

Verifier Statement

Independent Verification Report


Prepared for Quona Capital: August 6, 2024

Introduction

Quona Capital engaged BlueMark to undertake an independent assessment of Quona Fund III's alignment with impact investing and ESG industry best practices and market standards.¹ BlueMark's Fund Impact Diagnostic (Fund ID) assessment conclusions are intended to provide Quona Fund III with a summary of the extent of its alignment. Quona Fund III agreed to participate in the pilot testing of the Fund ID and is one of the first funds to complete the process and receive a rating.

Fund ID assessment conclusions

BlueMark has independently verified the extent of Quona Fund III's alignment with impact investing and ESG industry best practices. The result from BlueMark's assessment is as follows:

<p>PLATINUM 81%</p>	<p><i>Quona Fund III received a Platinum rating, obtaining 81% of eligible points:</i></p> <p>Funds receiving a Platinum rating consistently employ leading practices and align with industry standards across the four assessment pillars.</p> <p>Fund III's rating is valid until August 6, 2025. For more assessment details see Fund III's Impact Diagnostic Assessment Results report.</p>	
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Assessment methodology and scope

Quona provided BlueMark with the relevant supporting documentation for the policies, processes, and tools related to impact and ESG at the Fund. The scope of BlueMark's work was limited to processes in place as of July 2024. BlueMark believes that the evidence obtained in the scope of its assessment is sufficient and appropriate to provide a basis for our conclusions.²

BlueMark's full assessment methodology, based on its professional judgment, consisted of:

1. Assessment of the Fund in relation to impact investing industry best practices, using BlueMark's proprietary rubric and examining evidence related to the Fund's impact strategy, management, governance and reporting practices.
2. Interviews with Quona staff responsible for the impact and ESG approach for Quona Fund III
3. Testing of selected Quona Fund III transactions to check the application of impact practices and systems; and
4. Delivery of assessment findings to the Quona Fund III team, outlining areas of strong alignment and recommended improvements, as well as BlueMark's proprietary benchmark ratings on the extent of alignment with impact investing industry best practices.

¹ The standards and frameworks used to inform BlueMark's assessment of each Quona's IM system and reporting approach include the Impact Management Project, the Operating Principles for Impact Management, the Principles for Responsible Investment, SDG Impact, and the Sustainable Finance Disclosure Regulation.

² The scope of BlueMark's assessment procedures does not include the verification of the resulting impacts achieved. BlueMark's assessment is based on its analyses of publicly available information and information in reports and other material provided by Quona. BlueMark has relied on the accuracy and completeness of any such information provided by Quona. The assessment results represent BlueMark's professional judgment based on the procedures performed and information obtained from Quona.

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Fund ID assessment ratings approach

BlueMark's Fund ID assessment framework generates an overall rating, which is calculated by totaling the number of points and sub-ratings earned across each of the four impact assessment pillars of strategy, governance, management, and reporting.

Overall Fund Rating Criteria

Platinum (>75%)	Funds receiving a Platinum rating consistently employ leading practices and align with industry standards across the four assessment pillars.
Gold (51-75%)	Funds receiving a Gold rating implement most to all fundamental best practices across the four assessment pillars.
Silver (25-50%)	Funds receiving a Silver rating have implemented many best practices across the four assessment pillars but have not addressed certain fundamental aspects.
Bronze (<25%)	Funds receiving a Bronze rating implement few to no best practices across the four assessment pillars.

Permissions

This statement, including our conclusions, has been prepared solely for Quona Capital (Quona) in accordance with the agreement between our firms. We permit Quona to disclose this statement in its entirety online, or to furnish this statement to other interested parties to demonstrate Quona's alignment with industry best practices. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Quona for our work or this statement except where terms are expressly agreed between us in writing.

About BlueMark

BlueMark, a Delaware-registered public benefit fund, is a leading provider of impact verification services in the impact investing market. BlueMark was founded with a mission to "strengthen trust in impact investing" and to help bring more accountability to the impact investment process. BlueMark has conducted this verification with an independent and unconflicted team experienced in relevant impact measurement and management issues. BlueMark has implemented a Standard of Conduct requiring our employees to adhere to the highest standards of professional integrity, ethics, and objectivity in their conduct of business activities.

BlueMark has office locations in London, UK; New York, NY; Portland, OR; and San Francisco, CA and is headquartered at 154 W 14th St, 2nd Floor, New York, NY 10011. Its outside investors include S&P Global, Temasek Trust Capital, Blue Haven Initiative, Gunung Capital, Tsao Family Office, Ford Foundation and Radicle Impact. For more information, please visit www.bluemark.co.