Deetken Impact



Disclosure Statement 2026

DEETKEN IMPACT SUSTAINABLE ENERGY

DISCLOSURE STATEMENT 2026

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DISCLAIMER

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DEETKEN IMPACT SUSTAINABLE ENERGY

MESSAGE FROM

FERNANDO ALVARADO

CEO

Deetken Impact Sustainable Energy is proud to be a signatory to the Operating Principles for Impact Management. We believe the Impact Principles promote transparency in the impact investment industry. As each signatory shares their impact investment management practices, the industry will move forward with stronger standards throughout the investment lifecycle, from strategy to deal sourcing to exit or repayment.

Our staff has been active in the impact investment space for over 20 years, and we have witnessed the development of the industry and the improvement in processes for managing and reporting impacts across the board. The industry has come a long way, but there is yet more to be done, and the Operating Principles for Impact Management are a step in the right direction as they ensure that lessons learned are continuously incorporated into portfolio management and shared within the industry.

Deetken Impact Sustainable Energy focuses on the growth and development of sustainable energy projects and businesses in Latin America and the Caribbean. Our primary impact objectives include access to clean energy and slowing the pace of climate change, but we are just as committed to ensuring a diverse local workforce, training employees, increasing access to health services, improving water and sanitary systems, and advancing gender equality. We appreciate the transparent and strategic approach of the Operating Principles for Impact Management as a way to encourage ourselves to continue advancing our practices and to learn from the progress of our peers.

Deetken Impact Sustainable Energy currently manages two impact investment funds in the Latin America and Caribbean region, with total assets under management equal to USD 58 million as of May 2026. This Disclosure Statement applies to both our funds, and we hereby affirm that these investment assets are managed according to the Impact Principles.



FERNANDO ALVARADO

PRINCIPLE ONE

DEFINE STRATEGIC IMPACT OBJECTIVE(S), CONSISTENT WITH THE INVESTMENT STRATEGY

The Manager shall define strategic impact objectives for the portfolio or fund to achieve positive and measurable social or environmental effects, which are aligned with the Sustainable Development Goals (SDGs), or other widely accepted goals. The impact intent does not need to be shared by the investee. The Manager shall seek to ensure that the impact objectives and investment strategy are consistent; that there is a credible basis for achieving the impact objectives through the investment strategy; and that the scale and/or intensity of the intended portfolio impact is proportionate to the size of the investment

Deetken Impact Sustainable Energy (DISE) manages impact investment portfolios in Latin America and the Caribbean, focusing on clean energy, energy efficiency, and sustainable energy project finance. The DISE team has managed over US$100 million of clean energy impact investments in the region and supported the development of more than 1,000 MW of new renewable energy capacity. With an extensive regional network and staff based in Costa Rica, Canada, Mexico, Nicaragua, and Honduras, DISE is committed to accelerating the clean energy transition in Latin America and the Caribbean.

DISE has partnered with a Honduras-based technical advisor to provide due diligence and social and environmental assessment services for DISE-managed funds. DISE is also supported by its partnership with Deetken Impact, a Canadian impact asset manager focused on investments in women's empowerment, climate resilience, and economic development in Latin America and the Caribbean. DISE manages two funds, the Honduras Renewable Energy Financing Facility (H-REFF) and the Caribbean Basin Sustainable Energy Fund (CABEF), collectively called the Funds.



The Fund's investment strategy is to invest in a broad set of sustainable energy and energy efficiency infrastructure projects and companies, including grid-connected and off-grid renewable energy generation, distributed generation, energy efficiency, and storage solutions. Our investment strategy focuses on small and mid-sized projects that face challenges in raising equity and quasi-equity capital.

DISE'S STRATEGIC IMPACT OBJECTIVES

The Fund's impact strategy is to contribute meaningfully to sustainable and climate-resilient economies in the Caribbean and Central America by strategically providing capital and technical assistance to small and medium-sized enterprises in the sustainable energy sector.

