica	30/05/1931	USD	1.460.426	1.511.521	10,2%
Woodpecker de Nandayuré S.A.		Costa Rica	30/10/2024	USD	150.000	150.000	1,0%
BluWood Industries S.A.		Costa Rica	29/10/2027	USD	140.000	146.390	1,0%
Izabal Wood Company S.A.	10	Guatemala	30/04/2030	USD	170.000	140.000	0,9%
Woodpecker de Nandayuré S.A.		Costa Rica	30/04/2024	USD	100.000	108.375	0,7%
Woodpecker de Nandayuré S.A.		Costa Rica	30/04/2024	USD	100.000	108.375	0,7%
Conjunto Predial Agrosilvicultores de Nuevo Becal, S.P.R. DE R.L.		Mexico	29/10/2027	MXN	2.115.239	106.192	0,7%
Woodpecker de Nandayuré S.A.		Costa Rica	30/10/2024	USD	100.000	100.000	0,7%
Woodpecker de Nandayuré S.A.		Costa Rica	28/03/2025	USD	100.000	100.000	0,7%
Forestal Naj-Ché S.A.	10	Guatemala	30/10/2029	USD	145.000	90.000	0,6%
BluWood Industries S.A.		Costa Rica	29/10/2027	USD	100.000	104.564	0,7%
Operaciones Forestales Sostenibles S.A.	10	Costa Rica	28/10/2022	USD	50.000	50.000	0,3%
Fundecor Bosques S.A.	10	Costa Rica	30/04/2032	USD	200.000	-	0,0%
Operaciones Forestales Sostenibles S.A.	10	Costa Rica	30/10/2024	USD	100.000	27.000	0,2%
In The Woods by Fundecor S.A.	10	Costa Rica	29/04/2022	USD	100.000	7.000	0,0%
Forestal Naj-Ché S.A.	10	Guatemala	30/01/2030	USD	140.000	-	0,0%
Forestal Naj-Ché S.A.	10	Guatemala	29/10/2027	USD	170.000	-	0,0%
Forestal Naj-Ché S.A.	10	Guatemala	28/06/2023	USD	380.000	-	0,0%
Forestal Naj-Ché S.A.	10	Guatemala	28/10/2027	USD	150.000	-	0,0%
Fundación Naturaleza Para la Vida	10	Guatemala	31/12/2030	USD	20.767	-	0,0%
Fundecor Bosques S.A.	10	Costa Rica	30/06/2023	USD	310.000	-	0,0%
Fundecor Bosques S.A.	10	Costa Rica	30/10/2023	USD	250.000	-	0,0%
In The Woods by Fundecor S.A.	10	Costa Rica	30/10/2022	USD	120.000	-	0,0%
In The Woods by Fundecor S.A.	10	Costa Rica	31/10/2021	USD	100.000	-	0,0%
In The Woods by Fundecor S.A.	10	Costa Rica	30/04/2026	USD	99.640	-	0,0%
In The Woods by Fundecor S.A.	10	Costa Rica	28/10/2022	USD	80.000	-	0,0%
Izabal Wood Company S.A.	10	Guatemala	30/10/2026	USD	330.000	-	0,0%
Izabal Wood Company S.A.	10	Guatemala	29/10/2027	USD	610.000	-	0,0%
Izabal Wood Company S.A.	10	Guatemala	30/10/2028	USD	350.000	-	0,0%
Izabal Wood Company S.A.	10	Guatemala	29/10/2027	USD	192.000	-	0,0%
Izabal Wood Company S.A.	10	Guatemala	30/04/2023	USD	149.490	-	0,0%
Izabal Wood Company S.A.	10	Guatemala	30/10/2025	USD	129.915	-	0,0%
Izabal Wood Company S.A.	10	Guatemala	30/04/2026	USD	100.000	-	0,0%
Izabal Wood Company S.A.	10	Guatemala	29/10/2027	USD	65.000	-	0,0%
Izabal Wood Company S.A.	10	Guatemala	29/02/2024	USD	29.650	-	0,0%
Izabal Wood Company S.A.	10	Guatemala	30/10/2024	USD	13.000	-	0,0%
Izabal Wood Company S.A.	10	Guatemala	30/10/2025	USD	55.000	-	0,0%
Izabal Wood Company S.A.	10	Guatemala	30/10/2025	USD	55.000	-	0,0%
Operaciones Forestales Sostenibles S.A.	10	Costa Rica	30/04/2026	USD	275.386	-	0,0%
Operaciones Forestales Sostenibles S.A.	10	Costa Rica	31/10/2023	USD	30.000	-	0,0%
Operaciones Forestales Sostenibles S.A.	10	Costa Rica	30/10/2024	USD	20.000	-	0,0%
Simplemente Madera Marketplace S.A.	10	Nicaragua	18/08/2019	USD	156.000	-	0,0%
Sub-total						2.749.417	18,5%
Total						2.751.928	18,6%
Receivable on matured investments						240.450	1,6%
Cash at banks, term deposits and savings accounts						2.614.490	17,6%
Other net assets / liabilities						(114.424)	(0,8%)
Total net assets						5.492.443	37,0%

The accompanying notes form an integral part of this report

// 5 Statement of investments by investee and type

As at 31 March 2025

Investee	Instrument type	Cost Price (in USD)	Total Value (in USD)	Difference (in USD)	% of Committed Capital
BluWood Industries S.A.					
	1. Equity	213.000	-	(213.000)	0,0%
	4. Capex Loan	1.460.426	1.511.521	51.095	10,2%
	5. Working Capital	240.000	250.954	10.954	1,7%
Sub-total		1.913.426	1.762.475	(150.951)	11,9%
Woodpecker de Nandayuré S.A.					
	1. Equity	712.650	2.511	(710.139)	0,0%
	5. Working Capital	550.000	566.750	16.750	3,8%
Sub-total		1.262.650	569.261	(693.389)	3,8%
Izabal Wood Company S.A.					
	1. Equity	5.216	-	(5.216)	0,0%
	2. Subordinated loan	279.404	-	(279.404)	0,0%
	3. Natural Capital Loan	379.650	-	(379.650)	0,0%
	4. Capex Loan	665.000	140.000	(525.000)	0,9%
	5. Working Capital	925.000	-	(925.000)	0,0%
Sub-total		2.254.270	140.000	(2.114.270)	0,9%
Conjunto Predial Agrosilvicultores de Nuevo Becal, S.P.R. DE R.L.					
	4. Capex Loan	104.484	106.192	1.708	0,7%
Sub-total		104.484	106.192	1.708	0,7%
Forestal Naj-Ché S.A.					
	1. Equity	449.980	-	(449.980)	0,0%
	3. Natural Capital Loan	465.000	90.000	(375.000)	0,6%
	4. Capex Loan	140.000	-	(140.000)	0,0%
	5. Working Capital	380.000	-	(380.000)	0,0%
Sub-total		1.434.980	90.000	(1.344.980)	0,6%
Operaciones Forestales Sostenibles S.A.					
	1. Equity	180.237	-	(180.237)	0,0%
	3. Natural Capital Loan	425.386	77.000	(348.386)	0,5%
	5. Working Capital	50.000	-	(50.000)	0,0%
Sub-total		655.623	77.000	(578.623)	0,5%
Fundecor Bosques S.A.					
	1. Equity	147.000	-	(147.000)	0,0%
	3. Natural Capital Loan	310.000	-	(310.000)	0,0%
	4. Capex Loan	200.000	-	(200.000)	0,0%
	5. Working Capital	250.000	-	(250.000)	0,0%
Sub-total		907.000	-	(907.000)	0,0%
In The Woods by Fundecor S.A.					
	1. Equity	205.800	-	(205.800)	0,0%
	4. Capex Loan	100.000	7.000	(93.000)	0,0%
	5. Working Capital	399.640	-	(399.640)	0,0%
Sub-total		705.440	7.000	(698.440)	0,0%
Fundación Naturaleza Para la Vida					
	3. Natural Capital Loan	20.767	-	(20.767)	0,0%
Sub-total		20.767	-	(20.767)	0,0%
Simplemente Madera Marketplace S.A.					
	1. Equity	81.386	-	(81.386)	0,0%
	5. Working Capital	156.000	-	(156.000)	0,0%
Sub-total		237.386	-	(237.386)	0,0%
Total financial instruments		9.496.027	2.751.928	(6.744.099)	18,6%

The accompanying notes form an integral part of this report

//6 Statement of investments by instrument

Type of Instrument	Cost Price (in USD)	Total Value (in USD)	Difference (in USD)	% of Committed Capital
Equity	1.995.270	2.511	(1.992.759)	0,0%
Subordinated loan	279.404	-	(279.404)	0,0%
Natural Capital	1.600.803	167.000	(1.433.803)	1,1%
Capex Loan	2.669.910	1.757.713	(912.197)	11,9%
Working Capital	2.950.640	824.704	(2.125.936)	5,6%
Total	9.496.027	2.751.928	(6.744.099)	18,6%

//7 Statement of investments by geography

Country	Cost Price (in USD)	Total Value (in USD)	% of Committed Capital
Costa Rica	5.444.139	2.415.736	16,3%
Guatemala	3.710.017	230.000	1,6%
Mexico	104.484	106.192	0,7%
Nicaragua	237.386	-	0,0%
Total	9.496.027	2.751.928	18,6%

//8 Evolution of NAV

	NAV/Share as at 31 March 2025 in USD	NAV/Share as at 31 March 2024 in USD	NAV/Share as at 31 March 2023 in USD	Initial subscription price in USD
Class I Shares	0,00	24,19	41,80	100,00
Class J Shares	80,63	100,00	100,00	100,00
Total Net Assets	5.492.443	9.157.675	10.865.508	

	Performance financial year	Performance financial year	Performance financial year	Performance since inception
Class I Shares	(100,0%)	(42,1%)	(17,7%)	(100,0%)
Class J Shares	(19,4%)	0,0%	0,0%	(19,4%)

The accompanying notes form an integral part of this report





Sustainability related disclosures

– FCCF (unaudited)

Periodic disclosure for the financial products referred to in Article 9, paragraphs 1 to 4a, of Regulation (EU) 2019/2088 and Article 5, first paragraph, of Regulation (EU) 2020/852

Product name: Investing for Development SICAV – Forestry and Climate Change Fund
Legal entity identifier: 549300EROXSJ9OX6F55

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.

Sustainable Investment Objective

Did this financial product have a sustainable investment objective?

☒ Yes ☐ No

☒ it made sustainable investments with an environmental objective: 50%

☐ it promoted Environmental/Social (E/S) characteristics and while it did not have as its objective a sustainable investment, it had a proportion of ____% of sustainable investments

☐ in economic activities that qualify as environmentally sustainable under the EU Taxonomy

☐ 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

☐ with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy

☐ with a social objective

☐ It made sustainable investments with a social objective: 0 %

☐ It promoted E/S characteristics, but did not make any sustainable investments

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.



To what extent was the sustainable investment objective of this financial product met?

The Forestry and Climate Change Fund (FCCF) aims to make sustainable investments under Article 9 of Regulation (EU) 2019/2088 by investing in innovative forest management and business models that enhance natural capital, develop sustainable wood value chains, and promote equity and inclusion.

The Sub-Fund aims to restore and sustainably manage secondary and degraded tropical forests to combat climate change, preserve biodiversity, and support local communities.

The Sub-Fund achieved the sustainable investments by investing in Central America, focusing on the restoration and sustainable management of degraded tropical forests. Key countries where the Sub-Fund has been active include Mexico, Costa Rica, and Guatemala. In Mexico, FCCF supports sustainable forest management efforts in Campeche; in Costa Rica, it has backed projects based on sustainable wood transformation in Guanacaste; and in Guatemala, it has invested in several initiatives covering both sustainable forestry management and wood value chains. These projects aim to enhance biodiversity, increase carbon sequestration, and support local communities by promoting sustainable forestry practices and building resilient, traceable and certified supply chains.

The Sub-Fund does pursue environmental objectives as per Article 9 of EU Regulation 2020/852 and, but it is not aligned to any reference benchmark and the EU Taxonomy.

Sustainability indicators measure how the sustainable his financial product are attained.

● How did the sustainability indicators perform?

The Sub-Fund places a strong emphasis on delivering customized and innovative solutions tailored to the need of forestry enterprises, community-based organizations, and small landowners engaged in reforestation, sustainable harvesting, and wood processing.

The key performance indicators used to measure the attainment of the sustainable investment objective are presented in the table below:

	FY 2025	FY 2024	FY 2023
Natural Capital			
Areas of SDF secured for management (ha)	26.500	10.511	11.995
Carbon sequestration (tCO ₂) ^a	157.734	108.463	45.925
Value chain			
Volume of timber produced (m ³) ^a	46.010	39.134	34.965
Landowner FCCF invested directly	3	8	8
Equity and inclusion			
Communities directly impacted	4	7	8
Job created	112	128	116
Women employed (%)	22	15	16
Communities employed (%)	98	93	73

Source: Unique land use GmbH annual and semi-annual report, FCCF annual report, ^aCumulative figure since the Sub-Fund inception. Information in the table are un-audited and provided by the Advisor to the Sub-Fund.

