

Verification statement

Background

Inoks Capital SA ('INOKS') is a signatory of the Operating Principles for Impact Management ('the Impact Principles'). As per the ninth principle, each signatory undertakes a regular independent verification of the Impact Principles' implementation.

INOKS has requested Steward Redqueen to verify alignment of its operations and assets under management (USD 692 million as of 30 June 2023) with the Impact Principles.

This verification statement refers to INOKS' Disclosure Statement dated 31 August 2023.

Verification process

For this verification, Steward Redqueen undertook the following activities:

1. Review of documentation on INOKS' policies, procedures and tools around impact management to assess alignment with the impact principles;
2. Verification of how these are implemented in practice based on a selection of three transactions (selected by considering (i) diversity in investment stage, (ii) geographical location and (iii) commodity);
3. Interviews with staff to evaluate how impact management is incorporated into team research, discussions, and decision-making.

Verification outcomes

In line with the findings of the previous verification, INOKS demonstrates strong alignment with the Operating Principles for Impact Management. On top of the commitment, strategy, policies and procedures already in place, INOKS has introduced new elements to further improve its alignment with the Impact Principles and streamline its impact management practices; including changes to its impact & ESG management associated with the new TAP program and the introduction of impact incentive schemes for some of its investees.

Moving forward, we provide INOKS two main recommendations.

1. Achieve more effective impact management by proactively steering towards a portfolio that intentionally balances the different themes and objectives and prioritizes investments with high impact potential.
2. Strive for a balanced approach between regulatory compliance, realistic data collection, and strategic decision-making in impact management processes, by emphasizing efficiency and maintaining a clear focus on its strategic impact objectives.

Amsterdam, **September 27, 2023**

Silvia Binet



Willem Vosmer