Biogas | Biomass | Energy Efficiency | Solar | Hybrid | Hydroelectric | Wind



Some of our renewable energy projects

- Solar PV
- Distributed Generation Solar PV
- Run-of-River Hydro
- Solar PV EPC
- Energy Efficiency
- Biomass

The Funds invest in renewable energy and energy efficiency projects that align with and contribute to our impact objectives. Our primary impact objectives relate to the direct impacts of these projects.

FUND'S PRIMARY IMPACT OBJECTIVES



- Our investees promote opportunities for women in leadership, governance, and quality employment, driving gender equity within the companies, sectors, and communities in which we invest. Additionally, our investees design gender-smart community development projects that generate opportunities for local women entrepreneurs and improve the quality of life.

- Our investments promote greater access to and use of affordable, clean, reliable, sustainable, and modern energy for communities.

- Our investees create quality permanent and temporary jobs, promoting sustained, inclusive, sustainable economic growth, full and productive employment, and decent work.
- Renewable energy investments displace high-cost carbon alternatives, helping to combat climate change and its impacts.

FUND'S SECONDARY IMPACT OBJECTIVES



- Our investees offer technical and managerial training that benefits their employees.
- Our investees contribute to access to water and sanitation systems.
- Our investees build and improve roads, provide electrification systems, and enhance energy transmission systems in local communities.
- Our investees support local governments and communities in preserving protected areas and in initiatives such as reforestation.
- Our investees form partnerships with local organizations to support community development.

PRINCIPLE TWO

MANAGE STRATEGIC IMPACT ON A PORTFOLIO BASIS

> **The Manager shall have a process to manage impact achievement on a portfolio basis. The objective of the process is to establish and monitor impact performance for the whole portfolio, while recognizing that impact may vary across individual investments in the portfolio. As part of the process, the Manager shall consider aligning staff incentive systems with the achievement of impact, as well as with financial performance.**

DISE focuses on the growth and development of sustainable energy projects and businesses, but our impact objectives go beyond access to clean energy and reducing greenhouse gases.

DISE is committed to ensuring a diverse local workforce, training employees, increasing access to health services, and improving water and sanitary systems. Through our investments, we have the goals of generating quality jobs, providing technical education, fostering entrepreneurship, and collaborating with community-based environmental initiatives such as the protection of local forests and reforestation.

DISE'S IMPACT MANAGEMENT PROCESS

Below is outlined DISE's Impact Management Process, which is undertaken for each investment opportunity in collaboration with our technical, social, and environmental advisors.

1. **Pipeline Screening**

Pipeline opportunities are initially screened using investment criteria that include impact and ESG factors, such as location, type of project, projected generation, and carbon emission displacement.

Projects which could cause significant adverse environmental or social impacts, projects with large dams or reservoirs, and projects with involuntary resettlement or economic displacement of local communities are excluded.

Projects that do not comply with the initial screening are not considered for investment.

2. **Due Diligence**

During the due diligence phase, each project proceeds through comprehensive financial, environmental, and social analyses. This includes evaluating environmental and social benefits, as well as potential risks. The evaluation is carried out through documentation

review, interviews with internal and external stakeholders, and site visits. If a project is identified with a high social and/or environmental risk, it is immediately disqualified for investment.

An Environmental and Social Action Plan (ESAP) is detailed at the end of the due diligence phase. This plan includes a set of milestones to be achieved by the project before and during the Fund's investment period. The environmental and social considerations are included in the Investment Proposal presented to the Investment Committee for approval of the investment.



3. Financial Closing

The action items identified in the Environmental and Social Action Plan are set as conditions precedent for disbursement. These conditions are included as part of legal documents for closing.

For follow-on disbursements, investees must present a detailed report of the ongoing social, environmental, labor, health, and safety impacts of the project.

4. Monitoring

The Fund's environmental and technical advisor conducts a thorough social and environmental review in the portfolio management phase. On a quarterly basis, each investee completes the DISE Impact Questionnaire, which was specifically designed to monitor the positive impacts of each investment in alignment with our primary and secondary SDG-aligned objectives. Furthermore, DISE conducts webinars, training sessions, and tailored advice for investees to discuss the importance of impact measurement and its implementation. The technical advisor performs periodic visits to the companies. During these visits, compliance with the environmental and social requirements per the investment and loan agreements is confirmed. The technical advisor submits a periodic Environmental and Social Monitoring Report, detailing the visit results.