No derivatives were used to achieve the sustainability objectives of the fund.

● ...and compared to previous periods?

The performance of the Sub-Fund sustainability indicators shows a consistent upward trend. In terms of natural capital, the area secured for management more than doubled from the financial year 2024 (10.511 ha) to 2025 (26.500 ha), followed by a substantive increase in the cumulative carbon sequestration from 108.463 tCO₂ to 157.734 tCO₂, indicating a substantial enhancement in environmental impact. In the value chain, timber production rose steadily each year, reaching 46.010 m³ in FY-2025, up from 39.134 m³ in FY-2024 and 34.965 m³ in FY-2023. In FY-2025, equity and inclusion efforts broadened despite fewer communities being reached (4 vs. 8 in FY-2023). Community employment rose to 98%, and employment of women increased to 22% of all jobs, showing stronger, more inclusive engagement. Job creation totaled 112, slightly below FY-2024.

● How did the sustainable investments not cause significant harm to any sustainable investment objective?

The Sub-Fund is commitment to do not create significant harm (DNSH) while pursuing its investment goals. This principle ensures that all funded activities are screened and managed to avoid causing significant adverse effects on environmental or social dimensions. The Sub-Fund integrates DNSH through its environmental and social due diligence practices, aligned to international standards. The Fund is externally assessed on its practices through the Operating Principles for Impact Management.

The Sub-Fund emphasizes proactive risk mitigation, particularly in areas like biodiversity, community rights, and climate resilience, ensuring that its forestry and climate investments contribute positively without undermining other sustainability goals.



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

The Sub-Fund actively addresses potential adverse impacts on sustainability by embedding environmental and social safeguards into its investment strategy. The Sub-Fund avoids direct land acquisition and emphasizes respect for local and indigenous communities, ensuring that forestry projects do not disrupt local livelihoods or ecosystems.

The Sub-Fund collects and report Principal Adverse Impact (PAI) data, using information from investees and external data sources where available. However, due to the challenges of gathering accurate data from small and medium-sized enterprises and communities in developing countries, the results may contain errors. Recognizing this, the Sub-Fund is committed to improving its methodologies in line with evolving regulatory standards and will continue working with different partners to enhance data accuracy and transparency.

The PAI-indicators considered were:

Table 1	
Indicator 1	Greenhouse gas (GHG) emissions (Scope 1, 2, 3 and Total)
Indicator 2	Carbon footprint
Indicator 3	GHG intensity of investee companies
Indicator 5	Share of non-renewable energy consumption and production
Indicator 7	Activities negatively affecting biodiversity-sensitive
Indicator 10	Violations of UN Global Compact principles and Organization for Economic Cooperation and Development (OECD) Guidelines for Multinational Enterprises
Indicator 11	Lack of processes and compliance mechanisms to monitor compliance with UN Global Compact principles and OECD Guidelines for Multinational Enterprises
Indicator 12	Unadjusted gender pay gap
Indicator 13	Board gender diversity
Indicator 14	Exposure to controversial weapons (antipersonnel mines, cluster munitions, chemical weapons and biological weapons)

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.

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

The Sub-Fund ensures that its sustainable investments are aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights. The Sub-Funds' investments decision is guided by an Environmental and Social Principles Statement (ES Principles) implemented through an internal procedure manual, the Environmental and Social Management System (ESMS), that explicitly commits to respecting and protecting fundamental human rights, conducting business with a rights-based approach, and applying proper due diligence throughout the investment cycle.

The Sub-Fund adopts a rights-based approach across its operations, particularly in relation to vulnerable groups such as small forest owners, indigenous peoples, women, and local communities. The ES Principles and ESMS requires human rights due diligence throughout the investment cycle, including processes to identify, prevent, and mitigate adverse impacts. It also mandates that investees establish mechanisms to remediate any harm caused or contributed to.



How did this financial product consider principal adverse impacts on sustainability factors?

The Sub-Fund collected and reported principal adverse impact (PAI) data to the best of its ability, either by gathering information directly from the investees or by utilizing external data providers and proxy sources. However, obtaining PAIs from forestry enterprises, community-based organizations, and small landowners operating in developing countries presents challenges.

As regulatory standards and industry methodologies for assessing PAIs are still evolving, efforts are focused on collaborating with the investees and data providers to estimate or calculate the exposure of the investees' underlying portfolios to specific PAIs, especially those related to climate and other environment-related indicators.

		Metric	FY 2024 impact recorded	Data Coverage 2024	
Climate and other environment-related indicators					
Greenhouse gas emissions		Scope 1 GHG emissions	tCO ₂ e	67	60%
	1.GHG emissions	Scope 2 GHG emissions	tCO ₂ e	1.1	60%
		Scope 3 GHG emissions	tCO ₂ e	N/A	N/A
		Total GHG emissions	tCO ₂ e	68	40%
		2. Carbon footprint	tCO ₂ e/Meur	0,00001	60%
	3. GHG intensity of investee companies	tCO ₂ e/Meur	22	60%	
	4. Exposure to companies active in the fossil fuel sector	%	N/A	N/A	
	5. Share of non-renewable energy consumption and production	%	25%	100%	
	6. Energy consumption intensity per high impact climate sector	%	N/A	N/A	
	7. Activities negatively affecting biodiversity-sensitive areas	%	0%	100%	
Water	8. Emissions to water	t/Meur	N/A	N/A	
Waste	9. Hazardous waste ratio	t/Meur	N/A	N/A	
Indicators for social and employee matters, respect for human rights, anti-corruption and anti-bribery matters					
Social and employment matters	10. Violations of UN global Compact principles and Organisation for Economic Cooperation and Development (OECD) Guidelines for Multinational Enterprises	%	0%	100%	
	11. Lack of processes and compliance mechanisms to monitor compliance with UN Global Compact principles and OECD Guidelines for Multinational Enterprises	%	56%	50%	
	12. Unadjusted gender pay gap	%	65%	20%	
	13. Board gender diversity	%	21%	100%	
	14. Exposure to controversial weapons (antipersonnel mines, cluster munitions, chemical weapons and biological weapons)	%	0%	100%	

tCO₂e in tonnes of CO₂ equivalent emissions; Meur in millions of euros; GWh Gigawatt hours; t tonnes; % percentage
N/A Not applicable. Figures in the table are un-audited. See Appendix: Qualitative explanation for each PAI-indicator and its calculation method.

The list includes the investments constituting the greatest proportion of investments of the financial product during the reference period which is 1 April 2024 - 31 March 2025.



What were the top investments of this financial product?

Largest investments	Sector	% of Net Assets	Country
BluWood Industries S.A.	Wood transformation	26.1%	Costa Rica
Woodpecker de Nandayuré S.A.	Wood transformation	11.0%	Costa Rica
Izabal Wood Company S.A.	Wood transformation	6.3%	Guatemala
Forestal Naj-Ché S.A.	Forest management	4.4%	Guatemala
Fundecor Bosques S.A.	Wood transformation	1.6%	Costa Rica



What was the proportion of sustainability-related investments?

The Sub-Fund maintained on average 53% of its total net assets in sustainable investments. Non-sustainable investments were constituted principally of liquid assets not yet invested.

What was the asset allocation?

The Sub-Fund did not achieve the 80% sustainable investments target as of March 2025 (primarily caused by the increase in the portion in liquid assets as the value of the portfolio decreased over time) but held an average position of 53% of total net assets in sustainable investments across the fiscal year.



Asset allocation
describes the share of investments in specific assets.

Taxonomy-aligned activities are expressed as a share of:

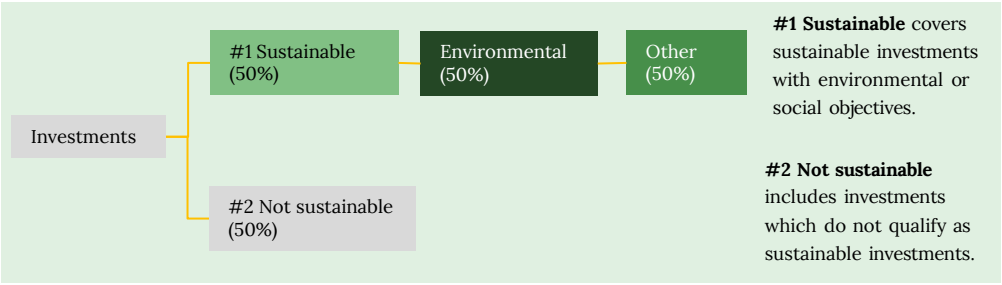
- turnover reflecting the share of revenue from green activities of investee companies
- capital expenditure (CapEx) showing the green investments made by investee companies, e.g. for a transition to a green economy.
- operational expenditure (OpEx) reflecting green operational activities of investee companies.

Enabling activities directly enable other activities to make a substantial contribution to an environmental objective.

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

Enabling activities directly enable other activities to make a substantial contribution to an environmental objective

Transitional activities are economic activities for which low-carbon alternatives are not yet available and that have greenhouse gas emission levels corresponding to the best performance.



● **In which economic sectors were the investments made?**

The investments made throughout the year 2024-25 were only directed to support the expansion of activities of forestry enterprises, community-based organizations, and small landowners operating in Central America and thus are all classified as wood transformation and sustainable forest management sectors.

The Sub-Fund does not invest in fossil fuels but focuses on financing promising microfinance providers. To address environmental risks, the Sub-Fund employs an exclusion list that prohibits investments likely to cause significant negative environmental impacts.



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

Not applicable as the Sub-Fund pursues environmental objectives, but it is not aligned with the EU Taxonomy.

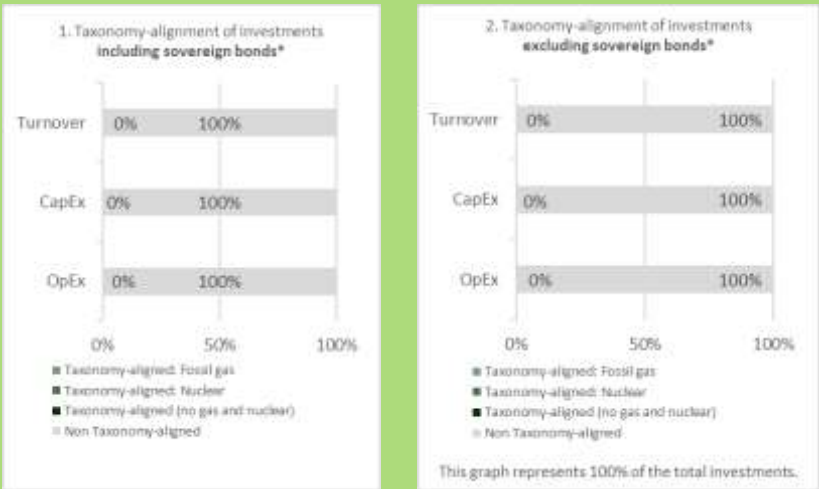
● **Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy?**

☐ Yes:

☒ In fossil gas ☒ In nuclear energy

☒ No

The graphs below show in green the percentage of investments that were 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.



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

The Sub-Fund does pursue an environmental objective as defined by Article 9 of EU Regulation 2020/852, but all investments made by the Sub-Fund are classified as non-taxonomy aligned.

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 no significant harm to 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.

● **What was the share of investments made in transitional and enabling activities?**

Not applicable, as the Sub-Fund pursues an environmental investment objective but is not currently aligned with the EU Taxonomy.

● **How did the percentage of investments aligned with the EU Taxonomy compare with previous reference periods?**

Not applicable. The Sub-Fund does pursue an environmental objective as defined by Article 9 of EU Regulation 2020/852, but all investments made by the Sub-Fund are classified as non-taxonomy aligned.



What was the share of sustainable investments with an environmental objective that were not aligned with the EU Taxonomy?

The Sub-Fund maintained on average 53% of its total net assets in sustainable investments. Non-sustainable investments were constituted principally of liquid assets not yet invested.

The Sub-Fund does pursue an environmental objective as defined by Article 9 of EU Regulation 2020/852, but all investments made by the Sub-Fund are classified as non-taxonomy aligned.



What was the share of socially sustainable investments?

The Sub-Fund's portfolio is predominantly composed of financial instruments to small and medium-sized enterprises and communities.

