

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

Product name: Ress Life Investments A/S

Legal entity identifier: 549300IMFROMMW4KZKU

Environmental and/or social characteristics

Does this financial product have a sustainable investment objective?

Yes

No

It will make a minimum of **sustainable investments with an environmental objective:** ___%

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

in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy

It will make a minimum of **sustainable investments with a social objective:** ___%

It **promotes Environmental/Social (E/S) characteristics** and while it does not have as its objective a sustainable investment, it will have a minimum proportion of ___% of sustainable investments

with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy

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

with a social objective

It promotes E/S characteristics, but **will not make any sustainable investments**

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 lay down a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not.



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

Ress Life Investments A/S works with responsible investments through two strategies, 1) Exclusion and 2) Impact, with a focus on promoting social characteristics.

Exclusion: Ress Life Investments A/S does not invest in life insurance policies issued by life insurance companies that do not have an economic activity that contributes to social characteristics. In addition, Ress Life Investments A/S does not invest in life insurance policies from life insurance companies involved in violations of international norms and conventions, at least the UN Global Compact and OECD guidelines for multinational companies on the environment, human rights, working conditions and business ethics.

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

Impact: Res Life Investments A/S and the fund management company Res Capital AB only invest through counterparties who are registered and authorized according to the state legislation in the state where the transaction takes place. Further, Res Capital AB premieres business with service providers who support improved transparency in the secondary market for US life insurance policies.

Res Life Investments A/S exclusively promote social characteristics. Life insurance policies are purchased from US households who no longer need life insurance coverage. The company therefore enables individual households to receive compensation for an unneeded insurance policy, for which premiums have been paid for many years.

Res Life Investments A/S does not adhere to a reference benchmark.

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

Considering negative consequences in the investment process can lead to benefits not only in financial markets but also to strengthening the resilience of the entire economy and the stability of the financial system. In doing so, it can affect the risk and return of financial products. To measure the attainment of the social characteristics promoted by the product, Res Life investments A/S use the following indicators:

- Percentage of companies that contribute to social cohesion
- Percentage of companies that do not contribute to social cohesion
- Percentage of companies that follow international norms and conventions
- Percentage of companies that violate international norms and conventions

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

Not applicable, as Res Life Investments A/S does not make any sustainable investments but promotes social characteristics.

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

Not applicable, as Res Life Investments A/S does not make any sustainable investments but promotes social characteristics. Consequently, the following subsections are also not applicable.

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

Not applicable for Res Life Investments A/S.

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

Not applicable for Res Life Investments A/S.

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

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

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



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

Yes

No

Ress Life Investments A/S does not consider principal adverse impacts (PAI) on sustainability factors. However, the fund management company Ress Capital AB, has a separate PAI statement that addresses how principal adverse impacts are assessed and managed at the company level.



What investment strategy does this financial product follow?

Life insurance policies are purchased from US households that no longer need life insurance coverage. The company therefore enables individual households to receive compensation for an unneeded insurance policy, for which premiums have been paid over many years.

The secondary market for US life insurance policies is regulated in most US states. The legislation regulating the market is there to safeguard the individual policyholder’s, i.e. the consumer’s interest. When Ress Life Investments A/S purchases life insurance policies, the company uses intermediaries or brokers who facilitate the sale of life insurance. Ress Life Investments A/S only invests through counterparties who are registered and authorized according to the state legislation in the state where the transaction takes place. To enable the individual household to make an informed decision, it is important that the sales process is transparent. Therefore, brokerage fees should be reported according to the state regulation. The consumer should receive information about the possible repurchase price that the life insurance company is willing to offer for the insurance policy. For most life insurance policies, it is usually the policyholder’s spouse or children who are beneficiaries. It is a requirement that these beneficiaries’ consent in writing to the sale of the life insurance policy. In addition, the policyholder must certify that he, or she, makes a conscious choice to sell the life insurance policy. The legislation aims to protect the consumer’s freedom of choice and ensure that the sales process is transparent and correct.