5. Investor Reporting

A quarterly Impact Report is prepared with the information collected through the questionnaire and submitted to the Fund's investors. The report is also aligned with SDGs 3, 4, 5, 6, 7, 8, 9, 13, and 15, presenting both quantitative and qualitative information about the impact of our portfolio.

DISE has not linked staff incentives with the achievement of impact goals; however, we are researching and assessing emerging practices for future consideration.

6. Exits

Responsible exits are defined at the origination of each project, as the exit mechanism is agreed upon before the investment is carried out. Whenever possible, our exits are structured to allow investment projects to return to their original sponsors, who have committed to adhering to responsible social and environmental guidelines.

The exit process involves ensuring that new or potential future investors have comprehensive information about the company's impact performance and improvements during DISE's investment period. This includes providing detailed compliance records, impact metrics, and any implemented measures to mitigate environmental and social risks. By facilitating this transparency, DISE helps to maintain high impact standards and supports a smooth transition for future stakeholders.

PRINCIPLE THREE

ESTABLISH THE MANAGER'S CONTRIBUTION TO THE ACHIEVEMENT OF IMPACT

> **The Manager shall seek to establish and document a credible narrative on its contribution to the achievement of impact for each investment. Contributions can be made through one or more financial and/or non-financial channels. The narrative should be stated in clear terms and supported, as much as possible, by evidence.**

The Fund's investment mandate is specifically designed to bridge financing gaps in developing countries with shallow capital markets to enable the implementation of clean energy and energy efficiency projects and companies that, in turn, generate positive impacts and contribute to the SDGs. Through the provision of much-needed long-term equity and quasi-equity capital to small and medium-sized renewable energy and energy efficiency projects and companies, the Funds' $58 MM of investments catalyzed approximately $500 MM of other funding sources (including project sponsors, senior lenders, other equity investors, and other investment funds).

In addition to careful selection of the Fund's portfolio projects and companies for their contributions to the above SDGs, the Funds also "wraps" their financial support with targeted technical assistance to incubate opportunities and prepare them for bringing on commercial capital. The $950,000 Technical Assistance facility funded by the Scaling Up Renewable Energy Program in Low Income Countries (SREP), an initiative of the Strategic Climate Fund channeled by IDB Lab, allowed the Funds to strengthen and incubate prospective investees projects and companies, institutionalize Environmental & Social Management Systems (ESMS), support community-based projects designed in coordination between investees sponsors and their community leader counterparts, and advocate for climate action and clean energy by sponsoring events and workshops.

As its investors require, DISE presents quarterly and annual reports that maintain the traceability of metrics and allow comparison of its investee's performance. During the investment presentation and due diligence process, impact targets are set and monitored throughout the investment cycle.

In 2023, Deetken Impact announced a new partnership with the United States Agency for International Development (USAID) through the Caribbean Climate Investment Program (CCIP) of the Climate Finance for Development Accelerator (CFDA) to support the development, deployment, and commercialization of renewable energy, energy efficiency, and clean technology projects[1]. With the creation of the Caribbean Inclusive Climate Finance

[1] The program was terminated as a result of President Trump's recent Executive Order "Reevaluating and Realigning United States Foreign Aid", issued on January 20, 2025.

Initiative (CICFI), Deetken Impact integrated deep investment expertise and gender-sensitive engagement with an extensive local network. CICFI developed a robust pipeline of companies and projects that support the green energy transition, prioritize gender equality and social inclusion, and seek to raise capital to support their growth. This program was discontinued in 2025 following USAID's closure.

CASE STUDY

GENDER-FOCUSED BEEKEEPING PROJECT



Project Overview and Objectives

With technical assistance funding, DISE supported and implemented community engagement and development initiatives. One of the initiatives in 2025 was the gender-focused beekeeping project jointly with its investment project, Soventix Caribbean, a company dedicated to engineering, procuring, and installing distributed-generation and utility-scale clean-energy projects. This initiative is also related to Monte Plata Solar, which is also part of DISE's investment portfolio in the Dominican Republic.