Throughout the year, the proportion of sustainable investments in the portfolio was as depicted in the table below:

Valuation Day	% of sustainable investments (as % of net assets)
31 March 2025	50,1%
31 December 2024	51,9%
30 September 2024	51,9%
30 June 2024	58,2%
31 March 2024	58,2%
31 December 2023	60,3%
30 September 2023	60,3%
30 June 2023	49,3%



What investments were included under “not sustainable”, what was their purpose and were there any minimum environmental or social safeguards?

The Sub-Fund held part of net assets in liquid assets classified as non-sustainable investments. In selecting local credit institutions where the Sub-Fund places liquid assets, it considered minimum environmental or social safeguards.

This includes the credit institution's commitment to sustainability, such as their membership in the Inspiring More Sustainability (IMS) network, Luxembourg's branch of CSR Europe, or their offering of sustainable investment products.

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



What actions have been taken to attain the sustainable investment objective during the reference period?

During the 2024 reporting period, the Sub-Fund undertook several actions to advance its sustainable investment objectives. These included expanding forest areas under sustainable management, promoting fair and inclusive timber value chains, and supporting socio-economic development in local communities. Key achievements included managing 26.500 ha of forest and generating over 157.000 tCO₂e in carbon benefits. Timber production reached 46.010 m³, while employment creation totaled 112 full-time equivalents (FTE), with 98% from local communities and 22% women. The Sub-Fund also supported technical assistance (TA) and capacity building, particularly through LuxDev, to improve governance, accounting systems, and operational efficiency among investees. For example, Conjunto Predial in Mexico implemented digital forest inventories and expanded its managed area, while Woodpecker in Costa Rica restructured its management and production processes to improve efficiency and product quality.

Despite challenges in the overall management of operations, the Sub-Fund continued to enforce environmental and social safeguards, including Forest Stewardship Council (FSC) certification and inclusive employment practices. These actions collectively contributed to Sub-Fund's overarching goal of sustainable forest management, climate mitigation, and community development.

Reference benchmarks are indexes to measure whether the financial product attains the sustainable objective.



How did this financial product perform compared to the reference sustainable benchmark?

Not applicable as the Sub-Fund pursues environmental objectives, but it is not aligned with the EU Taxonomy.

● How did the reference benchmark differ from a broad market index?

This question does not apply as no reference benchmark has been used for the purpose of attaining the sustainable investment objective.

● How did this financial product perform with regard to the sustainability indicators to determine the alignment of the reference benchmark with the sustainable investment objective?

This question does not apply as no reference benchmark has been used for the purpose of attaining the sustainable investment objective.

● How did this financial product perform compared with the reference benchmark?

This question does not apply as no reference benchmark has been used for the purpose of attaining the sustainable investment objective.

● How did this financial product perform compared with the broad market index?

This question does not apply as no reference benchmark has been used for the purpose of attaining the sustainable investment objective.

Annex A: Qualitative explanation for each PAI indicator and its calculation method

Table 1

PAI 1 Scope 1	Financed emissions for business loans and unlisted equity are calculated using the PCAF method. Physical activity-based emissions are determined by collecting primary data from investees and converting it using emission factors from the EDGAR GHG Emissions 2024 Database.
PAI 1 Scope 2	Calculated using proxy data, specifically as a share of indirect emissions from electricity and heat (MCO ²) reported by the IEA. This is based on the investees' country electricity consumption, total staff, and a working hours attrition factor.
PAI 1 Scope 3	Data not available. However, to comply with regulations, efforts are being made to estimate Scope 3 GHG emissions
PAI 2 and PAI 3	Calculated per the guidelines provided in Annex 1 Regulation (EU) 2019/2088.
PAI 4	The investees do not generate revenue from activities in the fossil fuel sector, such as exploration, mining, extraction, production, processing, storage, refining, or distribution.
PAI 5	Calculated using proxy data by attributing the renewable energy share in total final energy consumption as reported by the United Nations, 2024 Energy Statistics Pocketbook to the countries where the investees are located.
PAI 6	Non-applicable as the investees do not classify as high-impact climate sectors.
PAI 7	The Sub-Fund has implemented adequate safeguards to ensure that biodiversity is preserved and not negatively impacted.
PAI 8	Data not available. However, to comply with regulations, efforts are being made to estimate the potentially emission to water ratio of the portfolio.
PAI 9	The investees generate negligible hazardous waste. However, to comply with regulations, efforts are being made to estimate the potentially hazardous waste ratio of the portfolio.
PAI 10	The Sub-Fund maintains regular contact with the investees and monitors them using World Check to ensure no serious violations occur.
PAI 11	Some of the investees are either in the process of acquiring FSC certification or have not yet obtained it. Those that are not yet certified are considered not fully aligned with the specific principle.
PAI 12	Calculated by summing the annual male payroll minus the annual female payroll and dividing by the annual male payroll. Women are typically involved in full- or part-time clerical and administrative roles, while men tend to work as forest engineers or owners at the investee companies.
PAI 13	Calculated as average ratio between male and female board members in investee companies.
PAI 14	Investees are committed to the forest industry and are not exposed to manufacturing or selling controversial weapons.



CONVERSE



Female Entrepreneurship Fund

Women are the backbone of countless communities, yet they remain disproportionately excluded from financial systems. Our Female Entrepreneurship Fund is not just a moral imperative – it is a powerful catalyst for economic and social transformation.

Our Fund takes a bold, international approach to gender finance, directing capital toward women-led enterprises, inclusive financial institutions, and services that empower women as borrowers, savers, and leaders. By breaking down systemic barriers and unlocking potential, we create a ripple effect that uplifts entire families and communities. This is more than an investment opportunity – it is a chance to build a more equitable, resilient future.

Together with CENPROMYPE and Total Impact Capital we enhance our capacity to deliver impactful financial solutions, particularly in regions and sectors often overlooked by traditional investors. Their combined expertise in policy articulation, enterprise support, fund management and technical assistance enables us to navigate complex markets and drive meaningful scalable change.



Fund Overview



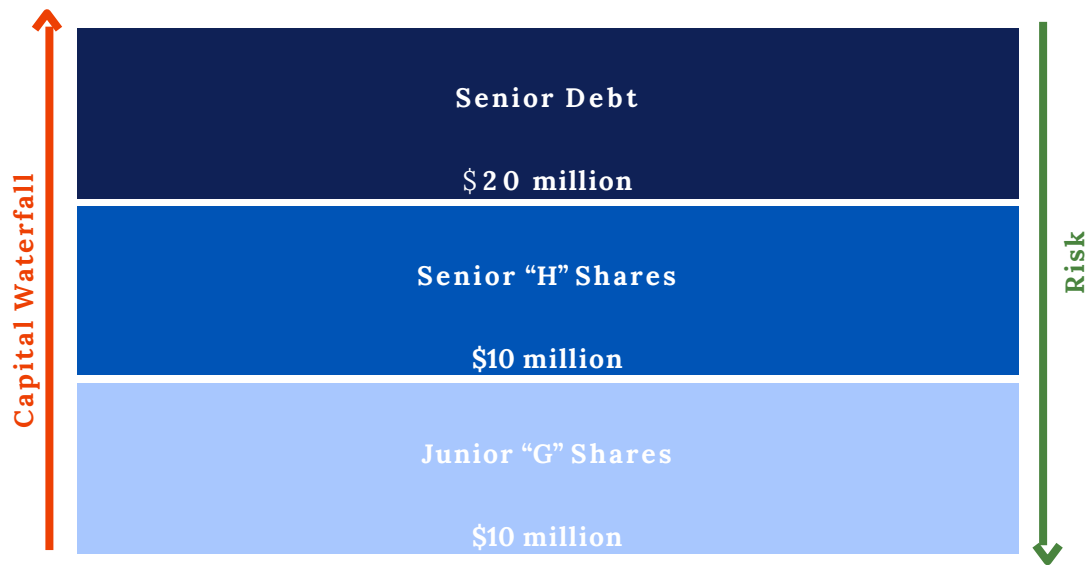
FEF is a close-ended, innovative impact fund with a 15-year tenor.



Notes are redeemable according to their maturity profile with potential re-distribution events for equity investors.



CAPITAL STRUCTURE



Clear Investment Criteria



We adhere to gender-smart businesses and developing markets in the SICA region, with FEF as a close-ended private debt fund providing loans to financial institutions with an average target size of US\$500K to US\$3M.



Objectives

We take money to where it has a socio- ecological impact. We show what kind of world we want through the projects and companies we finance, which help to drive meaningful global advancements in gender financial inclusion.

Financial Statements– FEF

The following audited financial statements provide a transparent view of FEF financial health and performance for the reporting period of 2024 April to 2025 March, They include Statement of Net Assets, Statement of operations and other changes in net assets and offering insights into how we manage capital, allocate resources and sustain our operations, These statements reflect our commitment to accountability and our disciplined approach to achieving both financial and social returns.



// 1 **Statement net assets**

as at 31 March 2025

Assets	Notes	USD
Shares (and equity-type securities) in microfinance institutions and service providers		-
Loan agreements with microfinance institutions		-
Cash and savings at banks		4.547.775
Receivables from funds posted as guarantee or collateral to FX hedging providers		-
Unrealised appreciation on swap contracts		-
Interest receivable on portfolio		-
Interest receivable on bank accounts and term deposits		-
VAT receivable		-
Formation expenses, net of amortisation	6	111.537
Deferred charges and other receivables and assets		-
Total assets		4.659.312
Liabilities	Notes	USD
Accrued expenses and other payables	13	281.520
Unrealised depreciation on forward foreign exchange contract		-
Payables on settlement of forward foreign exchange contracts		-
Total liabilities		281.520
Net assets at the end of the period		4.377.792
G Class shares outstanding		46.164
Net asset value per G Class share		94.83

The accompanying notes form an integral part of this report



// 2 Statement of operations and other changes in net assets

from 24 May 2024 to 31 March 2025

Income	Notes	USD
Interest on microfinance loan agreements		-
Net interest paid on swap contracts		-
Net interest on microfinance loan agreements		-
Commissions on microfinance loan agreements		-
Interest on bank accounts and term deposits		42.311
Total income		42.311
Expenses – Frais		
AIFM fees	4	25.241
Advisory fees	4	16.000
Salary, wages and compensation of Administration Team	4,17	86.922
Depositary fees		8.282
Administrative Agent, Registrar and Transfer Agent fees		24.399
Banking charges and other fees		124
Audit fees		14.619
Rent and Information technology fees		11.550
Amortisation of formation expenses		21.100
Other administration costs	14	81.092
Total expenses		289.329
Net investment income		(247.018)

The accompanying notes form an integral part of this report



// 2 Statement of operations and other changes in net assets

Net realised gain/(loss)	Notes	USD
On investments		-
On forward foreign exchange contracts		-
On foreign currency transactions	11	8.409
Realised result		8.409
Net variation of the unrealised gain/(loss)		
On investment portfolio / Sur portefeuille d'investissements		
Variation of impairment on microfinance loans		-
Variation of valuation of equity investments		-
Variation due to changes in the foreign exchange rate		-
Total variation on investment portfolio		-
On forward foreign exchange contracts		-
On cross-currency swap contracts		-
Unrealised result		-
Result of operations		(238.609)
Subscriptions		4.616.400
Redemptions		-
Total changes in net assets		4.377.791
Total net assets at the beginning of the period		-
Total net assets at the end of the period		4.377.791

The accompanying notes form an integral part of this report



// 3 Statistical information

as at 31 March 2025

	Note	Class G	Class H	Total
Shares outstanding at the beginning of the period		-	-	-
Issued during the period		46.164,00	-	46.164,00
Redeemed during the period		-	-	-
Outstanding at the end of the period		46.164,00	-	46.164,00
Net asset value per share (USD)		94,83	-	-
Net asset value by share class (USD)	2	4.377.791	-	4.377.791
Percentage of total net assets		100,0%	-	100,0%

// 4 Breakdown of investments and evolution of NAV

Evolution of the net asset value per share			
		31-Mar-25	At inception
Class G Shares	NAV / Share in USD	94,83	100,00
Class H Shares	NAV / Share in USD		
Financial performance by share class			
		FY 2024-25	Since inception
Class G Shares	NAV / Share % Change	(5,2%)	(5,2%)
Class H Shares	NAV / Share % Change		
Total net assets			
Total net assets	in USD	4.377.791	4.616.400
Change in total net assets	in %	(5,2%)	

The accompanying notes form an integral part of this report



Sustainability related disclosures

– FEF (unaudited)

Periodic disclosure for the financial products referred to in Article 9, paragraphs 1 to 4a, of Regulation (EU) 2019/2088 and Article 5, first paragraph, of Regulation (EU) 2020/852

Product name: Investing for Development SICAV –Female Entrepreneurship Fund
Legal entity identifier: 636700YZ2U1FVEPDB996

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.

Sustainable Investment Objective

Did this financial product have a sustainable investment objective?

