



Statement on Principal Adverse Impacts of Investment Decisions on Sustainability Factors

Financial market participant: HPS Investment Partners, LLC (549300IW7540H8HM8F38) as alternative investment fund manager to certain alternative investment vehicles marketed and sold in the European Union under the Alternative Investment Fund Manager’s Directive

Summary

HPS Investment Partners, LLC (549300IW7540H8HM8F38) (“HPS” or the “Firm”) does not consider principal adverse impacts of its investment decisions on sustainability factors. However, as HPS exceeded on its balance sheet the criterion of the average number of 500 employees (the “500 employee threshold”), it is required to publish a statement on due diligence policies with respect to the principal adverse impacts of investment decisions on sustainability factors in accordance with Article 4 of Regulation (EU) 2019/2088 (the “SFDR”). The present statement is the consolidated statement on principal adverse impacts on sustainability factors of HPS. This statement on principal adverse impacts on sustainability factors covers the reference period 1 January 2025 to 31 December 2025.

Description of the principal adverse impacts on sustainability factors

HPS has opted not to consider the principal adverse impacts of its investment decisions on sustainability factors. HPS is supportive of the policy aims of the principal adverse impact regime to improve transparency to clients, investors, and the market but, taking account of the nature of its activities and the types of products it makes available, HPS considers that it would be disproportionate to consider the principal adverse impacts of its investment decisions on sustainability factors at this time.

HPS believes a responsible investing approach, which integrates material environmental, social and governance (“ESG”) considerations into the overall investment process, can improve its ability to mitigate downside risks and volatility in its credit portfolios. Although HPS may consider sustainability as part of its investment processes, HPS is not in a position to determine an appropriate level of assessment of principal adverse impacts to carry out at this time. HPS may reconsider such assessment from time to time.

Indicators applicable to investments in investee companies								
Adverse sustainability indicator	Metric		Impact (2025)	Impact (2024)	Impact (2023)	Explanation (data coverage, % share of investments) ^{iv}	Actions taken, actions planned and targets set for next reference period	
CLIMATE AND OTHER ENVIRONMENT-RELATED INDICATORS								
Greenhouse gas (“GHG”) emissions	1. GHG emissions ^{i,ii}	Scope 1 GHG emissions (tCO ₂ e)	Private Credit	2,049,786	1,691,780	2,081,533	2025: 87% 2024: 88% 2023: 90%	HPS, with the assistance of third-party data service providers, has established a program to receive data on the principal adverse impacts of portfolio companies, but, as it has opted not to consider the principal adverse impacts of its investment decisions on sustainability factors, it has not set any targets and does not report on actions taken or planned.
			Liquid Credit	1,464,264	1,191,303	1,517,271	2025: 91% 2024: 92% 2023: 91%	
		Scope 2 GHG emissions (tCO ₂ e)	Private Credit	1,013,593	1,097,042	862,518	2025: 88% 2024: 89% 2023: 91%	
			Liquid Credit	215,335	534,219	359,095	2025: 91% 2024: 91% 2023: 91%	
		Scope 3 GHG emissions (tCO ₂ e)	Private Credit	13,973,701	8,696,744	6,740,903	2025: 89% 2024: 89% 2023: 90%	
			Liquid Credit	6,598,140	4,910,776	4,080,229	2025: 92% 2024: 92% 2023: 91%	
		Total GHG emissions (tCO ₂ e)	Private Credit	17,037,080	11,485,566	9,684,955	2025: 89% 2024: 89% 2023: 91%	
			Liquid Credit	8,277,739	6,636,299	5,956,595	2025: 92% 2024: 92% 2023: 91%	

