



SUSTAINABLE FINANCE DISCLOSURES REGULATION (SFDR)

eToro Disclosures

Website disclosure

General background

Regulation (EU) 2019/2088 of 27th November 2019 on sustainability-related disclosures in the financial services sector, otherwise known as the Sustainable Finance Disclosure Regulation ("SFDR"), introduces disclosure obligations for manufacturers of financial products toward end-investors. The SFDR requires financial market participants and financial advisers to disclose how they integrate sustainability into investment processes and how they consider the adverse impacts of investments on sustainability factors. Commission Delegated Regulation (EU) 2022/1288 supplements the SFDR on the content and presentation of relevant disclosures.

The SFDR applies to financial market participants who provide portfolio management. eToro Europe Ltd ("the Company") provides CopyPortfolio and CopyTrading services which amount to portfolio management under the Markets in Financial Instruments Directive ("MiFID") and therefore eToro is required under SFDR to make certain disclosures which are set out in this document.

In general, the Company closely monitors the continuous developments in the changing regulatory framework and considers these in light of the requirements of the supervisory authorities, but also the increased interest of investors for products and services with sustainable characteristics and goals.

It is noted that, currently, the Company is at the initial stages of incorporating sustainability risks into its investment decisions, however, it does not consider any negative impacts on sustainability.

For the purpose of CopyTrading services, eToro does not have discretion over the investment decisions made by Copy Accounts and therefore does not integrate sustainability risk into investment decisions, nor promotes any environmental or social characteristics in relation to CopyTrading services.

In addition, the Company does not provide any financial products which promote environmental and/or social characteristics, nor whose objective is the promotion of sustainable investments.

Investments made by the Company do not, as things stand, take into account the EU classification criteria under the Taxonomy Regulation (EU) 2020/852 on the establishment of a framework to facilitate sustainable investments.



If, in the future, it is decided that sustainability assessments will be further integrated into the investment analysis and decision-making process, in accordance with the SFDR, this notification will be updated accordingly.

No consideration of adverse impacts of investment decisions on sustainability factors

As per Article 12 of Commission Delegated Regulation (EU) 2022/1288, the Company, in its capacity as a Financial Market Participant, for the time being, except as may be otherwise disclosed at a later stage on the Company's website, does not consider principal adverse impacts of investment decisions on sustainability factors due to the fact that currently such considerations are not deemed material to the Company's business decisions, taking into account the size of the Company and the nature, complexity and scope of the activities offered. This position is also based on the Company's assessment that many of the required metrics in the applicable legislation are not readily available or are not available in a cost-effective manner at the current stage. The Company may reassess its consideration in the future in regard to adverse impacts on greenhouse gas emissions, biodiversity, water, waste, social and employee matters, amongst other sustainability factors.

Remuneration policies in relation to the integration of sustainability risks

eToro's remuneration policy is consistent with, and promotes, sound and effective risk management. It does not promote risk taking which is inconsistent with the risk profile of the products or services that eToro provides. The remuneration policy does not explicitly take into account sustainability risks.

30 July 2024



Pre-contractual disclosure

The Company is at the initial stages of incorporating sustainability risks into its investment decisions, however it does not consider any negative impacts on sustainability, as described in the Regulation (EU) 2019/2088 on sustainability-related disclosures in the financial services sector ("SFDR").

For the purpose of CopyTrading services, eToro does not have discretion over the investment decisions made by Copy Accounts and, therefore, does not integrate sustainability risk into investment decisions, nor promotes any environmental or social characteristics in relation to CopyTrading services.

The Company does not, as things stand, consider the principal adverse impacts of investment decisions on sustainability factors while offering portfolio management services, taking account of the size of the Company and the nature, complexity and scope of the activities offered. This position is also based on the Company's assessment that many of the required metrics in the applicable legislation are not readily available or are not available in a cost-effective manner at the current stage.

If, in the future, it is decided that sustainability assessments will be further integrated into the investment analysis and decision-making process, in accordance with the SFDR, this notification will be updated accordingly.