

Summary of sustainability information - January 2023

Without a sustainable investment objective

This financial product promotes environmental or social characteristics, but it is not intended for sustainable investing.

Environmental or social characteristics of the financial product

This product promotes environmental and/or social characteristics. To do this, we seeks to invest in companies that have good environmental and/or social practices and have good governance. To measure the promotion of environmental and/or social characteristics, the financial product relies on Palatine AM's ESG rating system. It considers the following 6 pillars: Human resources policy, environmental protection measures, respect for human rights, business ethics, governance practices, and relationship with local communities.

Investment Strategy

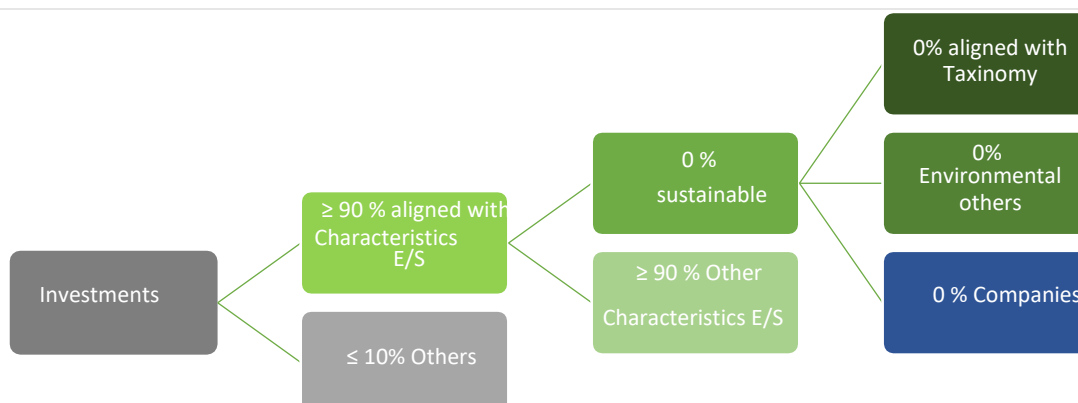
The fund invests primarily in high liquidity large cap companies, which make up the S & P500 ESG, using a quantitative, artificial intelligence driven investment solution that uses a model to predict share price movements.

The model analyses thousands of historical characteristics and provides a daily prediction of the behaviour of each stock analysed as if there was a specialist on each stock. It then feeds its active selection process to produce a long book on certain stocks. In order to be eligible in the portfolio, companies must prove, through a SRI screen, that they are managing their ESG opportunities and risks.

Mandatory elements of the extra financial approach for selecting investments are as follows:

1. Exclusions (Coal, Controversial Weapons, Global Compact Violation, OECD Principles)
2. Selecting companies with the highest ESG scores to achieve a higher average ESG rating than its reference index

Proportion of investment



Monitoring of environmental or social characteristics

The checks are carried out at 3 levels:

1/**1st level pre trade** checks by the portfolio managers (or algorithm) who must ensure that the selected issuer corresponds to the portfolio universe and that it is ESG rated. These pre trade checks are not formalized specifically.

2/**1st level post trade checks** performed quarterly by the SRI Analytics Team on selectivity (checking sufficient coverage of ESG ratings and compliance with other SRI related criteria).

3/**2nd Level controls** carried out annually by the RCCI through an ESG ISR control sheet.

Methods

The measurement indicator for the promotion of E/S characteristics is based on the ESG rating. PALATINE AM believes that the fund has successfully promoted its environmental and/or social characteristics if it has a higher average ESG rating than that of its benchmark.

Sources and data processing

The management company relies on Moody's ESG Solutions' non financial databases for large caps, EthiFinance for mid and small caps and Trucost (S & P Global) for environmental data (carbon, climate risks, etc.). Humpact provides employment related indicators.

PALATINE AM also has access to the search for specialised brokers (like Goldman Sachs, Société Générale, Exane, Oddo...) .

Proprietary ESG assessments are conducted to complement and improve the data provided by rating agencies on the basis of company published data.

Methods and data limits

PALATINE AM is aware that there are methodological limits which may arise in particular from the quality and availability of ESG data, supplied by extra financial rating companies or directly from companies, used in its ESG strategies.

However, Palatine AM puts in place the devices necessary to reduce these limits to the maximum. Extra financial analysis is based on several ESG data providers. The evaluations of data providers are validated by the expertise of internal analysts, and enriched by an internal monitoring of controversies that are difficult to anticipate. WFP's approach to accountability is transparent and continuous improvement.

Due diligence

This financial product pursues due diligence through its SRI investment strategy. All assets, excluding liquidity and quasi liquidity, are subject to an ESG evaluation. It includes several indicators on human rights. Stock selection is amongst the best performing issuers.

Engagement policy

The commitment of the companies held in the Palatine America fund is made through the exercise of our voting rights and other rights attached to the shares.

Designated benchmark

The OPC Palatine Amérique has defined a benchmark to measure its promotion of environmental and/or social characteristics. It is the S & P500 ESG, it is in line with the investment strategy of the OPC and it focuses on US large caps with good ESG practices.