☒ Yes ☐ No

☐ it made sustainable investments with an environmental objective: ____%	☐ it promoted Environmental/Social (E/S) characteristics and while it did not have as its objective a sustainable investment, it had a proportion of ____% of sustainable investments
☐ in economic activities that qualify as environmentally sustainable under the EU Taxonomy	☐ 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	☐ with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
☒ It made sustainable investments with a social objective: 0 %	☐ with a social objective
	☐ It promoted E/S characteristics, but did not make any sustainable investments

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.



To what extent was the sustainable investment objective of this financial product met?

The Sub-Fund did not make any investment during the reporting period.

The Female Entrepreneurship Facility Sub-Fund (FEF) aims to make sustainable investments under Article 9 of Regulation (EU) 2019/2088 by improving women's access to financial services. Female entrepreneurs often face biases in loan approvals, receiving lower approval rates and smaller amounts despite their documented reliability.

The Sub-Fund's goals are social and financial: enhancing credit access for women-led businesses in SICA member countries (Guatemala, Honduras, Belize, Nicaragua, Costa Rica, Panama, and the Dominican Republic) and providing a financial return to its shareholders. Investments focus on supporting financial intermediaries (FIs) with experience in SME credit and addressing gender inequality.

To achieve these objectives, a Technical Assistance Facility will support both FIs and women-led SMEs in the SICA region. Investments may include debt or other financial inclusion-related products. The Sub-Fund does not pursue environmental objectives as per Article 9 of EU Regulation 2020/852 and is not aligned to any reference benchmark.

Sustainability indicators measure how the sustainable his financial product are attained.

● *How did the sustainability indicators perform?*

The Sub-Fund has not made any investment during the reporting period and currently cannot report on any key performance indicators used to measure the attainment of the sustainable investment objective..

As soon as the first investment will be made, the Sub-Fund will report on the following:

Key performance indicator
Impact indicators at the level of the FI – Client outreach
Percentage of women clients, including SMEs led by women.
Percentage of portfolio disbursed to women during the period
Average amount disbursed to women
Percentage of loans to women with a delay of cash-flows more than 30 days (PAR 30)
Impact indicators at the level of the FI – Organization and culture
Percentage of women in the workforce
Percentage of women senior managers
Percentage of women on the Board / Board gender diversity
Gender Wage Equity / Unadjusted gender pay gap
Non-discrimination policy
Women career progression promotion / activities
Impact indicators at the level of women-led businesses
No. of loans disbursed under the FEF
Amount disbursed under the FEF
Business founded by a woman
Percentage of women in the workforce of the SME
Percentage of women as senior managers of the SME

No derivatives were used to achieve the sustainability objectives of the fund.

● *...and compared to previous periods?*

The Sub-Fund has made no investments during the current reporting period.

● How did the sustainable investments not cause significant harm to any sustainable investment objective?

No investments have been made during the reporting period.

Despite the absence of investments during the reporting period, the Sub-Fund has been committed to monitoring potential sustainability risks through rigorous due diligence during the investment process. One key method employed is the Alinus tool, an assessment framework designed for impact-driven organisations that facilitates a unified approach to measuring impact performance and implementing the Universal Standards for Social and Environmental Performance Management (SEPM). The findings from the Alinus tool are carefully reviewed and approved by the Investment Committee.

Additionally, the Sub-Fund uses a series of key performance indicators to evaluate its outreach efforts. While it does not pursue a specific environmental objective or align directly with the Paris Agreement, it adopts proactive measures, such as implementing an exclusion list, to ensure that its financing activities do not cause significant environmental harm.

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

Indicators for adverse impact cannot be reported yet due to lack of investments.

The Sub-Fund commits to gather data for the mandatory indicators outlined in Table 1 of Annex I of the final draft RTS on a best-effort basis. Regarding the mandatory Principal Adverse Impacts (PAIs) applicable to the Sub-Fund, data collection is conducted to the best extent possible. Continuous efforts are made to refine and update the methodologies used to calculate and assess these adverse impact indicators.

Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:

No investments have been made during the reporting period.

The Sub-Fund ensures alignment with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights by investing in formal, regulated financial institutions (FIs). Its due diligence process reviews labour practices, human resources policies, and mechanisms for employee protection, equal opportunities, and transparency. Client rights are assessed through the institutions' approaches to fair treatment and adherence to professional conduct standards, with a focus on avoiding discrimination and ensuring proper loan collection practices. The Sub-Fund also encourages FIs to address environmental risks, adopt green technologies, and promote financial services that engage women effectively.



How did this financial product consider principal adverse impacts on sustainability factors?

The Sub-Fund prioritises monitoring sustainability risks and principal adverse impacts (PAIs) despite the lack of investments during the reporting period. It employs due diligence methods, including institutional assessments and data collection, to evaluate financial institutions (FIs) based on governance, social impact, and environmental considerations. Key PAIs, such as greenhouse gas emissions, biodiversity impact, and gender diversity, are monitored and reported annually.

The Sub-Fund also aligns its investments with international standards like the OECD Guidelines and UN Guiding Principles on Business and Human Rights. Labour practices, employee protections, and client rights are critical areas of focus during evaluations. Additionally, it encourages FIs to adopt green initiatives and socially inclusive financial services.

To address potential risks, the Sub-Fund has established mitigation strategies, such as exclusion lists and governance reviews, ensuring compliance with social, environmental, and governance standards. While challenges in collecting PAI data remain, particularly with inclusive finance institutions in developing regions, the Sub-Fund continues to refine its methodologies and collaborate with stakeholders to enhance accuracy and impact assessments.

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.

		Metric	FY 2024 impact recorded	Data Coverage 2024
Climate and other environment-related indicators				
Greenhouse gas emissions	1.GHG emissions	Scope 1 GHG emissions	tCO ₂ e	N/A
		Scope 2 GHG emissions	tCO ₂ e	N/A
		Scope 3 GHG emissions	tCO ₂ e	N/A
		Total GHG emissions	tCO ₂ e	N/A
	2. Carbon footprint	tCO ₂ e/Meur	N/A	N/A
	3. GHG intensity of investee companies	tCO ₂ e/Meur	N/A	N/A
	4. Exposure to companies active in the fossil fuel sector	%	N/A	N/A
	5. Share of non-renewable energy consumption and production	%	N/A	N/A
	6. Energy consumption intensity per high impact climate sector	%	N/A	N/A
Water	7. Activities negatively affecting biodiversity-sensitive areas		N/A	N/A
	8. Emissions to water	t/Meur	N/A	N/A
	9. Hazardous waste ratio	t/Meur	N/A	N/A
Indicators for social and employee matters, respect for human rights, anti-corruption and anti-bribery matters				
Social and employment matters	10. Violations of UN global Compact principles and Organisation for Economic Cooperation and Development (OECD) Guidelines for Multinational Enterprises	%	N/A	N/A
	11. Lack of processes and compliance mechanisms to monitor compliance with UN Global Compact principles and OECD Guidelines for Multinational Enterprises	%	N/A	N/A
	12. Unadjusted gender pay gap	%	N/A	N/A
	13. Board gender diversity	%	N/A	N/A
	14. Exposure to controversial weapons (antipersonnel mines, cluster munitions, chemical weapons and biological weapons)	%	N/A	N/A

tCO₂e in tonnes of CO₂ equivalent emissions; Meur in millions of euros; GWh Gigawatt hours t: tonnes; % percentage
N/A Not applicable.

The list includes constituting the greatest proportion of investments of the financial product during the reference period which is: No investments made during the reporting period: May 2024 (lunch month of the Sub-Fund) – March 2025



What were the top investments of this financial product?

No investments have been made during the reporting period.



What was the proportion of sustainability-related investments?

No investments have been made during the reporting period.

The Sub-Fund commits to at least 80% of its total net assets in sustainable investments. Non-sustainable investments included a mandatory 10% reserve of liquid assets to accommodate potential redemption requests from shareholders on a quarterly basis. Additionally, the Sub-Fund held non-sustainable investments in the form of derivatives, primarily used for risk management or hedging purposes, particularly to address foreign exchange risks.

Asset allocation

describes the share of investments in specific assets.

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.

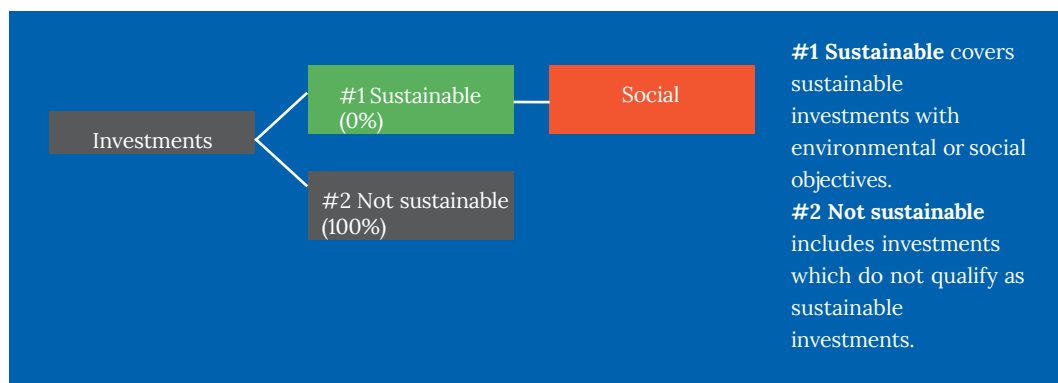
operational expenditure (OpEx) reflecting green operational activities of investee companies.

Enabling activities

directly enable other activities to make a substantial contribution to an environmental objective.

● What was the asset allocation?

No investments were made during the reporting period.



In which economic sectors were the investments made?

No investments were made during the reporting period.

The Sub-Fund does not invest in fossil fuels but focuses on financing promising financial intermediaries (FIs) to enhance the provision of services for female entrepreneurs in the SICA region. To address environmental risks, the Sub-Fund employs an exclusion list that prohibits investments likely to cause significant negative environmental impacts.



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

Not applicable as the sub-fund has a social sustainable investment strategy and does not pursue environmental objectives, for which EU Taxonomy has been defined.

● Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy?

☐ Yes:

☐ In fossil gas

☐ In nuclear energy

☒ No

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 no significant harm to 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.

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

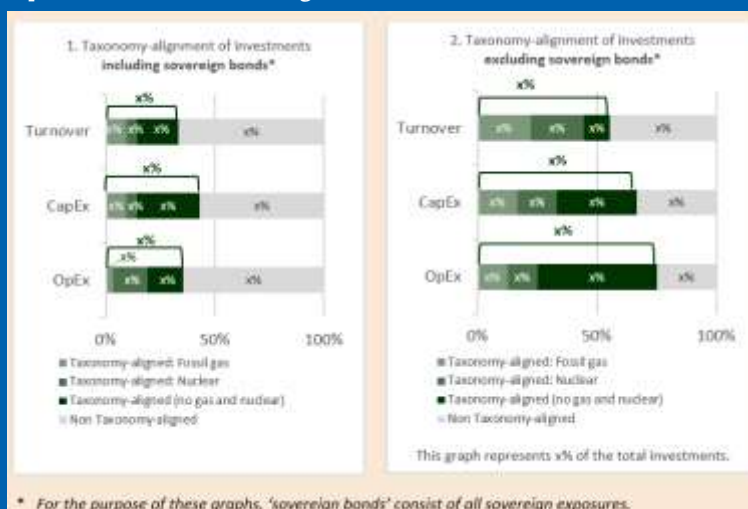
Enabling activities directly enable other activities to make a substantial contribution to an environmental objective

Transitional activities are economic activities for which low-carbon alternatives are not yet available and that have greenhouse gas emission levels corresponding to the best performance.



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

The graphs below show in green the percentage of investments that were 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.



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

The Sub-Fund does not pursue environmental objectives as defined by Article 9 of EU Regulation 2020/852. Instead, it focuses on advancing social objectives, specifically supporting financial intermediaries (FIs) experienced in SME credit and combating gender inequality. All investments made by the Sub-Fund are classified as non-taxonomy aligned.

● What was the share of investments made in transitional and enabling activities?

Not applicable as the Sub-Fund has a social sustainable investment strategy and does not pursue environmental objectives, for which EU Taxonomy has been defined.

● How did the percentage of investments aligned with the EU Taxonomy compare with previous reference periods?

Not applicable as the Sub-Fund has a social sustainable investment strategy and does not pursue environmental objectives, for which EU Taxonomy has been defined.



What was the share of sustainable investments with an environmental objective that were not aligned with the EU Taxonomy?

Not applicable as the Sub-Fund has a social sustainable investment strategy and does not pursue environmental objectives, for which EU Taxonomy has been defined.



What was the share of socially sustainable investments?

No investments have been made during the reporting period.

The Sub-Fund commits to allocate at least 80% of its net assets to sustainable investments with a social objective. It held liquid assets and derivatives for risk management purposes, which were not considered sustainable investments. Such assets may occasionally exceed 20% of the total net assets, but this is temporary and does not reflect the Sub-Fund's long-term objective.



