

11th March 2022

Changes to our Sustainable Investing product SICAV range

We are announcing an expansion of our Sustainable Investing product SICAV range as part of our ongoing commitment to investing sustainably and to deliver clearly defined sustainably focused investment solutions for our clients.

The changes are twofold.

- We are introducing a new 'Promoting ESG' category to our Sustainable Investing range as well as expanding our current 'Sustainable' fund suite. Both categories incorporate ESG integration, engagement, binding targets and exclusions.
- These changes are also aligned to EU SFDR guidelines with both approaches are classified as Article 8.

The evolution of our sustainable product franchise allows us to clarify the definition of our products, which provides investors with the transparency and choice they need to make informed investment decisions about how to allocate their capital.

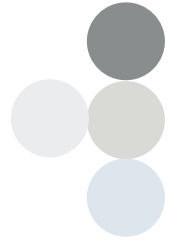
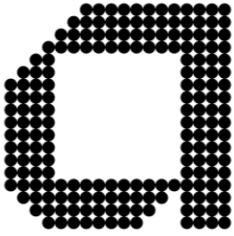
Within the expansion of our Sustainable range, we are updating our existing SRI Funds to have additional targets and broader screens. The Funds will now be branded "Sustainable".

The update to the Funds will be applied as at **11th April 2022**. There will be a one month period post this date in which we will align portfolios. As such, the Funds may not fully adhere to the new investment guidelines applicable to the relevant Funds during this brief period.

Because of the long standing integration of ESG assessment within our investment approach, these changes will not result in material changes to portfolios.

There will also be **no change to portfolio managers or performance targets following this update.**





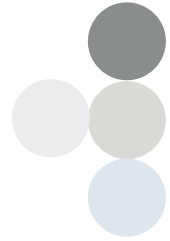
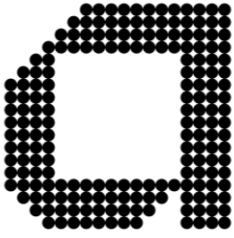
We would like to use this opportunity to thank you for your continued support.

Should you have any questions, please do not hesitate to contact us via email or mobile phone
+34659472349

Your sincerely,

Alvaro Anton
Country Head – Head Distribution



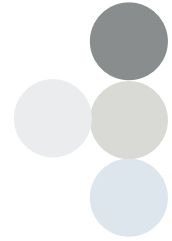
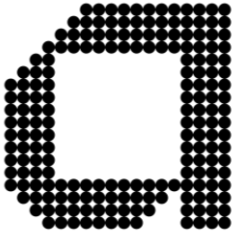


Key product features

Factor	Promoting ESG	Sustainable
Binding ESG targets	<ul style="list-style-type: none"> • Lower carbon intensity vs benchmark • Equal or better ESG rating versus benchmarks* 	<ul style="list-style-type: none"> • Materially lower carbon intensity vs benchmark • Equal or better ESG rating versus benchmarks
Screens	<ul style="list-style-type: none"> • <u>Negative Screens</u> Controversial activities; Norms, Weapons, Ethical and Environmental themes. • <u>Remove ESG laggards</u> Companies with low ESG scores 	<ul style="list-style-type: none"> • <u>Negative Screens</u> Controversial activities; Norms, Weapons, Ethical and Environmental themes. • <u>Remove ESG laggards</u> Companies with low ESG scores • <u>Positive Screens</u> Positive allocation to companies that we identify as Equities - being sustainable: <ul style="list-style-type: none"> ○ Leaders ○ Solutions Providers, or ○ Improvers Fixed Income having broad sustainable themes such as the climate transition (tailored based on different Fixed Income asset classes)
Typical % of benchmark excluded through exclusions	c.10%	c.20%
Active engagement with portfolio holdings	Yes	Yes
Investment process	Core fundamental research approach unchanged. Portfolio construction enhanced to reflect expanded exclusions and binding ESG targets.	Core fundamental research approach unchanged. Portfolio construction enhanced to reflect expanded exclusions and binding ESG targets.
SFDR classification	Article 8	Article 8
Investment teams	No change	No change
Fund name	No change	Sustainable in the name
Risk/return outcomes	No change to guidelines	No change to guidelines

*Equity only. ** Promoting ESG excludes a minimum of 5% of benchmark, while Sustainable excludes a minimum of 20% (applies to Equity only)





Funds Converting on 11th April

Promoting ESG	Sustainable
<p>Equity</p> <ul style="list-style-type: none"> • Emerging Markets Equity • Asian Smaller Companies • Indian Equity • Emerging Markets Smaller Companies • Global Mid-Cap Equity Fund • Emerging Markets Infrastructure Equity • Global Smaller Companies • Emerging Markets Focused Equity • European Smaller Companies <p>Fixed Income</p> <ul style="list-style-type: none"> • Emerging Markets Corporate Bond • Total Return Credit 	<p>Equity</p> <ul style="list-style-type: none"> • All China Sustainable Equity (<i>previously All China Equity</i>) • China A Share Sustainable Equity (<i>previously China A Share</i>) • Japanese Sustainable Equity (<i>previously Japanese Equity</i>) • Japanese Smaller Companies Sustainable Equity Fund (<i>previously Japanese Smaller Companies</i>) • Emerging Markets Sustainable Equity Fund (<i>previously Emerging Markets SRI Equity</i>) • European Sustainable Equity Fund (<i>previously European Sustainable & Responsible Equity</i>) • European (ex-UK) Sustainable Equity Fund (<i>previously European (ex-UK) Sustainable & Responsible Equity</i>) • Global Sustainable Equity Fund (<i>previously Global Sustainable & Responsible Equity</i>) • UK Sustainable Equity Fund (<i>previously UK Equity</i>) <p>Fixed Income</p> <ul style="list-style-type: none"> • Global Corporate Sustainable Bond Fund (<i>previously Global Corporate Bond SRI</i>) • Euro Corporate Sustainable Bond Fund (<i>previously Euro Corporate Bond SRI</i>) • Asian Credit Sustainable Bond Fund (<i>previously Asian Credit Bond</i>) • US Dollar Credit Sustainable Bond Fund (<i>previously US Dollar Credit</i>)