	2. Carbon footprint ^{i,ii}	Carbon footprint (tCO ₂ e / M EUR invested)	Private Credit	198	156	150	2025: 89% 2024: 89% 2023: 91%
			Liquid Credit	508	419	340	2025: 92% 2024: 92% 2023: 91%
	3. GHG intensity of investee companies ^{i,ii}	GHG intensity of investee companies (tCO ₂ e / M EUR revenue)	Private Credit	329	224	255	2025: 87% 2024: 88% 2023: 90%
			Liquid Credit	1,017	654	446	2025: 92% 2024: 92% 2023: 91%
	4. Exposure to companies active in the fossil fuel sector ⁱⁱⁱ	Share of investments in companies active in the fossil fuel sector (%)	Private Credit	2%	4%	5%	2025: 72% 2024: 70% 2023: 74%
			Liquid Credit	3%	5%	6%	2025: 86% 2024: 91% 2023: 69%
	5. Share of non-renewable energy consumption and production ⁱⁱⁱ	Share of non-renewable energy consumption and non-renewable energy production of investee companies from non-renewable energy sources compared to renewable energy sources, expressed as a percentage of total energy sources (% of total energy consumption and production)	Private Credit	75%	77%	84%	2025: 32% 2024: 31% 2023: 22%
			Liquid Credit	67%	68%	71%	2025: 34% 2024: 26% 2023: 24%

	6. Energy consumption intensity per high impact climate sector ⁱⁱⁱ	Energy consumption in GWh per million EUR of revenue of investee companies, per high impact climate sector (GWh / M EUR revenue)	Private Credit	0.1	0.2	1	2025: 83% 2024: 58% 2023: 26%
			Liquid Credit	0.4	0.4	1	2025: 39% 2024: 33% 2023: 33%
Biodiversity	7. Activities negatively affecting biodiversity-sensitive areas ⁱⁱⁱ	Share of investments in investee companies with sites/operations located in or near to biodiversity-sensitive areas where activities of those investee companies negatively affect those areas (%)	Private Credit	0.6%	0.0%	0.0%	2025: 78% 2024: 78% 2023: 77%
			Liquid Credit	0.0%	0.0%	16%	2025: 10% 2024: 5% 2023: 2%
Water	8. Emissions to water ⁱⁱⁱ	Tonnes of emissions to water generated by investee companies per million EUR invested, expressed as a weighted average (t / m EUR invested)	Private Credit	82	129	15	2025: 14% 2024: 17% 2023: 19%
			Liquid Credit	3	0.0	2	2025: 3% 2024: 1% 2023: 0.4%
Waste	9. Hazardous waste and radioactive waste ratio ⁱⁱⁱ	Tonnes of hazardous waste and radioactive waste generated by investee companies per million EUR invested, expressed as a weighted average (t / m EUR invested)	Private Credit	12	0.3	0.9	2025: 25% 2024: 30% 2023: 27%
			Liquid Credit	1	2	2	2025: 20% 2024: 15% 2023: 13%

Indicators applicable to investments in investee companies								
Adverse sustainability indicator	Metric		Impact (2025)	Impact (2024)	Impact (2023)	Explanation (data coverage, % share of investments) ^{iv}	Actions taken, actions planned and targets set for next reference period	
INDICATORS FOR SOCIAL AND EMPLOYEE, RESPECT FOR HUMAN RIGHTS, ANTI-CORRUPTION AND ANTI-BRIBERY MATTERS								
Social and employee matters	10. Violations of UN Global Compact (“UNGC”) principles and Organisation for Economic Co-operation and Development (“OECD”) Guidelines for Multinational Enterprises ⁱⁱⁱ	Share of investments in investee companies that have been involved in violations of the UNGC principles or OECD Guidelines for Multinational Enterprises (%)	Private Credit	0.0%	0.0%	0.0%	2025: 77% 2024: 68% 2023: 72%	Please refer to the actions taken, and actions planned and targets set disclosure above.
			Liquid Credit	0.0%	0.2%	0.0%	2025: 86% 2024: 90% 2023: 73%	
	11. Lack of processes and compliance mechanisms to monitor compliance with UN Global Compact principles and OECD Guidelines for Multinational Enterprises ⁱⁱⁱ	Share of investments in investee companies without policies to monitor compliance with the UNGC principles or OECD Guidelines for Multinational Enterprises or grievance /complaints handling	Private Credit	1%	2%	3%	2025: 86% 2024: 83% 2023: 78%	
			Liquid Credit	24%	31%	32%	2025: 86% 2024: 91% 2023: 81%	

