DISCLOSURES PURSUANT TO THE EU SUSTAINABLE FINANCE DISCLOSURE REGULATION

Publication version:	Version 2.0
Publication date:	10 March 2021. Updated 9 November 2023.
Updates:	These disclosures have been amended in accordance with the revised guidelines issued by the Danish Financial Supervisory Authorities and the European Commission and due to change of the legal name of the Fund and Fund Manager. Section 1.1. has been expanded with further information on sustainability risks and the work and integration of the risks as well as with information on investment restrictions. Section "No consideration of adverse impacts of investment decisions on sustainability factors" has been removed to a separate section on Fund Manager's website: www.dreamcraft.vc. Section 1.3 has been expanded with further clarification.
Publication URL:	https://cms.dreamcraft.vc/wp-content/uploads/2023/11/Sustainability-related-disclosures.pdf

1. BASIC INFORMATION

1.1 Integration of sustainability risks into the investment decision-making process:

Dreamcraft Ventures Management ApS, CVR-no. 40209808 ("Fund Manager") manages the alternative investment fund Dreamcraft Ventures Fund I K/S, CVR-no. 40498230 (the "Fund").

Awareness of sustainability risks is built into all of our key processes, from our screening and due diligence of potential target companies to our portfolio governance and monitoring of portfolio companies and shall always comply with the Funds' ESG and Investment Policy.

Fund Manager has looked at the sustainability risks relevant for its portfolio companies and which are likely to have an impact on the returns of the Fund.

Based on the assessment of the relevant sustainability risks, Fund Manager will ensure that the Fund during its review and consideration of prospective investments:

- considers the ethical ramifications of the investment activities;

- does not invest in enterprises that deliberately and repeatedly violate the rules laid down by (a) the national authorities in the markets in which such enterprises operate or (b) the international organizations endorsed by the Kingdom of Denmark from time to time; and

- does not invest in enterprises that are domiciled in countries subject to trade embargoes imposed by the United Nations or the European Union that have been endorsed or otherwise officially ratified or approved by the Kingdom of Denmark from time to time, and that no investment result in violation of sanctions adopted by either of them.

Further, the Fund Manager will not engage in transactions or financing of activities that may be legal but promotes violent conflicts – including through production or trade with weapons – or that have as main purpose tax evasion. In addition, and based on the assessment of relevant sustainability risks, sector specific restrictions are further included in the Fund's investment policy including that the Fund shall not invest in companies whose business activities consist of illegal economic activities (i.e. any production, trade or other activity, which is illegal under the laws or regulations applicable to the Partnership or the relevant company or entity) or which substantially focus on (i) the production of and trade in tobacco and distilled alcoholic beverages and related products; (ii) the financing of the production of and trade in weapons and ammunition; (iii) the research, development or technical applications relating to electronic data programs or solutions, which (a) aim specifically at supporting any activity referred to under items (i) to (iii) above, pornography, or (b) are intended to enable to illegally enter into electronic data networks or download electronic data, and/or (v) human cloning or genetically modified organisms.

During the due diligence and investment phase, the Fund Manager identifies any additional, potential sustainability risks which due to the Fund's investment policy typically covers

- data breaches; most often the risk of data systems architecture and internal processes being set up in a way where e.g. personal data and/or sensitive businesses information leaks from the portfolio company.
- IT breaches; most often the risk that externally-facing IT security safeguards are not adequate and a third party with malicious intent can operate the IT infrastructure of the portfolio company.
- legislative changes; most often the risk that politicians start regulating an emergent technology that underpins the commercial potential of the portfolio company.
- employee health and safety; most often the risk that the portfolio company have not adopted and enforced sufficient workplace policies to pre-emptively mitigate issues that can adversely impact the ability of the portfolio company to attract and retain crucial talent like engineers etc.
- failures of diversity and integrity in leadership; most often the risk that the portfolio company have not adopted and enforced good governance principles for company officers- and board of directors composition, to pre-emptively mitigate diversity and integrity issues that can adversely impact the ability of the portfolio company to attract capital and strategically important partnerships.

These sustainability risks are the risks that portfolio companies are most exposed to. The likelihood of these risks occurring is, however, assessed to be low.

During the investment period, in addition to ensuring that the Investment is not within any of the restricted sectors listed above, the Fund Manager uses the result of the due diligence to ensure that sustainability risks identified are continuously evaluated, mitigated and reported. This ensures that sustainability risks are being handled and eventually are minimized in the investment decision-making processes. This process is ensured and overseen by the general partners of the Fund Manager.