The project is designed to provide economic opportunities to women in the neighboring community, facilitating their engagement with the solar plant.

The beekeeping project is led by Innovación Rural, a family business based in the Dominican Republic that promotes sustainable development. Innovación Rural provides technical assistance through training in basic beekeeping and the production of value-added products such as honey, pollen, wax, and propolis. In addition, Innovación Rural provides advice on marketing apiculture products and technical support for apiary maintenance. The project aims to build beekeeping capacity for a group of women in the Boyá community, which is part of the communities within Monte Plata Solar´s project's indirect area of influence.

The project is being implemented by Innovación Rural, benefiting a group of women from Cooperativa de Producción Trabajo y Servicios Múltiples in Boyá, known as COOPBOYA, which aims to foster sustainable development through initiatives focused on cocoa cultivation, chocolate production, and the promotion of historical, cultural, and ecological ecotourism. Additionally, COOPBOYA works to enhance the skills of the Boyá community

and its surrounding areas, all within the context of the Strategic Territorial Sustainable Plan Monte Plata 2030. The beekeeping project helps the cooperative resume its activities after the 2020 COVID-19 pandemic and contributes to sustainable income opportunities by enabling diversification and access to value-added markets.



To guarantee the success and sustainability of the beekeeping project, Innovación Rural and Soventix Caribbean established a cooperation agreement with COOPBOYA, under which the cooperative and its beneficiaries pledge to participate in training and receive technical advice. Once the training is completed, a group of women from the cooperative will be able to:

- Maintain the apiary in good condition.
- Harvest honey.
- Collect pollen.
- Produce value-added products from honey, pollen, propolis, and wax.
- Generate income from the sale of bee products.



Progress and Technical Assistance

The pilot project's initial phase included installing fifteen beehives. The technical assistance consisted of a six-month training course and an advisory period. To date, the project has achieved the following:

- The establishment of an apiary with fifteen hives (to be expanded to 20), less than 5 km from Monte Plata Solar.
- Support for the revitalization of COOPBOYA, a cooperative with 133 members that was incorporated in 2010.
- Participation of an average group of 10 motivated and active women and 2 men.
- A demonstration harvest of 40 pounds of honey (with a market value of $10,000 to $15,000, depending on the packaging).
- Raising awareness about the importance of bees in pollination.
- 85% of the training has been completed in training in basic beekeeping and value-added products.

The project is currently under review and planning for its second phase, aiming to ensure the apiary's sustainability.

PRINCIPLE FOUR

ASSESS THE EXPECTED IMPACT OF EACH INVESTMENT BASED ON A SYSTEMATIC APPROACH.

For each investment, the Manager shall assess, in advance and, where possible, quantify the concrete, positive impact potential deriving from the investment. The assessment should use a suitable results measurement framework that aims to answer these fundamental questions:

- What is the intended impact?
- Who experiences the intended impact?
- How significant is the intended impact?

The Manager shall also seek to assess the likelihood of achieving the investment's expected impact. In assessing the likelihood, the Manager shall identify the significant risk factors that could result in the impact varying from ex-ante expectations. In assessing the impact potential, the Manager shall seek evidence to assess the relative size of the challenge addressed within the targeted geographical context. The Manager shall also consider opportunities to increase the impact of the investment. Where possible and relevant for the Manager's strategic intent, the Manager may also consider indirect and systemic impacts. Indicators shall, to the extent possible, be aligned with industry standards and follow best practice.

DISE's impact measurement process is designed to identify, document, and monitor the impacts of each investment made by the Funds before, during, and at the exit of each investment. The Funds set baseline social, environmental, and financial indicators for all investees. These are included in the Investment Recommendation prepared for the Investment Committee for review and approval of each investment and then included in DISE's quarterly Impact Report to investors.

The impact indicators below are collected quarterly from each client through our impact questionnaire.

DISE'S PRIMARY IMPACT INDICATORS



Gender-disaggregated data on women in the workforce.