		mechanisms to address violations of the UNGC principles or OECD Guidelines for Multinational Enterprises (%)						
12. Unadjusted gender pay gap ^{iii, v}	Average unadjusted gender pay gap of investee companies	Private Credit	47% difference between average male and female earnings, as a % of average male earnings	39% difference between average male and female earnings, as a % of average male earnings	52% difference between average male and female earnings, as a % of average male earnings	2025: 27% 2024: 24% 2023: 21%		
		Liquid Credit	14% difference between average male and female earnings, as a % of average male earnings	14% difference between average male and female earnings, as a % of average male earnings	17% difference between average male and female earnings, as a % of average male earnings	2025: 26% 2024: 17% 2023: 16%		
13. Board gender diversity ^{iii, v, vi}	Average ratio of female to total board members in investee companies, expressed as a percentage of all board members	Private Credit	19% ratio, expressed as a % of female to total board members	16% ratio, expressed as a % of female to total board members	17% ratio, expressed as a % of female to male board members	2025: 48% 2024: 56% 2023: 52%		
		Liquid Credit	22% ratio, expressed as a % of female to total board members	23% ratio, expressed as a % of female to total board members	22% ratio, expressed as a % of female to male board members	2025: 55% 2024: 50% 2023: 49%		

	14. Exposure to controversial weapons (anti-personnel mines, cluster munitions, chemical weapons and biological weapons) ⁱⁱⁱ	Share of investments in investee companies involved in the manufacture or selling of controversial weapons (%)	Private Credit	0.0%	0.0%	0.0%	2025: 73% 2024: 69% 2023: 74%	
			Liquid Credit	0.0%	0.0%	0.0%	2025: 86% 2024: 92% 2023: 76%	
ADDITIONAL CLIMATE AND OTHER ENVIRONMENT-RELATED INDICATORS								
Emissions	4. Investments in companies without carbon emission reduction initiatives ⁱⁱⁱ	Share of investments in investee companies without carbon emission reduction initiatives aimed at aligning with the Paris Agreement (%)	Private Credit	77%	69%	62%	2025: 75% 2024: 72% 2023: 62%	Please refer to the actions taken, and actions planned and targets set disclosure above.
			Liquid Credit	43%	46%	24%	2025: 72% 2024: 69% 2023: 44%	
ADDITIONAL INDICATORS FOR SOCIAL AND EMPLOYEE, RESPECT FOR HUMAN RIGHTS, ANTI-CORRUPTION AND ANTI-BRIBERY MATTERS								
Anti-corruption and anti-bribery	15. Lack of anti-corruption and anti-bribery policies ⁱⁱⁱ	Share of investments in entities without policies on anti-corruption and anti-bribery consistent with the United Nations Convention against Corruption (%)	Private Credit	2%	3%	17%	2025: 85% 2024: 84% 2023: 74%	Please refer to the actions taken, and actions planned and targets set disclosure above.
			Liquid Credit	9%	11%	1%	2025: 78% 2024: 81% 2023: 67%	

Description of policies to identify and prioritise principal adverse impacts on sustainability factors

HPS has opted not to consider the principal adverse impacts of its investment decisions on sustainability factors. HPS is supportive of the policy aims of the principal adverse impact regime to improve transparency to clients, investors, and the market but, taking account of the nature of its activities and the types of products it makes available, HPS considers that it would be disproportionate to consider the principal adverse impacts of its investment decisions on sustainability factors at this time.

HPS, with the assistance of third-party data service providers, has established a program to collect data on the principal adverse impacts of portfolio companies and is leveraging third-party data providers to complement this data collection.