What investments were included under “not sustainable”, what was their purpose and were there any minimum environmental or social safeguards?

The Sub-Fund allocated 10% of its net assets to liquid assets classified as non-sustainable investments to handle potential redemption requests from shareholders on a quarterly basis. Additionally, the Sub-Fund invested in derivative instruments for risk management and hedging purposes, which were not considered sustainable investments.

In selecting local credit institutions where the Sub-Fund places liquid assets, it considered minimum environmental or social safeguards. This includes the credit institution's commitment to sustainability, such as their membership in the Inspiring More Sustainability (IMS) network, Luxembourg's branch of CSR Europe, or their offering of sustainable investment products.



What actions have been taken to attain the sustainable investment objective during the reference period?

No investments have been made during the reporting period.

The Sub-Fund prioritizes financial institutions (FIs) skilled in SME lending with strong financial performance and a focus on gender equality.

The Sub-Fund evaluates sustainability risks through tools like Alinus and ensures adherence to Social and Environmental Performance Management standards. Investments are approved by the Investment Committee, with a specialised adviser monitoring social performance.

Additionally, a Technical Assistance (TA) Facility will support FIs and women-led SMEs in the SICA region, funded by donors.



How did this financial product perform compared to the reference sustainable benchmark?

● How did the reference benchmark differ from a broad market index?

This question does not apply as no reference benchmark has been used for the purpose of attaining the sustainable investment objective.

● How did this financial product perform with regard to the sustainability indicators to determine the alignment of the reference benchmark with the sustainable investment objective?

This question does not apply as no reference benchmark has been used for the purpose of attaining the sustainable investment objective.

● How did this financial product perform compared with the reference benchmark?

This question does not apply as no reference benchmark has been used for the purpose of attaining the sustainable investment objective.

● How did this financial product perform compared with the broad market index?

This question does not apply as no reference benchmark has been used for the purpose of attaining the sustainable investment objective.

Reference benchmarks are indexes to measure whether the financial product attains the sustainable objective.

Notes to the Audited Financial Statements

As at 31 March 2025

NOTE 1: GENERAL INFORMATION

/ A Structure of the SICAV

The Investing for Development SICAV ("SICAV" or "Fund") is an investment company organised as a public limited company (société anonyme) under the laws of the Grand Duchy of Luxembourg and qualifies as a société d'investissement à capital variable ("SICAV"). The Fund is authorised as an undertaking for collective investment ("UCI") under Part II of the 17th December 2010 law as amended. It qualifies as an externally managed alternative investment fund ("AIF") under the AIFM Law. The Fund is an open-ended fund. Accordingly, the Fund is authorised to issue an unlimited number of shares, all of which are without par value.

The SICAV was incorporated in Luxembourg on 7 October 2009 with an initial capital of EUR 31.000 divided into 1.240 fully paid-up shares with no par value. The capital of the SICAV is equal at all times to its net assets. The Articles were published in the Mémorial on 2 November 2009 and the SICAV is registered under trade register number R.C.S B 148826. The SICAV is incorporated for an unlimited period.

The SICAV is an umbrella fund and as such may operate separate Sub-Funds, each relating to a separate investment portfolio. Each Sub-Fund is represented by one or more classes of shares (each, a "Class"). The Fund constitutes a single legal entity. However, the assets of each Sub-Fund are invested for the exclusive benefit of the Shareholders of the corresponding Sub-Fund and the assets of a specific Sub-Fund are solely accountable for the liabilities, commitments and obligations of that Sub-Fund.

The Board of Directors of the SICAV may authorize the creation of additional sub-funds and share classes in the future.

On 15 December 2023 the SICAV has appointed BIL Manage Invest S.A. as Alternative Investment Fund Manager ("AIFM") to the SICAV in accordance with the terms and conditions of an AIFM Agreement. In this respect the AIFM is responsible for investment management services, administration, including valuation of the assets of the Sub-Funds and marketing of shares. The AIFM is further responsible for the management of conflict of interest and the control of the status of investors or shareholders. The SICAV was self-managed prior to the appointment of the AIFM.

As at the reporting date, following Sub-Funds are active:

- Luxembourg Microfinance and Development Fund
- Forestry and Climate Change Fund, and
- Female Entrepreneurship Fund.

During the financial year, the following changes were made:

- The Female Entrepreneurship Fund was launched on 24 May 2024.

No sub-funds are set-up as master-feeder structures.

The base currency of the Fund is the Euro and the financial statements of the Fund are presented in Euro.

The financial year of the Fund ends on 31 March of each year.

Copies of the Articles, the latest financial reports and the latest annual report may be obtained without cost on request from the Fund.

Copies of the material agreements mentioned in the Prospectus may be reviewed during normal business hours on any business day at the registered office of the Fund.

/ B Specific Structures of Sub-Funds

Luxembourg Microfinance and Development Fund

The Sub-Fund may issue four classes of shares, namely Class A shares, Class A_{bis} shares, Class B shares and Class C shares, each targeting different types of investors, evidencing a different level of risk, offering a target return and evidencing a different level of involvement in the Fund's governance. The initial subscription period for Class A and Class B shares ended on 18 December 2009. The initial subscription period for Class C shares ended on 31 March 2010. The initial subscription period for Class A_{bis} shares ended on 30 June 2017.

The base currency of the Sub-Fund is the Euro.

The Fund is open-ended and currently accepts subscriptions and redemptions of certain share classes on a quarterly basis.

Forestry and Climate Change Fund

The Sub-Fund was launched on 20 October 2017 for a 15-year period. The Sub-Fund has accepted commitments for two classes of shares, namely Class I shares and Class J shares, each targeting different types of investors and evidencing a different level of risk.

The base currency of the Sub-Fund is the US-Dollar.

The Sub-Fund is closed-ended and ends on 20 October 2032.

Female Entrepreneurship Fund

The Sub-Fund was launched on 24 May 2024 for a 15-year period. The Sub-Fund accepts commitments for two classes of shares, namely Class G shares and Class H shares, each targeting different types of investors and evidencing a different level of risk. The Sub-Fund may accept commitments during a 36-months period following its launch.

The Sub-Fund may utilize long term borrowings for investment purposes, aligned to the investment risks assessed and subject to the limits established in the Prospectus.

Borrowings may consist of different loans, differentiated in rank between subordinated and senior unsecured loans. The total amount of borrowings may not exceed the Total Commitments by more than one time.

The base currency of the Sub-Fund is the US-Dollar.

The Sub-Fund is closed-ended and ends on 24 May 2039.

/C Investment Objectives

Luxembourg Microfinance and Development Fund

The objective of the Sub-Fund is to make sustainable investment within the meaning of article 9 of Regulation (EU) 2019/2088 of the European Parliament and of the Council of 27 November 2019 on sustainability-related disclosures in the financial services sector (the "SFD Regulation"). The Sub-Fund aims at contributing to the alleviation of poverty in developing countries through the provision of permanent and adapted financial services to marginalised communities and individuals.

The Sub-Fund invests in promising microfinance institutions ("MFIs") that have a positive social impact so that these institutions reach financial autonomy. In pursuance of its objectives, the Sub-Fund may invest in MFIs, in networks or associations of MFIs, in regional funds, in microfinance investment vehicles ("MIVs") and in other microfinance-related products.

The Sub-Fund has two principal objectives, social and financial: (1) help socially-oriented MFIs to become long-term viable enterprises that reach more poor people and offer better services, and (2) generate sufficient income to sustain its own operations and give its shareholders a financial return that at least compensates for inflation.

The Sub-Fund invests primarily in various credit products such as senior unsecured loans. The Sub-Fund may invest on an ancillary basis in instruments having a higher risk such as subordinated loans and equity. The Sub-Fund invests in developing countries in Africa, Asia and Latin America.

Forestry and Climate Change Fund

The Sub-Fund aims at investing in a diversified portfolio of unlisted forestry management companies and operations for secondary and degraded forests (SDF). The Sub-Fund seeks a triple bottom-line: environmental impact, social progress and financial returns. The Sub-Fund seeks in particular to mitigate climate change through the sequestration and preservation of carbon in forest biomass. The Sub-Fund balances economic considerations with forest management models adapted to the different ecological conditions of secondary and degraded forests to ensure long-term sustainability of its interventions. The Sub-Fund aims at financing and developing entrepreneurial activities in the forest sector and as such will not acquire directly forests or land.

The Sub-Fund invests in equity or quasi-equity instruments including convertible debt, secured and unsecured senior or sub-ordinated debt instruments and guarantees.

The Sub-Fund invests primarily in Central American countries.

Female Entrepreneurship Fund

The objective of the Sub-Fund is to make sustainable investment within the meaning of article 9 of Regulation (EU) 2019/2088 of the European Parliament and of the Council of 27 November 2019 on sustainability-related disclosures in the financial services sector (the "SFD Regulation"). The Sub-Fund aims to contribute to the financial inclusion of women by improving access to financial services for women owned or women led small and medium sized enterprises in countries who are member of the Central American Integration System ("SICA").

In pursuance of its objectives, the Sub-Fund provides mostly debt financing to Financial

Institutions on-lending to SMEs in general and women-led SMEs in particular. The majority of the Sub-Fund's portfolio consists of senior secured or unsecured loans. The Sub-Fund may also grant subordinated loans to FIs considered to be of high solvency and with a sound business plan.

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

/A Presentation of Financial Statements

The financial statements are prepared in accordance with Luxembourg legal and regulatory requirements relating to investment funds under the going concern basis for accounting.

The accounts of the SICAV are expressed in the Euro and the accounts of each Sub-Fund are kept in the base currency of each Sub-Fund. The combined statement of net assets and the combined statement of operations and changes in net assets are the sum of the statement of net assets, the statement of operations and changes in net assets of each Sub-Fund, translated into the base currency of the SICAV, using exchange rates prevailing at period-end. For Sub-Funds having a base currency other than the Euro, the net assets at the beginning of the year disclosed in the combined statement of net assets differs from the period-end net assets of the previous annual and semi-annual reports since the exchange rate used to calculate net assets of such Sub-Funds in the previous report differs from the current period-end foreign exchange rate.

The net asset value ("NAV") of each Class of Shares of each Sub-Fund is determined as at each Valuation Day. The NAV in respect of each Class of each Sub-Fund is expressed in the currency in which the Shares of such Class are denominated and calculated by dividing the net assets of each Class and/or Sub-Fund (being the value of the portion of assets less the portion of liabilities attributable to such Class and/or Sub-Fund as at any such Valuation Day) by the total number of Shares in the relevant Class and/or Sub-Fund then outstanding.

The NAV per Share is rounded up or down to the nearest second decimal. As a consequence the net asset value of each share class may slightly vary from the number of shares issued multiplied by the net asset value per share due to the fact that the rounding leads to small differences over time.

/B Valuation of Assets

The value of the underlying investments of the relevant Sub-Fund shall be performed by the AIFM, as the case may be, with the support of independent appraisers, as follows:

- Debt instruments not listed or dealt in on any stock exchange or any other regulated market that operates regularly, is recognized and open to the public will be valued at the nominal value plus accrued interest. Such value will be adjusted, if appropriate, to reflect e.g. major fluctuations in interest rates in the relevant markets or the appraisal of the AIFM on the creditworthiness of the relevant debt instrument. The AIFM will use its best endeavours to continually assess this method of valuation and recommend changes, where necessary, to ensure that debt instruments will be valued at their fair value as determined in good faith by the AIFM. If the AIFM believes that a deviation from this method of valuation may result in material dilution or other unfair results to Shareholders, the AIFM will take such corrective action, if any, as it deems appropriate to eliminate or reduce, to the extent reasonably practicable, the dilution or unfair results.

- Capital participations not listed or dealt in on any stock exchange or any other regulated market that operates regularly, is recognized and open to the public will be valued at their reasonably foreseeable sales price determined prudently and in good faith pursuant to procedures established by the AIFM.
- The value of any cash on hand or on deposit, bills and demand notes and accounts receivable, prepaid expenses, cash dividends and interest declared or accrued as aforesaid and not yet received shall be deemed to be the full amount thereof, unless in any case the same is unlikely to be paid or received in full, in which case the value thereof shall be arrived at after making such discount as the AIFM may consider appropriate in such case to reflect the true value thereof.
- The value of assets which are listed or dealt in on any stock exchange is based on the last available price on the stock exchange which is normally the principal market for such assets.
- The value of assets dealt in on any other regulated market is based on the last available price.
- The value of units or shares in UCIs is based on their last-stated net asset value.
- Cross-currency swaps or foreign forward exchange contracts that are materially linked to any underlying loan instrument are valued using the spot exchange rate for the notional. The difference between the spot and forward rates is amortized until the maturity of the instrument. Such valuation approach is changed if a credit risk materializes in the form of an impairment. The part of the SWAP or forward foreign exchange contract notional then exceeding the valuation of the underlying loan is valued using a mark to market approach, if the position cannot be close.

