

Is the Asset Management Industry ready for microfinance strategies?



Aleksandra Mrozek - Comazzi



Julien Lacroix

- **Is the World's wealth moving towards Impact/Microfinance funds?**
- **Service providers' ability to manage risks. Are we ready for Impact?**
- **ESG reporting challenges for Microfinance Funds. Investors waiting for proof of the commitment.**



AuM tripled
80% of global AuM



MFI forecast 2030:
USD 500B



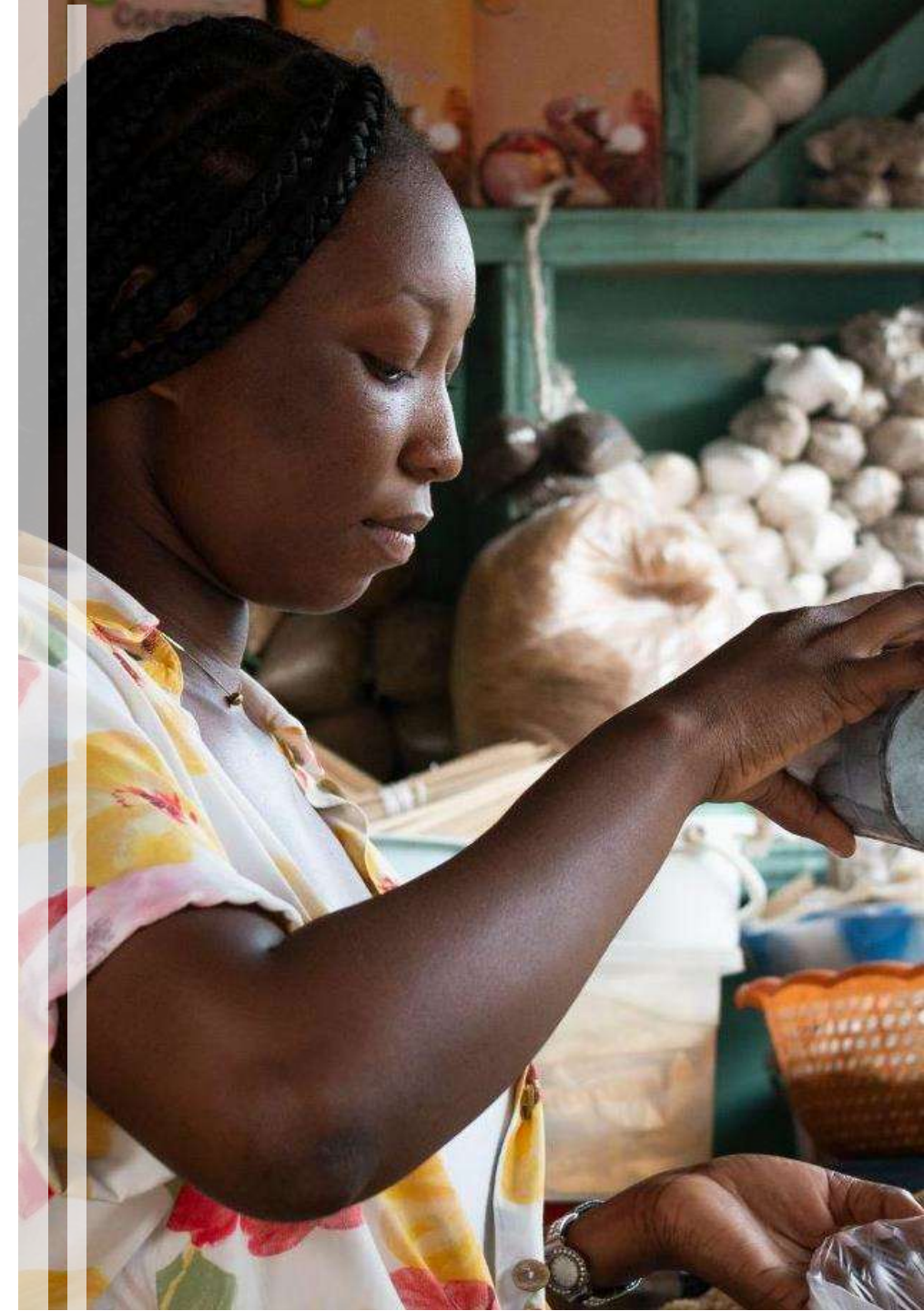
Focus on
SDGs

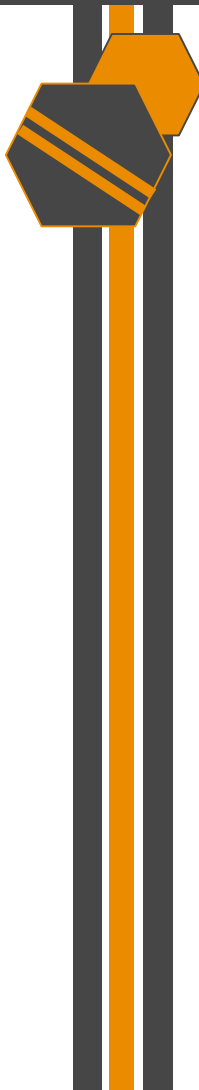
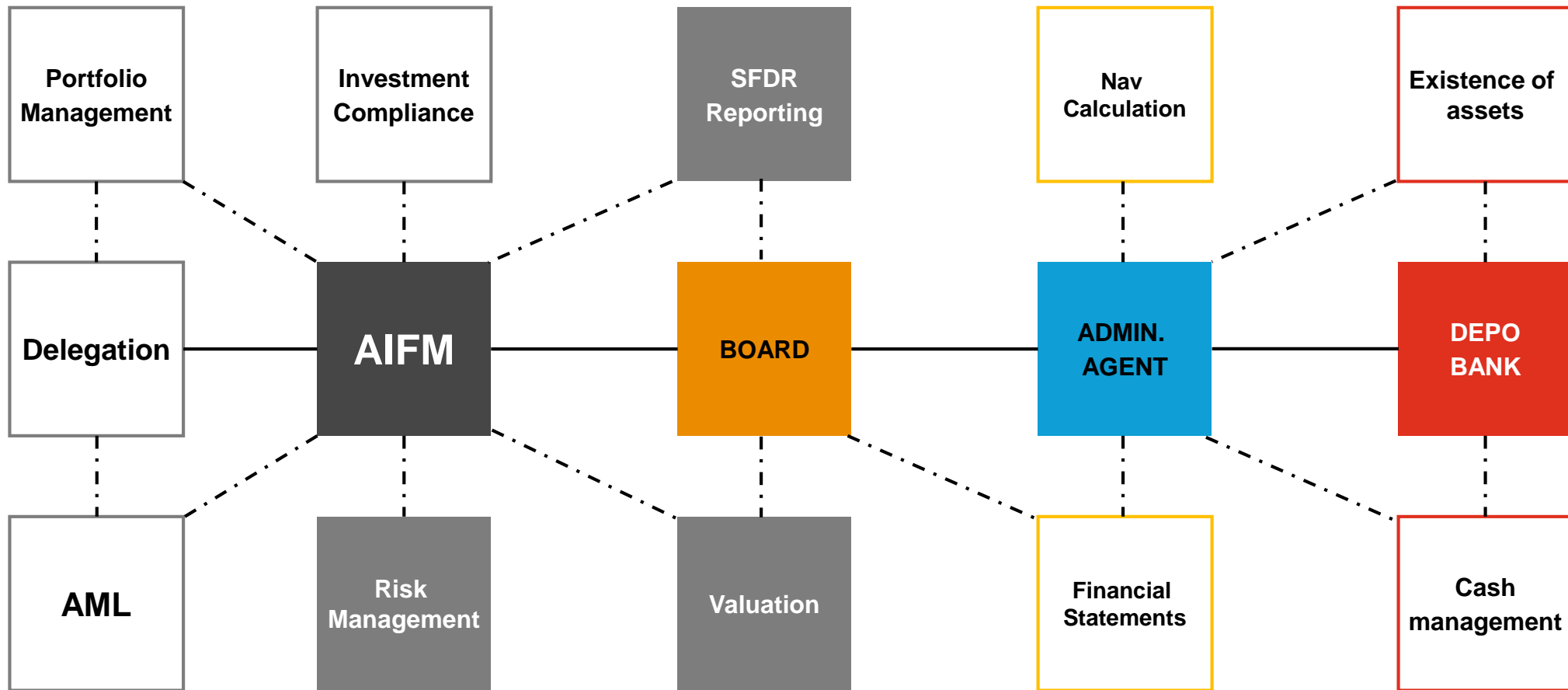


High return rate
Non financial impact



70% Asia
19% Latin America





Myths

“Since SFDR is unaudited, it does not fall under the responsibility of those charged with governance”

VS.

Facts

SFDR annexes are an integral part of the annual report and fall under the responsibility of those charged with governance

Responsibility

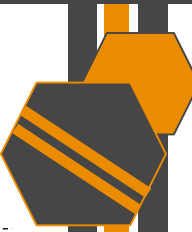
“The SFDR annexes are reviewed by the auditor during the financial audit”

Financial audit

Financial audit provides very limited comfort



Methodology	Review of the compliance of the sustainability methodology with regulatory requirements	✗
	Review of the calculation methodology towards regulatory frameworks	✗