Engagement policies

HPS has opted not to consider the principal adverse impacts of its investment decisions on sustainability factors, including through its engagement policies. However, for private credit investments, where practical, as part of HPS's broader ESG stewardship, the Firm seeks to engage with portfolio company management teams and/or private equity sponsors, where practicable, in an effort to mitigate any identified material ESG risks and help assess any potential long-term financial and reputational risks that can result from a failure to address ESG issues.

References to international standards

HPS has opted not to consider the principal adverse impacts of its investment decisions on sustainability factors, including by reference to international standards. However, HPS is a signatory of the United Nations-supported Principles for Responsible Investment ("UN PRI"). The UN PRI is a global network of asset managers, owners and service providers working together to put responsible investment into practice. The principles, which are voluntary, aim to provide a framework for integrating ESG considerations into investment decision-making and ownership practices.

HPS is a public supporter of the Taskforce on Climate-Related Financial Disclosures ("TCFD") and the Taskforce's belief that standardized climate-related information will allow companies to incorporate climate-related considerations into their risk management and strategic planning processes. HPS considers the TCFD Recommendations a useful disclosure framework in the assessment of governance, strategy, risk management and metrics and targets in the context of climate change, and as such aspires to report in line with its recommendations.

Historical comparison

In this statement, HPS presents a historical comparison of the reference period for the calendar year 2025 with the previous reference periods of the calendar years 2024 and 2023 as reported in the statements published on 30 June 2024 and 30 June 2023, respectively.

The PAI data included in this statement is predominantly influenced by two factors: (i) growth of the HPS business, including the launch of new products, as well as client growth and the variance in how those clients allocate to HPS products, and (ii) market conditions (affecting the assets

held in, and weightings of assets within, those products). Changes in the PAI indicators shown above are reflective of those two factors. Changes are also driven by market movements between the measurement periods and any increases / decreases in the data coverage for the measured PAIs, as illustrated by the coverage percentages detailed above.

No changes have been applied to the voluntary PAI indicator selection. The data coverage percentages for the 2023 reference period for private credit have been revised. HPS has assessed material year on year movements in the PAI indicators 1, 2, 3, 8 and 9, and determined that those movements are primarily attributable to:

- Changes in the composition of the assets held in the funds
- Changes in data coverage, impacting the availability of data required for the calculation of the PAI indicators
- Issuer level changes impacting the PAIs

As methodologies for measuring PAIs continue to evolve, observed changes at the issuer level may result from, among other factors, updates to the calculation methodology adopted by those issuers, and / or methodological updates adopted by the data vendor with whom HPS engages to obtain environmental, social and governance data.



Endnotes

PAST PERFORMANCE IS NOT NECESSARILY INDICATIVE OF FUTURE RESULTS. HPS manages actively managed portfolios; holdings, sector weightings and allocations are subject to change, and the Firm's strategies are managed to internal risk guidelines which are not absolute and can change over time. There can be no assurance that the investments made to date in the Firm's funds and the resulting PAIs are indicative of comparable future investments of the Firm or the future PAIs of the Firm's portfolios. In select cases, the data presented is based on HPS's interpretation and analysis of the sourced information.

ⁱ Results 2023, 2024 and 2025 show approximation of tCO₂e emissions (includes Scope 1, Scope 2, and Scope 3) generated for holdings from 01/01/2023-31/12/2023, 01/01/2024-31/12/2024 and 01/01/2025-31/12/2025 respectively, based partially on data sourced directly from portfolio companies (Data Quality 1 and 2) and an estimation methodology (Data Quality 3, 4 and 5). Estimations for private credit are calculated by Watershed, an enterprise sustainability platform, primarily by applying Comprehensive Environmental Data Archive ("CEDA") using the Partnership for Carbon Accounting Financials ("PCAF") Methodology; however, in line with Watershed guidance, HPS elects to apply US Environmentally-Extended Input-Output ("USEEIO") instead of CEDA using the PCAF Methodology for financed emissions from certain utilities, aluminum and waste sub-industries. This is done to overcome certain sub-sector mapping limitations of the CEDA methodology. Emissions for liquid credit are based on data provided by HPS's liquid credit-focused third-party data provider, a document, compliance and data management provider to Leveraged Finance and Private Market Investors as well as data provided by other third-party data providers. There may be certain differences in historic data calculations resulting from this approach, and as such, HPS's 2025 Statement on Principal Adverse Impacts of Investment Decisions on Sustainability Factors should not be compared to prior reports due to vendor and methodology changes.

