

LuxFLAG Applicant Fund Status

Overview:

LuxFLAG Applicant Fund Status is a unique tool at the disposal of Asset Managers which they can use to highlight the Sustainability/ESG/Impact credentials of their newly launched investment products to boost the marketing effort in the initial subscription phase.

The Applicant Fund Status (which is a transitional label) is granted to early stage funds (which have not started the investments), based on the investment policies and procedures which must be in line with the best market practices.

Prerequisite:

1. At the time of application the applicant must have submitted an application to the Regulator or have received the necessary regulatory approval.
2. The Investment Objective mentioned in the prospectus or private placement memorandum (draft/approved version) must make a reference to one of the Responsible Investing sectors referring to LuxFLAG Label viz. Microfinance, Environment, Climate Finance or ESG.
3. The applicant fund should submit the Investment Policy which should specifically describe the ESG/SRI/Environment/Microfinance/Climate Finance strategy of the applicant fund (draft/approved version).
4. The applicant fund must submit a planned list/type of portfolio to LuxFLAG at the time of application.
5. The applicant fund must commit to apply for the LuxFLAG Microfinance/Environment/Climate Finance/ESG Label once eligible but no later than 12 months after receiving the use of Applicant Fund Status.

Application documents:

<i>Document Name</i>	<i>Climate Finance</i>	<i>Environment</i>	<i>ESG</i>	<i>Microfinance</i>
Letter of Intent	✓	✓	✓	✓
Checklist	✓	✓	✓	✓
Application Form	✓	✓	✓	✓
Prospectus or PPM (draft/final version)	✓	✓	✓	✓
Investment Policy	✓	✓	✓	✓
ESG/SRI/Environment/Climate Finance strategy	✓	✓	✓	X
Social Performance Management strategy	X	X	X	✓
Defined Impact Targets and Measurement Mechanism	✓	X	X	X
Exclusion Criteria	✓	✓	✓	X

In case if any of the information mentioned above is not presented as a separate document, kindly mention which document LuxFLAG should refer to.

Validity: 12 months (with a possibility of maximum one extension of 12 months).

Application submission: Quarterly.

If you have any questions regarding the application, please [contact us](#).