Clean energy capacity and generation.

The number of jobs created (permanent and temporary).

Tons of CO2 emissions displaced.

DISE'S SECONDARY IMPACT INDICATORS



Improved access to health services through community development initiatives.

Improved access to education and training for employees and community members.

Initiatives that enhance local sanitation systems or improve access to water in rural communities.

Improved infrastructure in neighboring communities

Initiatives related to environmental protection, reforestation, or other support programs.

CASE STUDY

RIO BETULIA



Located in the Santa Fe Municipality in the department of Colon on the north coast of Honduras, the Rio Betulia Hydroelectric Central has an installed capacity of 7.5 MW. It is operated by General Equipment Supply S.A. (GESSA), which has planned and developed activities aligned with the SDGs. Rio Betulia has achieved the following measurable impacts:

BETULIA IMPACT INDICATORS

- Clean and affordable energy (SDG 7): 25 GWh of clean energy is generated annually. In addition, the company hired a technical advisor to work on the electrical system of the Samaria community. The project consists of a turbine that will generate energy for the community of Samaria, benefiting 35 families, totaling 210 people.

- Climate Action (SDG 13): Clean energy generation reduces 16,075 tons of greenhouse gases annually. In 2024, GESSA implemented the “Reduction of deforestation due to firewood consumption " initiative by implementing improved Justa 3D stoves in the Betulia River mid-upper basin. The project has benefited 100 households across four communities, and 100 people have been trained to use and maintain the Justa 3D stoves. This initiative is expected to prevent the cutting of 200 trees per year for firewood and the emission of 350 tons of carbon per year.

- Decent work and economic growth (SDG 8): The company employs 25 local workers, all of whom receive benefits, social security, and private medical and accident insurance. Employment generates $7,500 per month in the community.

- Industry, Innovation, and Infrastructure (SDG 9): The company repaired the 4 km access road from Samaria to La Fortuna and a section of the access road to the community of Jasmines de Oriente, located upstream of the Betulia River basin. Both activities were developed in partnership with the local communities and authorities.

- Quality Education (SDG 4): The company directly supports educational centers across 4 communities of influence by donating educational materials, supporting teacher salaries, and providing transportation scholarships from Betulia to Trujillo. The company donated school kits, including backpacks, notebooks, and school supplies, benefiting 154 girls and 127 boys from grades 1 to 12.



RECOVERY OF THE BETULIA RIVER MICRO-WATERSHED

Project Overview and Objectives

GESSA developed a strategic community project to establish community plots of ecologically and economically sustainable agroforestry systems for cocoa production in the Betulia River micro-basin. This initiative provides comprehensive training and technical support to local producers and landowners, focusing on the design, management, and cultivation of integrated systems. This model guarantees continuous soil coverage throughout all development stages of the main crop (cocoa), enabling a diversified production cycle:

- Short-term: Corn, beans, and vegetables for immediate food security
- Medium-term: Plantain, cassava, papaya, and sweet potato.
- Long-term: Tropical fruits (citrus, avocado, rambutan), multi-purpose species (moringa, guama), high-value timber (mahogany, cedar, and red granadillo).

Implementation and Capacity Building

A total of forty-two smallholders from the communities of La Fortuna, Samaria, and Jasmines de Oriente are currently engaged in the project. Under the supervision of an agronomist and forestry professionals, participants have received specialized training in:

- Agroforestry nursery establishment and seed production.
- Technical layout and planting of agroforestry plots.
- Specific management practices for diversified crops.

These efforts facilitate a direct transfer of knowledge, empowering the community to adopt sustainable land management practices.

Progress and Technical Assistance

Regarding the integrated management of natural resources, the project maintains 36 community plots, distributed as follows: 16 plots in Jasmines de Oriente, 12 plots in La



Fortuna, and 8 plots in Samaria, communities upstream of the Rio Betulia power plant dam site, benefiting 36 local producers.

GESSA maintains a consistent presence through periodic follow-up visits. These assessments enable monitoring of crop development, verification of technical management, and the design of customized action plans for each farm, ensuring the long-term consolidation of production systems.