Other valuation methods may be used to adjust the price of these units or shares if, in the opinion of the Fund, there have been changes in the value since the net asset value has been calculated or the valuation method used by the UCIs is not appropriate to reflect the fair value thereof.

For assets that are not listed nor dealt in on any stock exchange or any other regulated market and which are not mentioned above or in the event that, for any assets, the price as determined pursuant to previous subparagraphs is not representative of the fair market value of the relevant assets, the value of such assets will be based on the reasonably foreseeable sales price determined prudently and in good faith.

The value of all assets and liabilities not expressed in the reference currency of a Sub-Fund will be converted into the reference currency of such Sub-Fund at the rate of exchange ruling in Luxembourg as at the relevant Valuation Day. If such quotations are not available, the rate of exchange will be determined in good faith by or under procedures established by the AIFM.

The AIFM following consultation with the Board of Directors, may permit some other method of valuation to be used, if it considers that such method of valuation better reflects the true value of any asset of the Fund.

/C Allocation of Net Asset Value among Share Classes

Luxembourg Microfinance and Development Fund

The preferential return to Class B shares is allocated if and only if the Sub-Fund's result of operations since the last valuation day, both with and without impairment risk on microfinance, shows a profit. In such a case, the net profit generated by the Sub-Fund since the last valuation day is first allocated to Class B shares until the first of the following is attained:

- The remuneration reaches the total net profit since last valuation;
- The equivalent of 1% p.a. interest on Class B shares' NAV.

The release of excess impairment provisions is not included in net profits allocated to Class B shares on a preferential basis.

The remaining profit, if any, is allocated among the three share Classes according to their respective proportions in the Sub-Fund's total NAV.

Microfinance Impairment Risk

Class A shares and Class Abis shares shall cover the net loss allocated to Class C shares since the last Valuation Day, if such loss arises from the impairment of microfinance related investments, until Class A share capital is nil and Class Abis capital is nil. Only a reduction in the Sub-Fund's microfinance investments resulting from the deterioration of the financial conditions of the counterparty is considered as a microfinance impairment.

The Sub-Fund reserves the right to suspend subscriptions in Class C shares within the Sub-Fund, if the NAV allocated to Class A shares plus Class Abis shares is less than 20% of the combined NAV of Class C, Class A and Class Abis shares.

Forestry and Climate Change Fund

The two Classes of Shares offered by the Sub-Fund correspond to different levels of risk, as Class I Shares are subordinated to Class J Shares for which they provide risk coverage.

The risk coverage provided by Class I Shares is structured as a capital protection mechanism whereby the net loss of Class J Shares (i.e. decrease of the Net Asset Value of Class J Shares ("Class J NAV") below the sum of the subscription price of each Class J Share (the "Class J Protected Value") shall be covered by Class I Shares by allocating to Class J Shares as at each Valuation Day a portion of the Net Asset Value otherwise attributable to Class I Shares ("Reallocated Class I NAV"), until the Class J NAV becomes equal to the Class J Protected Value or Class I NAV becomes nil.

Such mechanism will be applied as at each Valuation Day. An account will be maintained of the total re-allocation of NAV from Class I Shares to Class J Shares ("Class I Loss Coverage"). As at each Valuation Day, if (i) the Class J NAV is greater than the Class J Protected Value and greater than the Class J NAV as at the previous Valuation Day; and (ii) Class I Loss Coverage is not nil, 50% of the amount of the difference between the Class J NAV and the Class J NAV at the previous Valuation Day, adjusted for subscription or redemptions of Class J Shares, shall be restored to Class I Shares as at such Valuation Day. Such mechanism shall be applied at each Valuation Day until the Class I Loss Coverage is nil.

Female Entrepreneurship Fund

The two Classes of Shares offered by the Sub-Fund correspond to different levels of risk, as Class G Shares are subordinated to Class H Shares for which they provide risk coverage.

The risk coverage provided by Class G Shares is structured as a capital protection mechanism whereby the net loss of Class H Shares (i.e. decrease of the Net Asset Value of Class H Shares ("Class H NAV") below the sum of the subscription price of each Class H Share (the "Class H Protected Value") shall be covered by Class G Shares by allocating to Class H Shares as at each Valuation Day a portion of the Net Asset Value otherwise attributable to Class G Shares ("Reallocated Class G NAV"), until the Class H NAV becomes equal to the Class H Protected Value or Class G NAV becomes nil.

Such mechanism will be applied as at each Valuation Day. An account will be maintained of the total re-allocation of NAV from Class G Shares to Class H Shares ("Class G Loss Coverage"). As at each Valuation Day, if (i) the Class H NAV is greater than the Class H Protected Value and greater than the Class H NAV as at the previous Valuation Day; and (ii) Class G Loss Coverage is not nil, 50% of the amount of the difference between the Class H NAV and the Class H NAV at the previous Valuation Day, adjusted for subscription or redemptions of Class H Shares, shall be restored to Class G Shares as at such Valuation Day. Such mechanism shall be applied at each Valuation Day until the Class G Loss Coverage is nil.

/D Dividends

The Board of Directors may decide at its sole discretion to distribute dividends at any time, in accordance with the Prospectus and the Articles, out of realised income derived from the Fund's investments (for the avoidance of doubt excluding capital gains as a result of the realisation of an investment) net of all interest and other sums payable.

Under subscription agreements signed with Class G Shareholders of the Female Entrepreneurship Fund, the distribution of dividends requires consent by Class G Shareholders.

NOTE 3: SHARES

The Board is authorised, without limitation, to issue an unlimited number of fully paid-up shares at any time without reserving a preferential right to subscribe for the shares to be issued to the existing shareholders. The following share classes are available for subscription, each targeting different types of investors evidencing a different level of risk, offering a different target return and involvement in the Fund or Sub-Fund's governance.

Luxembourg Microfinance and Development Fund

Class A shares

Class A shares are reserved for subscription by the Luxembourg Government and such other investors as may be approved by the existing Class A shareholders. Class A shares entitle their holders to propose a common list of proposed directors for appointment to the Board by the General Meeting of shareholders.

Class A shares are not redeemable.

- Risk profile: Junior
- Target return: Above inflation rate targeted by the ECB over the medium term

Class Abis shares

Class Abis shares are open for subscription by philanthropic or other investors seeking a financial leverage on an investment with developmental impact. Class Abis shares are junior and cover risks for Class C shares, yet senior to Class A shares. Class Abis shares are redeemable subject to an 18-month notice period and the condition that after such redemption, the combined Net Asset Value of Class A and Class Abis shares amounts to at least 25% of the sum of the Net Asset Values of Class A, Abis and C Shares.

- Risk profile: Junior
- Target return: Above inflation rate targeted by the ECB over the medium term

Class B shares

No restrictions for investors in Class B shares exist. Class B shares entitle their holders to earn a 1 per- cent p.a. higher return than Class A shares, Class Abis shares and Class C shares to the extent possible.

- Risk profile: Mezzanine
- Target return: Above inflation rate targeted by the ECB over the medium term plus 1 percentage point p.a.

Class C shares

Class C shares are reserved for subscription for private individuals and private non-profit organisations. Class C shares entitle their holders to avoid under certain conditions risks emanating from impairment of the microfinance investments of the Sub-Fund which will be covered by Class A shares and Class Abis shares.

- Risk profile: Senior
- Target return: Above inflation rate targeted by the ECB over the medium term.

Forestry and Climate Change Fund

Two Classes of Shares are issued by the Sub-Fund, namely Class I Shares and Class J Shares, each targeting different types of Investors, reflecting a different level of risk. In addition, the Sub-Fund may issue Notes. The two Classes of Shares and the Notes form one single portfolio for investment.

Class I shares

Class I shares are reserved for Public investors seeking a developmental impact and wanting to leverage their investment with resources from the private sector.

- Risk profile: Junior

Class J shares

Class J shares are aimed at Foundations, development finance institutions, other institutional investors and high net worth individuals. The minimum commitment amount for Class J shares is USD 200,000.

- Risk profile: Senior

Notes

The Fund may issue Notes aimed at High Net Worth Individuals and institutional investors in one or several tranches with a nominal value per Note of USD 1,000, a maximum eight-year maturity and an interest rate equal to USD SOFR rate plus 1%

- 2% plus an additional performance dependent annual return between 2% and 4%. The aggregate notional value of Notes issued shall not exceed 30% of the committed share capital of the Fund.
- Risk profile: Senior to shareholders

Female Entrepreneurship Fund

Two Classes of Shares can be issued by the Sub-Fund, namely Class G Shares and Class H Shares, each targeting different types of Investors, reflecting a different level of risk. In addition, the Sub-Fund uses Borrowings to finance investments. The two Classes of Shares and the Borrowings form one single portfolio for investment.

Class I shares

Class I shares are reserved for Public investors seeking a developmental impact and wanting to leverage their investment with resources from the private sector.

- Risk profile: Junior

Class J shares

Class J shares are aimed at Foundations, development finance institutions, other

institutional investors and high net worth individuals. The minimum commitment amount for Class J shares is USD 200,000.

- Risk profile: Senior

Notes

The Fund may issue Notes aimed at High Net Worth Individuals and institutional investors in one or several tranches with a nominal value per Note of USD 1,000, a maximum eight-year maturity and an interest rate equal to USD SOFR rate plus 1%

- 2% plus an additional performance dependent annual return between 2% and 4%. The aggregate notional value of Notes issued shall not exceed 30% of the committed share capital of the Fund.
- Risk profile: Senior to shareholders

NOTE 4: FEES

/ A Advisory fees

The Fund has contracted specific investment advisory services for each Sub-Fund:

Sub-Fund	Investment adviser	Advisory fee	During financial year
Luxembourg Microfinance and Development Fund	Appui au développement autonome a.s.b.l. 39, rue Glesener L-1631 Luxembourg Luxembourg	If advised assets < EUR 25m: -1.50% p.a. of the assets under advise, plus - 0.25% p.a. additional remuneration linked to the performance of the assets	EUR 608,214
		If advised assets > EUR 25m -1.35% p.a. of the assets under advise, plus - 0.25% p.a. additional remuneration linked to the performance of the assets	
Forestry and Climate Change Fund	Unique land use G.m.b.H. Schnewlinstr. 10 D-79098 Freiburg Germany	1.5% p.a. of the Committed Investment Capital until the end of the Fund's life with a minimum of USD 150,000 p.a.	USD 150,000

A USD 14,000 fee per investment;

Female Entrepreneurship Fund	Total Impact Advisors LLC 4800 Montgomery Lane Bethesda, Maryland 20814 United States of America	If advised assets < USD 20m - a monitoring fee dependent on the portfolio size ranging from USD 3,000 to USD 7,000 per month	USD 16,000
		If advised assets > USD 20m - 0.45% of the assets under advise	

Which may however annually not exceed 1.5% of total net assets as long as total net assets < USD 15m and 1.2% once net assets exceed USD 15m.

/ B AIFM fees

On 15 December 2023, the Fund concluded a management agreement with BIL Manage Invest S.A. The following fees are due for the services provided by BIL Manage Invest S.A. as the AIFM:

Sub-Fund	Variable fees	Minimum fees	During financial year
Luxembourg Microfinance and Development Fund	- 8 basis points on total net assets below EUR 50m;	EUR 40.000	EUR 46.494
Forestry and Climate Change Fund	- 7 basis points on total net assets between EUR 50m and EUR 100m;	EUR 20.000	USD 20.000
Female Entrepreneurship Fund	- 6 basis points on total net assets above EUR 100m	EUR 40.000	USD 25.241

/ C Administration fees

In consideration of the services rendered to the Fund, the Administration Team is entitled to receive the following remuneration:

Sub-Fund	Fee limit	Fee	Fee with Adviser
Luxembourg Microfinance and Development Fund	3% of total net assets, including the fee paid to the investment adviser	0,7% of net assets	1,8% of net assets
Forestry and Climate Change Fund	2% of Total Commitments	1,03% of total commitments	n/a
Female Entrepreneurship Fund	2,75% of Total Commitments including the fee paid to the investment adviser, Annual USD 150.000 minimum.	2,4% of total commitments	2,4% of total commitments

NOTE 5 : SUBSCRIPTION DUTY / "TAUX D'ABONNEMENT"

The Fund is governed by Luxembourg tax law. The Fund is liable to pay a subscription tax ("Taux d'Abonnement") in Luxembourg at a rate of 0.05% per annum on its net asset value, such tax being payable quarterly and calculated based on the total net assets of the Fund at the end of the relevant quarter. Classes of Shares held exclusively by institutional investors are subject to a reduced rate of 0.01%.