ⁱⁱ In 2025, 11% of the Private Credit and 8% of the Liquid Credit net asset values of fund investments in USD could not be analyzed for carbon footprint estimation using the Methodology due to the unavailability of data. In 2024, 11% of the Private Credit and 8% of the Liquid Credit net asset values of fund investments in USD could not be analyzed for carbon footprint estimation using the Methodology due to the unavailability of data. In 2023, 9% of the Private Credit and 9% of the Liquid Credit net asset values of fund investments in USD could not be analyzed for carbon footprint estimation using the Methodology due to the unavailability of data. This includes third-party CLOs, ABS, leasing platforms or income receivables pools for which enterprise value, revenue or other required data is not tracked or was not available at time of report creation. No additional emissions have been added to the total for the Fund to account for the excluded positions. Net asset value represents fair market value of fund investments. Unrealized value of investments is based on HPS's proprietary valuation methodologies, based on numerous factors and is subjective in nature. There is no assurance that any investment will be realized at such value, and there is an inherent conflict of interest in HPS's role in valuing such investments.

ⁱⁱⁱ Based on the percentage of data sourced directly from portfolio companies, as shown in the Data Coverage explanations, for the relevant PAI. Due to data availability and structure, there may be certain differences in historic data coverage calculations resulting from this approach.

^{iv} Represents the percentage of the Firm's investments that have been included in the calculation of the relevant PAI, based on data sourced directly from portfolio companies.

^v Represents an average percentage of the available data.

^{vi} HPS, in consultation with a third-party consultant, has updated PAI 13 description in line with the European Commission's Delegated Act and in line with ESMA guidance from female-to-male to female-to-total board members. This change has not been retroactively applied to 2023 PAI 13.



Risk Disclosures

The data and information in this material, which has been prepared by HPS Investment Partners, LLC, a part of BlackRock (“HPS”, or the “Firm”), are presented for informational purposes only. This material does not constitute an offer to sell or the solicitation of any offer to buy any interest, security, including any interests in any HPS funds or accounts, or investment product. All information provided herein is as of the date set forth on the cover page (unless otherwise specified) and is subject to modification, change or supplement in the sole discretion of HPS without notice to you. This information is neither complete nor exact and is provided solely as reference material. Nothing contained herein constitutes investment, legal, tax or other advice nor is it to be relied on in making an investment or other decision. This material should not be viewed as a current or past recommendation or a solicitation of an offer to buy or sell any securities or to adopt any investment strategy.

Certain information contained in this material constitutes “forward-looking statements,” which can be identified by the use of forward-looking terminology such as “may,” “will,” “should,” “expect,” “anticipate,” “project,” “estimate,” “intend,” “continue” or “believe” or the negatives thereof or other variations thereon or comparable terminology. Due to various risks and uncertainties, actual events or results may differ materially from those reflected or contemplated in such forward-looking statements. Furthermore, any projections or other estimates in this material are “forward-looking statements” and are based upon certain assumptions that may change. More broadly, statements that do not relate strictly to historical or current facts are based on current expectations, estimates, projections, opinions or beliefs of HPS and its affiliates or its sources of information as of the date of this material (unless otherwise specified). Due to various known and unknown risks, assumptions and uncertainties related to the forward-looking statements in this material, actual events or results or actual performance could differ materially and adversely from those expressly or implicitly reflected, or contemplated, in such forward-looking statements. Accordingly, investors should not place undue reliance on forward-looking statements as a prediction of actual results or actual performance. HPS has based these forward-looking statements on current expectations and assumptions about future events, taking into account all information currently known by HPS. These expectations and assumptions are inherently subject to significant business, economic, competitive, regulatory and other risks and uncertainties; actual events are difficult to project and often depend upon factors that are beyond the control of the HPS and its affiliates. Additional risks of which HPS is not currently aware could cause actual results to differ. The risks and uncertainties that may affect the operations, performance and results of HPS’s business and forward-looking statements include, but are not limited to, those set forth in this material and in the documents HPS files from time to time with the Securities and Exchange Commission. In addition, unless the context otherwise requires, the words “include,” “includes,” “including,” and other words of similar import are meant to be illustrative rather than restrictive. Any forward-looking statement speaks only as of the date on which such statement is made, and HPS assumes no obligation to correct or update any forward-looking statement, whether as a result of new information, future events or otherwise, except as required by law.

