

# ONE1797 – Listed Participations Fund

## Sustainability-related disclosures

### SUMMARY

This Sub-Fund promotes certain environmental or social characteristics, however, it does not have as its objective sustainable investment. It will invest a minimum of 70% of the assets in sustainable investments as per define in the regulation (EU) 2019/2088. No distinction is made between environmentally sustainable investments and socially sustainable investments.

### NO SUSTAINABLE INVESTMENT OBJECTIVE

This financial product promotes environmental or social characteristics, but does not have a sustainable investment objective.

### ENVIRONMENTAL OR SOCIAL CHARACTERISTICS OF THE SUB-FUND

The environmental and/or social characteristics of the Sub-fund will integrate exclusion, engagement and integration policies.

The exclusion policy monitors and screens whether the parent company of a selected investment is a signatory of the UN Principles for Responsible Investment (UNPRI), in order to exclude sustainability risks of the respective sub-fund that could be realised in the short term. Through a negative screening process, the Investment Manager excludes investments issued by, but not limited to, parent companies that are not, or no longer, a signatory of the UNPRI.

The engagement policy comes into play when medium and long-term sustainability risks are identified, allowing the risk to be mitigated, limited or managed. The engagement policy is based on an active shareholding, allowing a dialogue with the asset manager of the instrument in which one invests via the respective sub-fund. The engagement policy aims at positively influencing the asset manager in a direct way, in order to indirectly affect sustainability of companies. Engagement refers to the continuous and constructive dialogue between the management company and the investment manager in which each sub-fund invests. To this end, the manager works with an external data provider to define priority sustainability themes and to implement them in the dialogue. If an asset manager has not met its commitments within a reasonable period of time, or if the asset manager is experiencing other problems, the management company and/or the investment manager will communicate their expectations for improvement. Ultimately, progress in management efforts will affect the attractiveness of the investment in the respective sub-fund and therefore the willingness of the investment manager to maintain, reduce or withdraw from the relevant investment positions.

The integration policy ensures that non-financial parameters are also taken into account in the investment decision-making process. Financial health of companies and governments is only sustainable in the long term if environmental, social and governance (ESG) metrics are considered.

### INVESTMENT STRATEGY

The general investment strategy is described in the prospectus of the Sub-Fund.

In terms of sustainability approach, the investment manager favors investments with a higher environmental, social and governance profile rather than a lower ESG profile.

The Investment Manager will, also by using some data from external providers, select investments with favorable sustainability criteria. Good governance practice of the investments will also be a part of the Investment Management's commitment through management integrity, corporate structure and gender equality.

## **PROPORTION OF INVESTMENTS**

The minimum proportion of the investments used to attain the environmental and social characteristics promoted by the Fund is 70% of the net asset value.

## **MONITORING OF ENVIRONMENTAL OR SOCIAL CHARACTERISTICS**

The investment manager has in place exclusions as further detailed above which prevent the sub-fund from investments with certain environmental or social characteristics that do not meet its standards.

Moreover, the investment manager monitors some external ESG scoring and research which is taken into account as part of the overall investment process.

The research used to screen and review positions come from different sources in addition to internal ESG research conducted by the investment team.

The binding elements are documented and monitored by the Investment Management team before any new investment.

## **METHODOLOGIES FOR ENVIRONMENTAL OR SOCIAL CHARACTERISTICS**

The Investment Manager integrates sustainability into its management decisions by taking into account sustainability factors applied to the investments.

In its investment selection, the Investment Manager promotes issuers with favorable ESG metrics.

The Sub-fund is also rated by external ESG providers and as such, it can be used as a measure of the sub-fund's environmental and social characteristics in order to check the sub-fund is being managed as indicated.

## **DATA SOURCES AND PROCESSING**

The Investment Manager uses various data sources to reach the environmental and social characteristics promoted by the Sub-Fund. It also uses data directly reported by investee companies if available. It can also use data from other data vendors as appropriate.

Using a wide range of sources ensures data quality and taking into account a wider array of viewpoints. Providers are reviewed regularly and alternative providers are explored for comparison.

## **LIMITATIONS TO METHODOLOGIES AND DATA**

The provision of detailed ESG data is relatively new, where methodologies are still under development and historical data is not available over a longer period of time. These limitations are applicable to the majority of the investment portfolio, but most pronounced in niche markets as a result of the lack of data, incomplete data or data that cannot be relied upon.

These limitations are managed by the use of a variety of data sources during the research process and ongoing monitoring.

## **DUE DILIGENCE**

The Investment Manager evaluates and continually monitors ESG analysis to assess the risks and opportunities arising from major challenges and changes in sustainable development.

## **ENGAGEMENT POLICIES**

The Investment Manager regularly meets and engages with current and prospective investments on ESG matters.

**DESIGNATED REFERENCE BENCHMARK**

No index has been designated as a reference benchmark to meet the environmental or social characteristics promoted by the financial product.

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