Community Governance and Participatory Planning

To ensure local ownership, GESSA provides administrative and organizational support to newly formed community committees. These platforms serve as the primary link between GESSA and communities, fostering a transparent dialogue regarding local needs and expectations.



GESSA also conducted a Socioeconomic Assessment to provide foundational input for the Micro-watershed Management Plan, which evaluated the social and economic conditions of the communities, including livelihoods, access to natural resources, basic services, education, health, food security, and levels of community organization. The biophysical assessment analyzed physiographic and environmental variables, including topography, soil types, the hydrological network, hydrogeology, climatic conditions, land use, land cover, changes in forest cover, and the characterization of flora and fauna.

PRINCIPLE FIVE

ASSESS, ADDRESS, MONITOR, AND MANAGE POTENTIAL NEGATIVE IMPACTS OF EACH INVESTMENT

For each investment the Manager shall seek, as part of a systematic and documented process, to identify and avoid, and if avoidance is not possible, mitigate and manage negative impact risks. Where appropriate, the Manager shall engage with the investee to seek its commitment to take action to address potential gaps in current investee systems, processes, and standards, using an approach aligned with good international industry practice. As part of portfolio management, the Manager shall monitor investees' negative impact risk and performance, and where appropriate, engage with the investee to address gaps and unexpected events.

DISE is committed to effective environmental, social, and governance risk management practices in all its activities. DISE's environmental and social management system (ESMS) requires that all projects be reviewed and evaluated against the IFC Exclusion List, applicable national laws on environment, health, safety, and social issues, and the IFC Performance Standards. Management of ESG risks takes place before investment and on an ongoing basis (annually or more frequently if required) throughout the investment period.

During the investment and portfolio management periods, DISE monitors technical, legal, environmental, and social performance and compliance of a company until the financing operation is complete. The objective is to ensure adequate environmental and social management and performance of the company, as well as compliance with the environmental and social conditions established in the investment agreements.

DISE and the Technical Advisor periodically supervise the client's environmental and social performance and compliance during both the construction and operations phases. Investees are required to issue an Environmental and Social Compliance Report for each monitoring period, detailing and confirming compliance with the investment agreement's environmental and social requirements.



DISE and the Technical Advisor carry out monitoring visits. Each visit focuses on the most relevant environmental and social issues for the corresponding monitoring period. The Technical Advisor prepares and submits an environmental and social monitoring report that includes the most important findings from the visit and review.

Based on the client's Compliance Report and the monitoring visit, the Technical Advisor prepares an Environmental and Social Monitoring Report that evaluates project performance and compliance for the monitoring period. If a gap or noncompliance is identified, the Technical Advisor recommends a Corrective Action Plan (CAP), which, with DISE's approval, becomes a new environmental and social requirement for the project.

Investees must inform DISE of accidents or incidents that result in or could result in significant adverse environmental and/or social effects in the projects financed by the Funds. The terms and notification schedule are set out in the investment agreements. If an emergency event leads to a violation, DISE and the Technical Advisor assess the event together, and then the Technical Advisor recommends a CAP. The CAP has become a new environmental and social requirement for the project.

PRINCIPLE SIX

MONITOR THE PROGRESS OF EACH INVESTMENT IN ACHIEVING IMPACT AGAINST EXPECTATIONS AND RESPOND APPROPRIATELY

The Manager shall use the results framework (referenced in Principle 4) to monitor progress toward the achievement of positive impacts in comparison to the expected impact for each investment. Progress shall be monitored using a predefined process for sharing performance data with the investee. To the best extent possible, this shall outline how often data will be collected; the method for data collection; data sources; responsibilities for data collection; and how, and to whom, data will be reported. When monitoring indicates that the investment is no longer expected to achieve its intended impacts, the Manager shall seek to pursue appropriate action. The Manager shall also seek to use the results framework to capture investment outcomes.

DISE monitors and measures the impact indicators described under Principle 4 for each company or project it has invested in.