Ress Capital AB, as the fund manager of Ress Life Investments A/S, will also receive personal data and health information about the individual policyholders. It is imperative

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

that this information is treated in a confidential manner and with outmost respect for the integrity of each individual. All personal data is stored on protected servers and no documents containing any personal data are stored in paper format.

The goal is to invest through companies whose operations have a long-term positive impact on the society in which they operate. Sustainability risks are hence considered in the investment process. To ensure that the insurance companies in Ress Life Investments A/S, where the US life insurances are held, do not violate any convention or other international agreement, or in case of suspicion of, for example, environmental violations or human rights abuses, Ress life Investments A/S is screened four times a year. Screening is conducted through sustainability risk data from an external and independent provider to address and mitigate potential sustainability-related risks.

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

The binding elements of the investment strategy aim to select investments that align with the two key strategies of exclusion and impact. The exclusion strategy sets criteria to avoid investments that do not contribute positively to social characteristics, while the impact strategy focuses on ensuring compliance and actively advocating for transparency in relation to the investments.

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

Not applicable, as Ress Life Investments A/S does not set a predefined minimum rate to reduce the scope of investments prior to applying the investment strategy.

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

Ress Life Investments A/S does not invest in company shares or debt issued by companies. Ress Life Investments A/S only invests in US life insurance policies and in US Treasury bills for cash management purposes.

Good governance practices include sound management structures, employee relations, remuneration of staff and tax compliance.



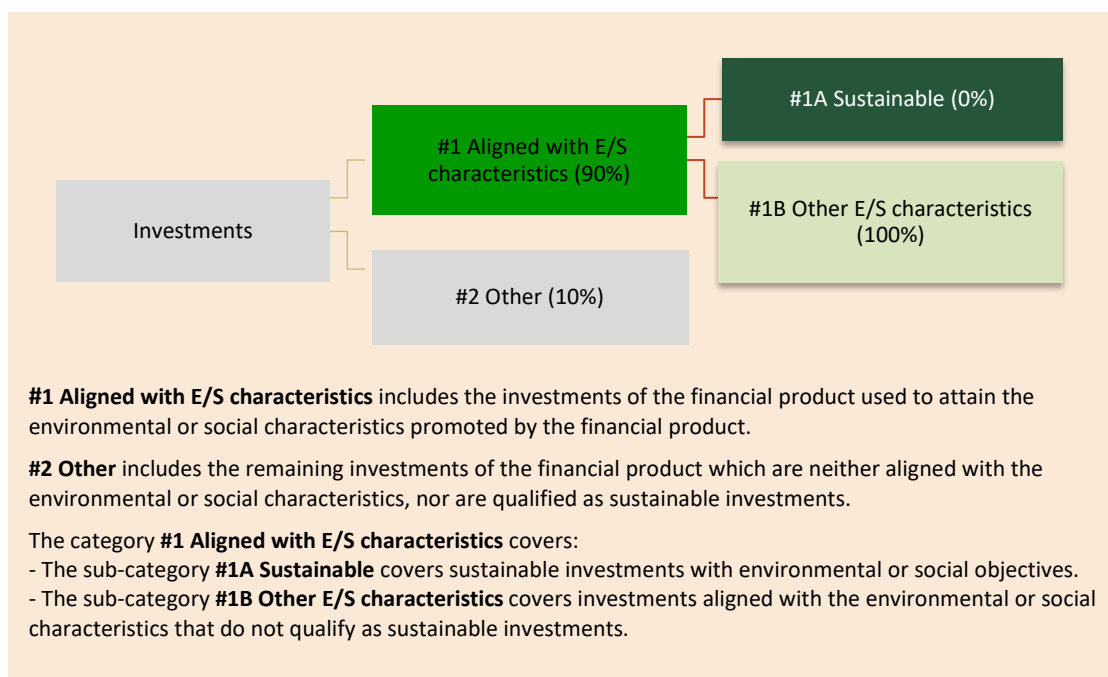
What is the asset allocation planned for this financial product?