Article 20 of the law of 18 December 2009 on the 2010 budget of the Luxembourg State and a Grand Ducal decree of 14 July 2010 abolished the "Taux d'Abonnement" for funds investing in microfinance with effect on 1 January 2010. On 15 October 2010, the Commission de Surveillance du Secteur Financier ("CSSF") informed the Fund of their decision to include the Luxembourg Microfinance and Development Sub-Fund in the list of investment funds in compliance with such decree.

NOTE 6 : FORMATION EXPENSES

The formation expenses of FCCF of a total of USD 162,204 have been fully amortized by 31 March 2023. No further amortization expense has been recorded for the period reported. The formation expenses of FEF are shown below.

As at 31 March 2025

Sub-Fund		Currency	Amount
Female Entrepreneurship Fund	At the beginning of the period	USD	-
	Additions during the period	USD	132.636
	Total formation expenses	USD	132.636
	Amortisation of formation expenses:		
	Total amortisation at the beginning of the period	USD	-
	Amortisation during the period	USD	(21.100)
	Total amortisation at the end of the period	USD	(21.100)
	Net book value at the end of the period	USD	111.537

NOTE 7 : FORWARD FOREIGN EXCHANGE CONTRACTS

Sub-Funds may use forward foreign exchange contracts to protect certain assets from changes in the foreign currency exchange rates.

Forward foreign exchange contracts represent obligations to purchase or sell foreign currency on a specified future date at a price fixed at the time the contracts are entered into. Non-deliverable forward foreign exchange contracts are settled with the counterparty in cash, usually in the Sub-Fund's base currency without the delivery of foreign currency.

Changes in the value of these contracts are recorded as unrealized appreciation or depreciation until the contract settlement date. When the forward foreign exchange contract is closed, the Fund records a realized value at the time it was closed.

The counterparties for trades in relation to such hedges are the Banque et Caisse d'Epargne de l'Etat ("BCEE").

Foreign forward exchange contracts that are materially linked to any underlying loan instrument are valued using the spot exchange rate for the notional. The difference between the spot and forward rates is amortised until the maturity of the contract. Such valuation approach is changed if a credit risk materialises in the form of an impairment on the linked loan. The part of the forward foreign exchange contract notional then exceeding the valuation of the linked loan is valued using a mark to market approach, if the position cannot be closed.

As at 31 March 2025

Forward foreign exchange contracts

In relation to the Sub-Fund: Luxembourg Microfinance and Development Fund

In relation to loan agreement with	Currency bought	Amount bought	Currency sold	Amount sold	Maturity Date	Counterparty	Unrealized appreciation / (depreciation)	Remaining amortization of notional (EUR)
Consultores de Servicios Varios SA	EUR	110.848	MXN	3.250.000	10/10/2025	BCEE	(36.269)	5.373
Consultores de Servicios Varios SA	EUR	114.546	MXN	3.250.000	10/04/2025	BCEE	(32.571)	291
Consultores de Servicios Varios SA	EUR	214.900	MXN	6.500.000	10/04/2026	BCEE	(79.333)	20.006
Consultores de Servicios Varios SA	EUR	98.133	MXN	2.750.000	10/04/2025	BCEE	(26.350)	252
Consultores de Servicios Varios SA	EUR	94.749	MXN	2.750.000	10/10/2025	BCEE	(29.734)	4.679
Consultores de Servicios Varios SA	EUR	182.124	MXN	5.500.000	10/04/2026	BCEE	(66.843)	17.841
Avanza Sólido, S.A. de C.V. SOFOM	EUR	594.143	MXN	15.000.000	08/01/2027	BCEE	(84.856)	75.632
Avanza Sólido, S.A. de C.V. SOFOM	EUR	313.154	MXN	7.500.000	09/01/2026	BCEE	(26.346)	18.072
SOFIPA Corporation, a S.A.P.I. de	EUR	136.155	MXN	3.400.000	09/07/2027	BCEE	(17.751)	22.957
SOFIPA Corporation, a S.A.P.I. de	EUR	140.037	MXN	3.300.000	10/07/2026	BCEE	(9.343)	13.268
SOFIPA Corporation, a S.A.P.I. de	EUR	147.775	MXN	3.300.000	10/07/2025	BCEE	(1.605)	3.224
Uni2 Microcredito SAS	EUR	632.296	COP	3.350.000.000	10/07/2025	BCEE	(107.405)	13.038
SOFIPA Corporation, a S.A.P.I. de	EUR	12.500.000	MXN	640.020	10/04/2025	BCEE	74.187	1.284
USD portfolio	EUR	2.425.023	USD	2.660.000	10/04/2025	BCEE	(37.369)	1.131
USD portfolio	EUR	9.009.902	USD	10.000.000	10/07/2025	BCEE	(247.215)	38.924
USD portfolio	EUR	1.731.750	USD	1.800.000	10/07/2025	BCEE	65.469	8.574
Sub-Total							(663.333)	244.545
Total								(418.788)

NOTE 8 : CROSS-CURRENCY SWAPS

Sub-Funds may use cross-currency swaps to protect certain assets from changes in the foreign currency exchange rates.

A cross-currency swap is a bilateral agreement in which each party agrees to exchange two different currencies with an agreement to reverse the exchange at a later date at the same exchange rate. During the life of the swap, each party pays a defined interest for each of the swapped currencies to each other. A swap usually includes the exchange of a series of payments between the two currencies, often reflecting interest and principal payments of a linked loan instrument.

Changes in the value of swaps due to changes in the foreign exchange rates are recorded as unrealized appreciation or depreciation until the swap settlement date. When the swap is closed, the Fund records a realized value at the time it was closed.

The counterparty to the swap contracts is MFX Solutions Inc ("MFX").

As at 31 March 2025

Cross-currency swaps

In relation to the Sub-Fund: Luxembourg Microfinance and Development Fund

In relation to loan agreement with	Notional outstanding	Paying currency	Receiving currency	Paying Leg	Receiving Leg	Maturity Date	Counterparty	Unrealised appre. / (depre.), (in EUR)
Micreditoya Microfinanciera S.A.S.	3.650.000.000	COP	EUR	14,50% p.a.	5,64% p.a.	09/04/2027	MFx	84.562
Fundacion Dominicana de Desarrollo, INC. (FDD)	94.220.000	DOP	EUR	14,00% p.a.	6,50% p.a.	10/04/2026	MFx	209.739
VisionFund Republica Dominicana SAS	28.935.000	DOP	EUR	14,50% p.a.	6,60% p.a.	09/10/2026	MFx	69.310
VisionFund Republica Dominicana SAS	66.000.000	DOP	EUR	15,50% p.a.	6,29% p.a.	10/10/2028	MFx	64.461
Sinapi ABA Savings & Loans Limited	12.550.000	GHS	EUR	25,50% p.a.	6,85% p.a.	09/07/2027	MFx	(1.061)
Sinapi ABA Savings & Loans Limited	12.200.000	GHS	EUR	28,00% p.a.	6,12% p.a.	08/10/2027	MFx	61.411
Asociacion de desarrollo integral Cuenca del Lago de Atitlan - ADICLA	2.500.000	GTQ	EUR	12,00% p.a.	6,42% p.a.	10/04/2025	MFx	(4.139)
Asociacion de desarrollo integral Cuenca del Lago de Atitlan - ADICLA	1.875.000	GTQ	EUR	12,00% p.a.	6,55% p.a.	10/04/2025	MFx	(664)
VisionFund Guatemala Sociedad Anonima	7.600.000	GTQ	EUR	13,50% p.a.	7,43% p.a.	08/10/2027	MFx	26.595
Asociacion de desarrollo integral Cuenca del Lago de Atitlan - ADICLA	7.900.000	GTQ	EUR	12,60% p.a.	6,47% p.a.	10/01/2029	MFx	43.641
Asociacion Hondurena para el Desarrollo de Servicios Tecnicos y Financieros (AHSETFIN)	18.000.000	HNL	EUR	14,50% p.a.	8,00% p.a.	09/04/2027	MFx	33.897
Proyectos e Iniciativas Locales para el Autodesarrollo Regional de Honduras	39.500.000	HNL	EUR	17,86% p.a.	6,48% p.a.	10/10/2028	MFx	59.366
Koperasi Mitra Dhuafa - KOMIDA	17.000.000.000	IDR	EUR	12,00% p.a.	7,05% p.a.	08/10/2027	MFx	41.532
Microfinance Company "OXUS"	34.074.417	KGS	EUR	18,25% p.a.	6,05% p.a.	10/07/2026	MFx	(16.380)
LLC Micro Credit Organization "OXUS"	13.397.000	KGS	EUR	18,25% p.a.	5,80% p.a.	08/01/2027	MFx	(4.665)
Limited Liability Microcredit Company "Universal Credit"	73.000.000	KGS	EUR	19,50% p.a.	6,50% p.a.	08/10/2027	MFx	13.312
Microfinance Organization Asian Credit Fund	216.994.500	KZT	EUR	19,50% p.a.	7,07% p.a.	10/04/2025	MFx	45.211
MFO Arnur Credit LLP	586.000.000	KZT	EUR	21,50% p.a.	4,30% p.a.	10/10/2025	MFx	170.339
Microfinance Organization Asian Credit Fund	246.105.000	KZT	EUR	18,40% p.a.	6,60% p.a.	09/04/2027	MFx	49.755
Microfinance Organization Asian Credit Fund	216.994.500	KZT	EUR	18,40% p.a.	7,20% p.a.	09/04/2027	MFx	53.013
Microfinance Organization Asian Credit Fund	221.450.000	KZT	EUR	17,50% p.a.	6,00% p.a.	08/10/2027	MFx	14.472
SOFIPA Corporation, a S.A.P.I. de C.V. SOFOM E.N.R.	8.400.000	MXN	EUR	17,00% p.a.	8,45% p.a.	10/04/2028	MFx	75.440
Cooperativa de Ahorro y Credito Norandino LTDA	5.100.000	PEN	EUR	11,00% p.a.	6,13% p.a.	09/01/2026	MFx	(27.450)
Cooperativa de Ahorro y Credito Norandino LTDA	2.892.000	PEN	EUR	11,00% p.a.	6,55% p.a.	10/04/2026	MFx	(21.863)
Asociation Aariwa Para La Promocion Tecnico Cultural Andina	1.420.000	PEN	EUR	11,00% p.a.	7,80% p.a.	10/07/2026	MFx	(12.569)
Alternativa Centro De Investigacion Social y Educacion Popular	1.000.000	PEN	EUR	11,50% p.a.	7,18% p.a.	08/01/2027	MFx	(7.265)
Cooperativa de Ahorro y Credito Inclusiva - Coopac Inclusiva	1.100.000	PEN	EUR	11,00% p.a.	7,28% p.a.	07/10/2027	MFx	(6.028)
Cooperativa de Ahorro y Crédito Santa Isabel	1.905.000	PEN	EUR	11,50% p.a.	7,35% p.a.	08/10/2027	MFx	4.473
Umutanguha Finance Company (UFC) PLC	289.148.000	RWF	EUR	15,46% p.a.	5,35% p.a.	10/04/2025	MFx	63.500
Umutanguha Finance Company (UFC) PLC	270.550.000	RWF	EUR	14,90% p.a.	5,50% p.a.	10/10/2025	MFx	72.194
ACTB Savings and Loans LTD	24.800.000	SLE	EUR	30,00% p.a.	7,54% p.a.	08/10/2027	MFx	8.851
Renasans Mikromoliya Tashkiloti LLC	6.700.000.000	UZS	EUR	25,50% p.a.	6,70% p.a.	09/04/2027	MFx	8.548
Renasans Mikromoliya Tashkiloti LLC	6.180.000.000	UZS	EUR	24,40% p.a.	9,20% p.a.	10/01/2028	MFx	16.249
L'Association Pour La Promotion De L'Épargne-Credit a Base Communautaire - BETHESD	333.333.333	XOF	EUR	9,92% p.a.	5,50% p.a.	10/04/2025	MFx	646
Association Àssilassimé Solidarité	131.000.000	XOF	EUR	10,10% p.a.	5,60% p.a.	10/10/2025	MFx	254
Cooperative des Membres Unis Bethel Actions	133.333.333	XOF	EUR	8,95% p.a.	5,48% p.a.	10/10/2025	MFx	258
VisionFund Zambia Limited	21.000.000	ZMW	EUR	23,00% p.a.	6,25% p.a.	09/04/2027	MFx	64.402
Microloan Foundation Zambia	14.400.000	ZMW	EUR	23,00% p.a.	8,55% p.a.	10/07/2028	MFx	12.666
Total								1.266.012

NOTE 9 : COLLATERAL

As at the reporting date, the following assets were held by counterparties as collateral on derivative instruments:.