Impact information is collected through a structured interview that gathers monthly qualitative and quantitative information on each project or business. This process captures quantitative measurements of project impacts and, just as importantly, emphasizes communication between the Funds' investment team and portfolio company management to capture the story behind the numbers. This includes community initiatives that project companies undertake outside their core project development responsibilities.



Impact information is communicated to the Funds' investors every quarter through the Quarterly Report to Limited Partners and discussed in regular meetings of the Limited Partners Advisory Council and the Investment Committee.

In cases where the investees have not met the expected targets, especially in energy

generation, the Technical Advisor meets with them to determine whether they have technical issues and follows up through continuous monitoring.

DISE's impact measurement system is aligned with the Global Impact Investing Network (GIIN)'s IRIS+ metrics. In 2023, DISE participated in GIIN's Energy Impact Performance Benchmarking working group alongside other leading climate finance investors. This initiative was a co-development process to develop a landmark analytic tool that aggregates sector-specific impact results across investments, enabling investors to compare their impact performance to peers and the Sustainable Development Goals (SDGs). As a result, we're currently assessing how the tool can help inform decisions and drive a more profound impact.

PRINCIPLE SEVEN

CONDUCT EXITS CONSIDERING THE EFFECT ON SUSTAINED IMPACT

> **When conducting an exit, the Manager shall, in good faith and consistent with its fiduciary concerns, consider the effect which the timing, structure, and process of its exit will have on the sustainability of the impact.**

The Funds completed their deployment period in 2024. In October 2025, DISE made its first portfolio exit: a company that develops and operates solar PV projects in Jamaica. The company shares were transferred back to the original sponsor. As part of the agreement, the company will continue sharing impact metrics with DISE.

In renewable energy projects, sustainability is inherently present in the assets. Thus, it is expected that the assets will continue to be sustainable even after the Funds have exited the projects. Nonetheless, responsible exits should assess the buyer's commitment to impact and consider ongoing engagement with the employees and the community. Upon the negotiation of an exit, DISE will confirm that the project's impact objectives are clearly laid out to the buyer of the asset and ensure that the commitments continue.

DISE's exit mechanisms are agreed upon at the origination of each deal. In most cases, the exit strategy is through the initial project sponsors, all of whom have already been assessed by DISE as responsible investors who align with our impact objectives. Our exits will differ according to the investment structure: debt, preferred shares, or common equity.



Exits of debt and preferred share deals are self-liquidating through either interest, principal, preferred dividends, or share redemptions. In this case, the exits are done with the company and/or project sponsors.

Exits of common shares have put options for sale back in the portfolio company. However, for common shares, the exit may occur through a sale to a third party, in which case DISE will consider the buyer's commitment to sustainable development and impact objectives.

PRINCIPLE EIGHT

MONITOR, REVIEW, DOCUMENT, AND IMPROVE DECISIONS AND PROCESSES BASED ON THE ACHIEVEMENT OF IMPACT AND LESSONS LEARNED

The Manager shall review and document the impact performance of each investment, compare the expected and actual impact, and other positive and negative impacts, and use these findings to improve operational and strategic investment decisions, as well as management processes.

DISE regularly reviews its impact measurement and reporting system to ensure clarity, consistency, and consideration of the specific context and standards of each country where the Funds operate. This included improved protocols for gathering, analyzing, reporting, and communicating impact information. As part of this effort, we have organized workshops for all investees to convey the importance of impact measurement, the key role it plays in ensuring that impact information is meaningful, and the benefits of creating, measuring, and reporting impacts for their businesses. DISE plans to continue this proactive and collaborative approach to improve the generation of impact in its portfolio and its measurement and reporting. DISE periodically shares information with its investees so they may understand their impact versus relevant benchmarks, share insights, and provide feedback to the DISE team.

In 2021, DISE conducted interim and ex-post evaluations of its transactions as they were developed and eventually exited the portfolio to validate its impact assumptions and improve its impact management approach. The learnings from these evaluations provide a better understanding of the Fund's impact and serve as a basis for continuous improvement.

