

## Sustainability-related disclosure pursuant to Article 10 of Regulation (EU) 2019/2088 (Disclosure Regulation)

The subject of this document is mandatory information on the environmental and/or social characteristics of this fund. It is not promotional material. This information is required by law in order to transparently explain the environmental and/or social characteristics promoted by the fund.

### Univest Sustainable World Equity Sub-Fund

ISIN: LU1418655368; LU1407935151; LU1190498227; LU1222608959; LU1309087051; LU1190498060; LU1430601523; LU1190498144; LU2400001991; LU2400002023; LU2400002296

The fund is managed by Universal-Investment-Luxembourg S.A. (the "management company").

### Description of the environmental and/or social characteristics

ESG Objective of the Sub-Fund is to invest more in companies who are well prepared for the climate transition (based on company research) and to consider S and G factors. In addition, the Sub-Fund fund excludes companies based on controversial behavior and controversial products (controversial weapons, conduct and coal).

In order to do so, the Sub-Fund strives for economic results, while at the same time taking into account the following environmental, social and governance characteristics:

- Climate including a 50% reduction in carbon intensity from inception of the portfolio to 31 December 2024, alignment with 2 degree C scenario and over and under-weighting companies based on forward looking carbon data
- Governance, which may include, but not limited to board/management quality, structure and integrity, ownership & shareholder rights, remuneration, reporting and stakeholder governance
- Social, which may include, but not limited to diversity, discrimination, freedom of association, human rights and gender pay equality

### Explanation on the achievement of environmental and/or social characteristics

Low active risk investment in equity securities listed on recognized exchanges or dealt on other regulated markets primarily within developed markets. The Sub-Fund will follow a sustainability strategy where climate, governance and social metrics will be integrated as further described below. Securities listed in emerging markets countries are also permitted up to 10% of the Sub-Fund's Net Asset Value. Exposure to equity securities may be gained through UCITS and other UCIs. The Sub-Fund may invest more than 10% of its net assets in units or shares of UCITS and/or other UCIs. The Sub-Fund may also hold up to 15% of its Net Asset Value in bonds convertible into (or in bonds with warrants to subscribe for) permissible equities plus up to 7.5% in warrants to subscribe for permissible equities. In addition, the Sub-Fund may enter into a limited number of forward transactions both for hedging and for efficient portfolio management purposes. The Sub-Fund may hold closed end REITs trading on recognized local exchanges up to 15% of Net Asset Value. Cash and cash equivalent may be held on an ancillary basis.

The investment universe is determined by using information provided by the companies (for example company sustainability reports) and third-party data.

In addition, the Sub Fund constructs the portfolio by using the multi factor approach using four well-known factors (Value, Quality, Low Volatility and Momentum) which is expected to deliver better risk-adjusted returns over the medium to long term than the standard market cap weighted benchmark approach.

The Investment Manager also considers ESG factors when selecting, retaining and selling investments. Active ownership activities by implementing a programme of engagement and voting will be carried out on the Sub-Fund's behalf by an external specialist.

This Fund promotes environmental and/or social characteristics within the meaning of Article 8 of the Disclosure Regulation.

Further information about the environmental, social and governance characteristics applied is available upon request or online at the website.

## Methods for evaluation, measurement and monitoring

The sub-fund has the following E/S indicators:

- Exclusion list applies
- ESG metrics: Co2 scope 1 and 2 emissions (on basis of WACI), CDP score for 6 most carbon intensive sectors, climate scenario alignment
- Engagement and voting by Sub-Funds external specialist
- Engagement by Investment Managers expected

WACI is the Weighted Average Carbon Intensity (weighted as tCO<sub>2</sub>e/\$Mio revenues).

The Sub-Fund monitors the ESG score and WACI vs the benchmark, whereby WACI is a specific target in the Investment Manager agreements.

The E/S characteristics and the E/S indicators are monitored on a regular basis as part of the investment process and by applying restrictions on the exclusion list, regularly measuring restrictions and controls. In this way the Sub-Fund uses the E/S indicators to measure if the promoted E/S characteristics are achieved.

Adherence to the exclusion list is monitored by the risk department of the Management Company. In addition, the appointed Investment Managers will take account of ESG factors in the selection, retention and realization of investments. The Investment Manager will be required to identify and report on both the risks and opportunities that pertain to each underlying company that is held. The appointed Investment Managers also considers ESG factors when selecting, retaining and selling investments. An external specialist will be appointed to provide active ownership services to the Sub-Fund although the Investment Managers will be expected to engage with companies held in their portfolios as well. The Investment Managers engagement activities will be monitored to ensure they support the objectives of their mandate.

## Disclaimer

The disclosure of information in Article 10 (1) d) of Regulation (EU) 2019/2088 is related to the disclosure of information under Article 11 of that Regulation. Therefore, no information can yet be provided on the fulfillment of the environmental or social characteristics.

**As at: 28.01.2022**