as at 31 March 2025

Collateral

in relation to Sub-Fund: Luxembourg Microfinance and Development Fund

Counterparty	Asset	Currency	Amount in EUR
Banque et Caisse d'Épargne de l'État	Posted Collateral	EUR	430.000
MFx Solutions, Inc.	Access Fee	USD	416.570
Total		EUR	846.570

NOTE 10 : UNREALIZED GAINS/LOSSES AND IMPAIRMENTS

As at the reporting date, in accordance with the SICAV's valuation guidelines the following debt instruments have been valued at less than the nominal value plus accrued interest:

as at 31 March 2025

Impairments on debt instruments**in relation to Sub-Fund: Luxembourg Microfinance and Development Fund**

Asset	Currency	31/03/2025	31/03/2024
IDEPRO Desarrollo Empresarial Institución Financiera De Desarrollo (IDEPRO IFD)	EUR	(1.150.326)	-
Alliance for Microfinance Myanmar limited	EUR	(784.680)	(608.897)
Advans MFI Myanmar Company Limited	EUR	-	(687.411)
Société d'Investissement pour la Promotion des Entreprises a Madagascar	EUR	(92.400)	-
Cooperative des Membres Unis Bethel Actions (COMUBA)	EUR	(5.278)	-
Microloan Foundation Zambia Limited	EUR	-	-
Inkunga Finance Ltd	EUR	-	(2.876)
Total	EUR	(2.032.685)	(1.299.184)
Net variation of impairments of Sub-Fund	EUR		(733.501)

in relation to Sub-Fund: Forestry and Climate Change Fund

Asset - group of loan agreements with		31/03/2025	31/03/2024
Izabal Wood Company S.A.	USD	(2.109.054)	(1.076.286)
Forestal Naj-Ché S.A.	USD	(895.000)	(257.150)
Fundecor Bosques S.A.	USD	(760.000)	(566.000)
In The Woods by Fundecor S.A.	USD	(492.640)	(474.878)
Operaciones Forestales Sostenibles S.A.	USD	(398.386)	(359.929)
Simplemente Madera Marketplace S.A.	USD	(156.000)	(156.000)
Fundación Naturaleza Para la Vida	USD	(20.767)	(20.767)
Sub Total	USD	(4.831.847)	(2.911.009)
Net variation of loan impairments of Sub-Fund	USD		(1.920.838)

NOTE 11 : REALISED GAINS AND LOSSES

As at the reporting date, the following table details the assets that have been realized with gains or losses:

as at 31 March 2025

Realised gains and losses on investments				
Sub-fund		Gains	Losses	Net
Luxembourg Microfinance and Development Fund	EUR	-	(718.861)	(718.861)

as at 31 March 2025

Realised gains and losses on forward foreign exchange contracts				
Sub-fund		Gains	Losses	Net
Luxembourg Microfinance and Development Fund	EUR	46.999	(1.310.587)	(1.263.588)

as at 31 March 2025

Realised gains and losses on foreign currency transactions				
Sub-fund		Gains	Losses	Net
Luxembourg Microfinance and Development Fund	EUR	3.147.044	(2.466.767)	680.277
Forestry and Climate Change Fund	USD		(1.069)	(1.069)
Female Entrepreneurship Fund	USD	13.900	(5.491)	8.409

NOTE 12 : DEFERRED CHARGES AND OTHER ASSETS

As at the reporting date, deferred charges consisted in the following (in EUR):

as at 31 March 2025

Deferred Charges and Other Assets			
Deferred Charges and Other Assets consisted in the following	LMDF (EUR)	FCCF (USD)	FEF (USD)
Receivable from Sub-Fund FEF	191.008		
Receivables from IT development	3.689		
CSSF Tax		1.998	
Total	194.697	1.998	-

NOTE 13 : ACCRUED EXPENSES AND OTHER PAYABLES

As at the reporting date, accrued expenses consisted in the following (in EUR):

as at 31 March 2025

Accrued Expenses and Other Payables			
Accrued Expenses and Other Payables consisted in the following	LMDF (EUR)	FCCF (USD)	FEF (USD)
Payable to Sub-Fund LMDF			206.337
Investment advisory fees	260.185	74.795	
Asset-related fees due to the investment advisor	188.345		
Audit fees	47.370	34.393	14.619
Other fees	31.073	3.440	1.219
Administration fees	27.016	20.810	18.968
AIFM fees	21.056	10.638	21.605
Transfer agency fees	17.016	3.426	5.402
Depositary fees	11.880	9.722	6.231
Depositary fees on forward	5.510		
Legal fees	4.800	979	
Domiciliation fees	3.919	948	2.015
Salary and wages	3.837	4.823	4.264
Transaction related fees due to the administrator	2.431	962	
VAT services fees	1.194	423	860
Subscription Duty		877	
CSSF fees		500	
Total	625.631	166.736	281.520

NOTE 14: OTHER ADMINISTRATION COSTS

For the reporting date, other administrative costs consisted of ancillary costs related to the administration of the Fund and Sub-Funds:

as at 31 March 2025

Other administration costs			
Other administration costs consisted in the following	LMDF (EUR)	FCCF (USD)	FEF (USD)
Travel and representation fees	21.893	28.230	35.327
Legal fees	22.218	19.107	13.882
Post & Communication	8.221	5.673	13.345
CSSF annual fee	11.608	1.786	2.977
VAT services and expenses	11.296	3.271	1.136
Unallocated administrative costs	-	-	11.674
Membership fees	7.474	61	145
Ratings and labelling	2.279	6.000	-
Other cost	2.878	4.024	2.607
Total	87.866	68.152	81.092

NOTE 15: TOTAL EXPENSE RATIO

The Total Expense Ratio (“TER”) of each Sub-Fund is expressed as a percentage of all expenses in relation to the average net assets during the reporting period:

Sub-Fund	Total expense ratio
Luxembourg Microfinance and Development Fund	2.5%
Forestry and Climate Change Fund	8.3%
Female Entrepreneurship Fund	7.4%

NOTE 16: FOREIGN EXCHANGE RATES

The principal exchange rates rounded to two decimals applied at the reporting date to the combined annual report and conversion of foreign currency into each Sub-Fund base currency are as follows:

Amount	Amount	Currency (ISO Code)	Denomination of currency
1 EUR = 4.528,8564	1 USD = 4.192,4151	COP	Colombian Peso
1 EUR = 68,3582	1 USD = 63,2800	DOP	Dominican Peso
1 EUR = 1,0000	1 USD = 0,9257	EUR	Euro
1 EUR = 16,7439	1 USD = 15,5000	GHS	Ghanaian Cedi
1 EUR = 8,3363	1 USD = 7,7170	GTQ	Guatemalan Quetzal
1 EUR = 27,6339	1 USD = 25,5810	HNL	Honduras Lempira
1 EUR = 17.889,0803	1 USD = 16.560,1298	IDR	Indonesian Rupiah
1 EUR = 93,3629	1 USD = 86,4272	KGS	Kyrgyzstani Som
1 EUR = 545,1103	1 USD = 504,6150	KZT	Kazakhstani Tenge
1 EUR = 22,0913	1 USD = 20,4502	MXN	Mexican Peso
1 EUR = 39,7532	1 USD = 36,8000	NIO	Nicaraguan Córdoba
1 EUR = 3,9564	1 USD = 3,6625	PEN	Peruvian Sol
1 EUR = 1.522,5575	1 USD = 1.409,4492	RWF	Rwandan Franc
1 EUR = 24,8020	1 USD = 22,9595	SLE	Sierra Leonean Leone
1 EUR = 1,0803	1 USD = 1,0000	USD	United States Dollar
1 EUR = 13.975,3160	1 USD = 12.937,1127	UZS	Uzbekistan Sommi
1 EUR = 656,7919	1 USD = 607,9999	XOF	West African CFA Franc
1 EUR = 30,3280	1 USD = 28,0750	ZMW	Zambian Kwacha

NOTE 17: STAFF

The SICAV employed two full-time staff, two part-time staff members plus one adviser during the financial year. During the reporting period, the Board of Directors decided on the target time allocation of working time of staff to the Sub-Funds:

Sub-Fund	Time Allocation
Luxembourg Microfinance and Development Fund	60%
Forestry and Climate change Fund	20%
Female Entrepreneurship Fund	20%

The SICAV's Board of Directors adopted a Remuneration Policy for the fixed and variable remuneration of the Fund's staff which is available for public consultation on its website or at the registered office of the Fund.

As at the reporting date, the Fund has granted following share and cash-based performance bonus related to the previous financial years:

Sub-Fund	Share based bonus	2023/24	2022/23	2021/22
Luxembourg Microfinance and Development Fund	Class B Shares	122,140	427,190	371,147
	Shares vesting	30/06/2027	30/06/2026	30/06/2025
	Cash bonus (EUR)	5.386	19.870	7.467
Forestry and Climate Change Fund	No bonus	-	-	-
Female Entrepreneurship Fund	No bonus	-	-	-

During the period, an amount of EUR 12.513, corresponding to non-vested bonus Class B shares were cancelled following the departure of employee(s).

NOTE 18: RELATED PARTY TRANSACTIONS

The SICAV considers each entity who controls or significantly influences the financial and operating decisions of the SICAV a related party.

During the reporting year, the SICAV conducted the following material transactions with related parties:

- The SICAV has, together with the AIFM on 15 December 2023 concluded a Depositary Agreement with Banque and Caisse d'Epargne de l'Etat appointing BCEE as depositary bank of the SICAV;
- The SICAV trades certain derivatives to protect against foreign exchange movements with the BCEE as detailed in Note 7;

The SICAV concluded on 24 May 2024 a Subscription Agreement with Lux Development S.A. for the subscription of Class G shares of the Female Entrepreneurship Fund. Lux Development S.A. is controlled by the Luxembourg State who is also the sole investor in Class A shares controlling the Fund's governance.

The Board of Directors of the SICAV consider the terms and conditions of these contracts and trades to be at arm's length.

NOTE 19: SHARE TRANSACTIONS OF DIRECTORS

Between the 1st April 2024 and 31st March 2025, the below share transaction with directors was carried out:

- Redemption of 205,347 Class B Shares of LMDF with the valuation day of 31 March 2024 and repaid in April 2024.

NOTE 20: STATEMENT OF CHANGES IN PORTFOLIO

Upon request to be addressed to the registered office of the Fund, a copy of the statement of changes in the portfolio for the period ended 31st March 2025 can be obtained free of charge

NOTE 21: SUBSEQUENT EVENTS

Subsequent to year-end, the AIFM and the statutory auditor agreed to change the year-end valuations of three investments of the FCCF Sub-Fund. The net asset value was re-calculated, and a revised NAV published. As a closed-ended Sub-Fund the change did not impact any subscription or redemption of shareholders.

The Prospectus of the Fund was amended in April 2025 to reflect changes in regulation, changes to the composition of the Board of Directors, a change in auditors, a clarification of the functioning of the Fund's Administration Function which may as well be provided by an external party, the tolerance threshold by Sub-Fund for NAV calculation errors and clarification of wording related to tools used to measure social performance in the SFDR pre-contractual disclosures of the LMDF Sub-Fund.

On 7 May 2025, Banque Internationale à Luxembourg S.A. announced the sale of BIL Manage Invest S.A., the Fund's AIFM, to the Waystone group. The execution of the sale is subject to regulatory approval.

Alternative Investment Fund Manager Disclosures (unaudited)

Remuneration of the AIFM's staff and senior management

The AIFM has set up a remuneration policy as described in the Law of July 12, 2013 on alternative investment fund managers. The remuneration policy of the AIFM, BIL Manage Invest S.A., may be obtained upon request and free of charge at the registered office.

BIL Manage Invest S.A. has paid the following amounts to its staff for the AIFM's financial year ended on 31 December 2024:

- Total gross amount of the fixed remunerations paid (excluding the payments or benefits that may be deemed to form part of a general and non-discretionary policy and having no incentive effect on risk management): EUR 2,692,415.
- Total gross amount of the variable remunerations paid: EUR 428,500.
- Number of beneficiaries: 23*

*Three employees have left the company before 31 December 2024.

Aggregate amount of the remunerations, broken down between the senior management and the members of staff of the management company whose activities have a significant impact on the risk profile of the AIF.

The systems of BIL Manage Invest S.A. do not allow such amounts to be identified per AIF managed. The figures below therefore show the aggregate amount of the remunerations at the overall level of BIL Manage Invest S.A..

- Aggregate amount of the remunerations of the senior management: EUR 1,408,389
- Aggregate amount of the remunerations of the members of staff of BIL Manage Invest S.A. whose activities have a significant impact on the risk profile of the AIF of which it is the management company (excluding the senior management): EUR 2,059,705.

Investment activities and risks

Please refer to the section Activity Report for details on the AIF's investment activities and risks and which has been drafted in coordination with the AIFM.

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