Ress Life Investments A/S holds assets of three types, 1) US life insurance policies, 2) US Treasury bills, and 3) cash deposited with US and European Union banks.

The planned asset allocation specifies a minimum of 90% in life insurance policies and 10% in other investments. The investments in insurance policies are included under “#1 Aligned with E/S characteristics”. All investments in life insurance policies must adhere to the established sustainability criteria.

Asset allocation describes the share of investments in specific assets.

● **What is the asset allocation?**



Taxonomy-aligned activities are expressed as a share of:

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

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

Ress Life Investments A/S does not use derivatives or leverage. The financial product promotes social characteristics through its investment strategy without relying on financial derivatives.



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

Not applicable, as Ress Life Investments A/S does not make any sustainable investments and thus does not consider the EU Taxonomy. The financial product promotes social characteristics rather than environmental objectives.

● **Does the financial product invest in fossil gas and/or nuclear energy related activities that comply with the EU Taxonomy¹?**

- Yes:
- In fossil gas In nuclear energy
- No

¹ Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change (“climate change mitigation”) and do not significantly harm any EU Taxonomy objective - see explanatory note in the left hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

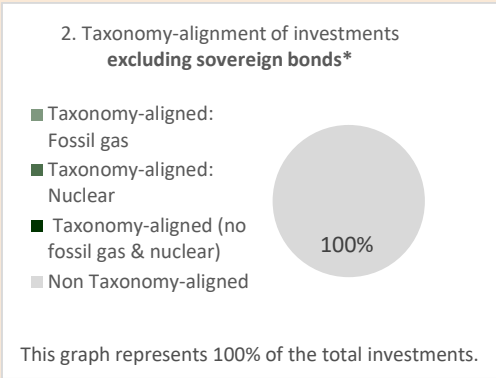
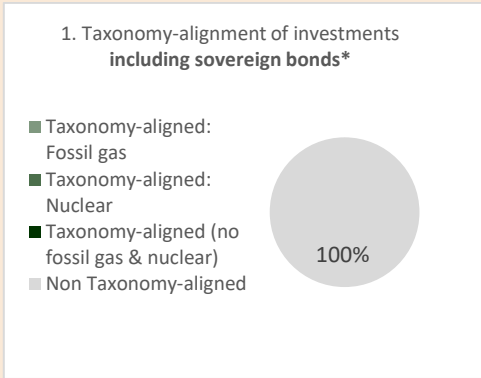
To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

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

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

are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under Regulation (EU) 2020/852.

The two graphs below show in green the minimum percentage of investments that are aligned with the EU Taxonomy. As there is no appropriate methodology to determine the Taxonomy-alignment of sovereign bonds*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.



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

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

Not applicable for Ress Life Investments A/S.



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

Not applicable for Ress Life Investments A/S.



What is the minimum share of socially sustainable investments?

Not applicable for Ress Life Investments A/S.



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

The allocation of US Treasury bills and cash falls under the category and serves two primary purposes. First, it covers premiums for life insurance policies and associated costs. Second, it ensures the ability to meet potential redemptions from investors. No minimum environmental or social safeguards have been set for US Treasury bills and cash.



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

No specific index has been designated as a reference benchmark for the purpose of attaining social characteristics since no benchmarks are available for the asset class. Consequently, all the following subsections are not applicable.

- ***How is the reference benchmark continuously aligned with each of the environmental or social characteristics promoted by the financial product?***

Not applicable for Ress Life Investments A/S.

- ***How is the alignment of the investment strategy with the methodology of the index ensured on a continuous basis?***

Not applicable for Ress Life Investments A/S.

- ***How does the designated index differ from a relevant broad market index?***

Not applicable for Ress Life Investments A/S.

- ***Where can the methodology used for the calculation of the designated index be found?***

Not applicable for Ress Life Investments A/S.

Where can I find more product specific information online?

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

<https://www.resscapital.com/responsible-investments/related-documentation/>



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