Further, Fund Manager ensures that the portfolio company actively works with the identified sustainability risks and, where the Fund Manager has a significant influence on the portfolio company's structure and governance, the Fund Manager exercises such influence at the board of directors of the portfolio company.

1.2 Remuneration policies

The Fund Manager does not have a remuneration policy, and Fund Manager's remuneration structures are not linked to the integration of sustainability risks. Thus, they are not structured to the effect that they encourage to excessive risk taking with respect to sustainability risks.

DISCLOSURES PURSUANT TO THE EU SUSTAINABLE FINANCE DISCLOSURE REGULATION

Publication version:	Version 1.0
Publication date:	9 November 2023
Publication URL:	https://cms.dreamcraft.vc/wp-content/uploads/2023/11/Sustainability-related-disclosures.pdf

1. BASIC INFORMATION

1.1 Integration of sustainability risks into the investment decision-making process

Dreamcraft Ventures Management ApS, CVR-no. 40209808 ("Fund Manager") manages the alternative investment fund Dreamcraft Ventures Fund II K/S, CVR-no. 42626716 (the "Fund").

Awareness of sustainability risks is built into all of our key processes, from our screening and due diligence of potential target companies to our portfolio governance and monitoring of portfolio companies and shall always comply with the Funds' ESG and investment policy.

Further, Fund Manager has looked at the sustainability risks relevant for its portfolio companies and which are likely to have an impact on the returns of the Fund.

Based on the assessment of the relevant sustainability risks, Fund Manager will ensure that the Fund during its review and consideration of prospective investments:

- considers the ethical ramifications of the investment activities;

- does not invest in enterprises that deliberately and repeatedly violate the rules laid down by (a) the national authorities in the markets in which such enterprises operate or (b) the international organizations endorsed by the Kingdom of Denmark from time to time; and

- does not invest in enterprises that are domiciled in countries subject to trade embargoes imposed by the United Nations or the European Union that have been endorsed or otherwise officially ratified or approved by the Kingdom of Denmark from time to time.

Further, the Fund Manager will not engage in transactions or financing of activities that may be legal but promotes violent conflicts – including through production or trade with weapons – or that have as main purpose tax evasion.

In addition, and based on the assessment of relevant sustainability risks, sector specific restrictions are further included in the Fund's investment policy, including that the Fund shall not invest in companies:

(a) whose business activity consists of an illegal economic activity (i.e. any production, trade or other activity, which is illegal under the laws or regulations applicable to the Partnership or the relevant company or entity, including without limitation, human cloning for reproduction purposes; or

(b) that derive any revenue from producing controversial weapons and ammunition, including cluster weapons, biological weapons, anti-personnel mines, biological weapons, chemical weapons, cluster munitions, depleted uranium, white phosphorus, and nuclear weapons when in breach of the Non-proliferation Treaty; or

(c) that derive any revenue from producing tobacco products including cigarettes, cigars, tobacco, electronic cigarettes, paper used by end consumers for rolling cigarettes, filters and snuff tobacco and related products; or

(d) that derive more than 5 % of revenue from producing pornography and adult entertainment including the production of adult movies and adult entertainment magazines; or

(e) that derive more than 5 % of revenue from operating predatory lending practices referring to exploitive lending practices containing high interest rates and/or unfavourable terms on borrowers including a failure to disclose information or disclosing false information, where these practices are illegal according to local law; or

(f) that derive more than 5 % of revenue from exploration of oil and gas; or

(g) that derive more than 5 % of revenue from producing palm oil.

In addition, when providing support to the financing of the research, development or technical applications relating to (i) human cloning for research or therapeutic purposes or (ii) genetically modified organisms (GMOs), we shall ensure the appropriate control of legal, regulatory and ethical issues linked to such human cloning for research or therapeutic purposes and/or GMOs.

Further, the Fund shall not make any investment in a Portfolio Company that, to Fund Manager's knowledge at the time of the Investment, engages in the following activities:

(i) Arctic drilling in relation to the extraction of fossil fuels, which increases the risk of pollution and accidents and negatively affect the biodiversity;

(ii) Highly polluting extraction methods, e.g. extraction of oil from tar sand;

(iii) Bottom trawling fishing along the sea floor, which disrupts the biodiversity and risks bycatching;

(iv) Exploitation of disadvantaged social groups, e.g. using deceptive or exploitative subscription services or

(v) Activities which are primarily of a speculative nature, including speculation related to tax matters, counteracts the transition to an economy based on renewable energy resources, engages in activities in which 90% or more of the primary business activities are based on the use of coal or coal related activities, engages in activities which has a substantial negative impact on the local society, people or the environment, engages in activities which violates human rights conventions, or is domiciled in a jurisdiction subject to trade embargoes imposed by the United Nations or the European Union from time to time.