In 2022, following the recommendations from the independent verification carried out by TECDEA (Tecnología y Desarrollo Ambiental S.A. de C.V.) in May 2021, DISE´s impact measurement system was improved. Below is a summary of the actions implemented:

- Update the impact measurement questionnaire based on the type of technology used and the client's operations.
- Standardization of the frequency of delivery of questionnaires by project or stage (construction, operation).
- Systematization of impact indicators shared by the investees.
- Update of the guide for implementing the Impact Measurement Questionnaire according to the changes made.

- From Q3 2022, DISE began collecting gender-disaggregated data and encouraging companies to implement gender-sensitive initiatives across their businesses and communities.

In 2023, DISE developed training on the Intersection of Gender and Energy for the companies in its investment portfolio. The objective of the training was to encourage companies to include the gender lens as an opportunity for business growth. The workshop separated the English-speaking and Spanish-speaking companies over two days. The workshops were attended by 56 participants from 10 DISE investees, 31 from the Spanish training, and 25 from the English training. Additionally, new gender-disaggregated metrics were presented for inclusion in the impact measurement questionnaire.

In 2023, DISE was awarded two of the eleven CREF Awards for Excellence at the Caribbean Renewable Energy Forum (CREF). The 5th Annual CREF Industry Awards recognize excellence in projects, programs, and people driving the clean energy transition forward in the Caribbean. DISE won the Best Climate Finance Program for the Caribbean Basin Sustainable Energy Fund (CABEF) and the Best Commercial & Industrial Project for one of the projects supported by our investment in a Jamaican distributed solar company. Another one of DISE's investees was recognized for the Best Energy Storage Project in the Dominican Republic. This shows how DISE aims to develop best practices across its portfolio and share the lessons learned with the ecosystem.

For more information, see Deetken Impact Recognized With Two Accolades at the 5th Annual CREF Industry Awards.

As part of its E&S monitoring process, DISE implemented an ESG questionnaire in 2025 to assess and monitor the implementation of ESG policies and procedures across investees, in alignment with best practices. The questionnaire assessed aspects of cybersecurity, human resources, environmental management, occupational health and safety, gender, and governance, revealing that the companies in the portfolio are performing adequately and in line with Deetken Impact's policies.

PRINCIPLE NINE

MONITOR PUBLICLY DISCLOSE ALIGNMENT WITH THE PRINCIPLES AND PROVIDE REGULAR INDEPENDENT VERIFICATION

The Manager shall publicly disclose, on an annual basis, the alignment of its impact management systems with the Principles and, at regular intervals, arrange for independent verification of this alignment. The conclusions of this verification report shall also be publicly disclosed. These disclosures are subject to fiduciary and regulatory concerns.

This Disclosure Statement confirms DISE's alignment with the Impact Principles and is updated annually. Information about the current independent verifier is as follows:

Name: TECDEA (Tecnología y Desarrollo Ambiental S.A. de C.V.)
Address: Lomas del Guijarro Sur, Torre Alianza II, Oficina 807, Tegucigalpa, Honduras.

Tecnología y Desarrollo Ambiental S.A. de C.V. (TECDEA) has been contracted by Deetken Impact Sustainable Energy (DISE) to conduct an independent review on the alignment of DISE's impact management system with the Operating Principles for Impact Management (the principles), applied to the Honduras Renewable Financing Facility (H-REFF) and Caribbean Basin Sustainable Energy Fund (CABEF), both funds managed by DISE. DISE's assets under management were USD 58 million as of May 2026.

The consultancy consists of making inquiries, primarily about the impact of management systems, the professionals responsible for preparing the information presented in the Statement, and evidence-gathering procedures, as appropriate. These procedures included:

- Review of the alignment of the DISE's impact management system with the Operating Principles for Impact Management.
- Interviews to understand DISE's processes and determine its alignment with principles.
- Inspection of supporting documents.
- Drafting and issuing an independent verifier's report

Based on the procedures performed and the review conducted, as described above, nothing has come to the attention of Deetken Impact Sustainable Energy that it has not aligned with the Operating Principles for Impact Management for USD 58 million of its assets under management. DISE´s independent verification is conducted every three years; the next is scheduled for May 2027. The independent verification report is available at this link.



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