	Assessment of the methodology based on market practices and regulators' expectations.	✗
Data	Reperform all ESG indicators calculation	✗
	Independent verification of ESG indicators	✗
SFDR Annex	Consistency verification SFDR Periodic Annex vs. Financial statements	✓
	Ensure that the right template is used	✓
	Ensure that all questions from the annex are included and answered	✓
	Consistency verification SFDR Periodic Annex vs. Website vs. Pre-contractual	✗
	Review of the compliance of the answers provided in the SFDR Periodic Annex with applicable regulatory framework	✗
	Assessment of the disclosure based on market practices and regulators' expectations.	✗



Thank you



Aleksandra Mrozek – Comazzi
Director – PwC Luxembourg

Mobile: +352 621 33 5265
Email: aleksandra.mrozek@pwc.lu



Julien Lacroix
Senior Manager – PwC Luxembourg

Mobile: +352 621 33 2404
Email: julien.lacroix@pwc.lu

www.pwc.lu

© 2024 PricewaterhouseCoopers, Société coopérative. All rights reserved.

In this document, “PwC” or “PwC Luxembourg” refers to PricewaterhouseCoopers, Société coopérative which is a member firm of PricewaterhouseCoopers International Limited, each member firm of which is a separate legal entity. PwC IL cannot be held liable in any way for the acts or omissions of its member firms.