During the due diligence and investment phase, in addition to ensuring that the investment is not within any of the restricted sectors listed above, the Fund Manager identifies any additional, potential sustainability risks related to the investment which due to the Fund's investment policy typically cover

- data breaches; most often the risk of data systems architecture and internal processes being set up in a way where e.g. personal data and/or sensitive businesses information leaks from the portfolio company.
- IT breaches; most often the risk that externally-facing IT security safeguards are not adequate and a third party with malicious intent can operate the IT infrastructure of the portfolio company.
- legislative changes; most often the risk that politicians start regulating an emergent technology that underpins the commercial potential of the portfolio company.
- employee health and safety; most often the risk that the portfolio company have not adopted and enforced sufficient workplace policies to pre-emptively mitigate issues that can adversely impact the ability of the portfolio company to attract and retain crucial talent like engineers etc.
- failures of diversity and integrity in leadership; most often the risk that the portfolio company have not adopted and enforced good governance principles for company officers- and board of directors composition, to pre-emptively mitigate diversity and integrity issues that can adversely impact the ability of the portfolio company to attract capital and strategically important partnerships.

These sustainability risks are the risks that portfolio companies are most exposed to. The likelihood of these risks occurring is, however, accessed to be low.

During the period in which the Fund holds the investment, the Fund Manager uses the result of the due diligence to ensure that sustainability risks identified are continuously evaluated, mitigated and reported. [his ensures that sustainability risks are being handled and eventually are minimized in the investment decision-making processes. This process is ensured and overseen by the general partners of the Fund Manager.

Further, Fund Manager ensures that the portfolio company actively works with the identified sustainability risks and, where the Fund Manager has a significant influence on the portfolio company's structure and governance, the Fund Manager exercises such influence at the board of directors of the portfolio company.

1.2 Remuneration policies

The Fund Manager does not have a remuneration policy, and Fund Manager's remuneration structures are not linked to the integration of sustainability risks. Thus, they are not structured to the effect that they encourage to excessive risk taking with respect to sustainability risks.

DISCLOSURES PURSUANT TO THE EU SUSTAINABLE FINANCE DISCLOSURE REGULATION

Publication version:	Version 1.0
Publication date:	9 November 2023
Publication URL:	https://cms.dreamcraft.vc/wp-content/uploads/2023/11/Sustainability-related-disclosures.pdf

1.1 General

Dreamcraft Ventures Management ApS, CVR-no. 40209808 ("Fund Manager") manages the alternative investment fund Dreamcraft Ventures Feeder Fund II K/S, CVR-no. 42879150 (the "Feeder Fund").

The sole purpose of the Feeder Fund is to be an investor of Dreamcraft Ventures Fund II K/S (CVR-no. 42626716) ("Master Fund"). Thus, the Feeder Fund does not make any investments other than its investment in the Master Fund.

The Master Fund and Feeder Fund are each a feeder fund and a master fund, respectively, within the meaning of the Danish Alternative Investment Fund Managers etc. Act. Website disclosures of the Master Fund can be found in the footer on www.dreamcraft.vc.

1.2 Integration of sustainability risks in the investment decision-making process

"Sustainability risks" refers to environmental, social or governance ("ESG") events that, if they occur, could cause an actual or a potential material negative impact on the value of the Feeder Fund's investment. Due to the nature and the sole purpose of the Feeder Fund being to exclusively invest in the Master Fund, the sustainability risks deemed to be relevant are the sustainability risks related to the investments underlying the Master Fund. Such sustainability risks are primarily data breaches, IT breaches, legislative changes, employee health and safety hazards and diversity and integrity failures of leadership, which are further described at the website of the Master Fund to be accessed on https://cms.dreamcraft.vc/wp-content/uploads/2023/11/Sustainability-related-disclosures.pdf. In its decision to invest in the Master Fund, the Feeder Fund has looked at these sustainability risks and the likely impact such risks may have on the Feeder Fund's investment in the Master Fund. Based on this assessment, the likelihood of these risks occurring is, however, assessed to be low.

1.3 Remuneration policies

The Fund Manager does not have a remuneration policy, and Fund Manager's remuneration structures are not linked to the integration of sustainability risks. Thus, they are not structured to the effect that they encourage to excessive risk taking with respect to sustainability risks.