Certain information contained herein relating to any goals, targets, intentions or expectations, is subject to change, and no assurance can be given that such goals, targets, intentions or expectations will be met. Further, statistics and metrics relating to ESG matters are estimates and may be based on assumptions or developing standards (including HPS’s internal standards and policies). Similarly, there can be no assurance that HPS’s ESG policies and procedures as described in this material, including policies and procedures related to responsible investment or the application of ESG-related criteria or reviews to the investment process, including the ESG Ratings, will continue; such policies and procedures could change, even materially, or may not be applied to a particular investment. HPS is permitted to determine in its discretion that it is not feasible or practical to implement or complete certain of its ESG initiatives, policies, and procedures based on cost, timing or other considerations. Statements about ESG initiatives or practices related to portfolio companies do not apply in every instance and depend on factors including, but not limited to, the relevance or implementation status of an ESG initiative to or within the portfolio company; the nature and/or extent of investment in, ownership of or, control or influence exercised by HPS with respect to the portfolio company; and other factors as determined by HPS and its affiliates. ESG factors are only some of the many factors HPS considers in making an investment, and there is no guarantee that HPS will make investments in companies that create positive ESG impact or that consideration of ESG factors will enhance long term value and financial returns for limited partners. To the extent HPS engages with portfolio companies on ESG-related practices and potential enhancements thereto, there is no guarantee that such engagements will improve the financial performance of the investment. In addition, the act of selecting and evaluating material ESG factors is subjective by nature, and there is no guarantee that the criteria utilized or judgment exercised by HPS will reflect the beliefs or values, internal policies or preferred practices of

investors, other asset managers or align with market trends. Except where opinions and views are expressly attributed to individuals, general discussions contained within this material regarding the market or market conditions represent the view of either the source cited or HPS. Nothing contained herein is intended to predict the performance of any investment. There can be no assurance that actual outcomes will match the assumptions or that actual returns will match any expected returns. Case studies presented herein are for illustrative purposes only, have been selected in order to provide examples illustrating HPS's application of its ESG policies and procedures with respect to its portfolio investments and do not purport to be a complete list thereof. It should not be assumed that investments made in the future will be comparable in quality or performance to the investments described herein. Further, references to the investments included in the illustrative case studies should not be construed as a recommendation of any particular investment or security. Certain information was provided by third parties and certain statements reflect HPS's beliefs as of the date hereof based on prior experience and certain assumptions that HPS believes are reasonable but may prove incorrect. Past performance is not necessarily indicative of future results. There can be no assurance that the operations and/or processes of HPS as described herein will continue, and such processes and operations may change, even materially. The actual investment process used for any or all of HPS's investments may differ materially from the process described herein. Certain information contained herein has been obtained from third parties, and in certain cases have not been updated through the date hereof. While these third-party sources are believed to be reliable, HPS makes no representation or warranty, express or implied, with respect to the accuracy, fairness, reasonableness or completeness of any of the information contained herein, and expressly disclaims any responsibility or liability therefor.

This communication has been prepared exclusively for institutional/wholesale/ professional clients and qualified investors only as defined by local laws and regulations.