

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.

However, it is committed to making a significant portion of sustainable investments that contribute to an environmental investment objective. This share of sustainable investments will represent at least 75% of the fund's assets, of which at least 1% will be aligned with the European Union taxonomy. The aim of this share of sustainable investments is to invest in companies that provide solutions to the fight against global warming, pollution and scarce resources.

Sustainable investments will be done without significant harm, considering the main negative impacts and following the OECD guidelines for multinational companies and the United Nations guiding principles for business and human rights.

Environmental or social characteristics of the financial product

PALATINE Planète promotes environmental characteristics. To do this, we seeks to invest in societies that provide solutions to the fight against global warming , pollution and resource scarcity . The strategy covers 5 business areas: sustainable mobility, energy efficiency, renewable energy, health and wellbeing, and water and waste management.

To measure its promotion of environmental and social characteristics, the UCI measures its global ESG performance, its exposure to climate risks, its carbon footprint and its contribution to environmental SDG.

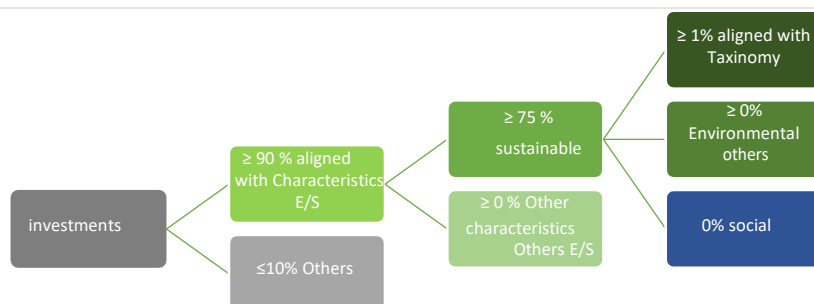
Investment Strategy

The financial product pursues a financial strategy focused on large cap Eurozone stocks. The fund systematically applies an extra financial approach.

The selectivity filters are:

1. Exclusions (Coal, Controversial Weapons, Global Compact Violation, OECD Principles)
2. Thematic topic : selection of companies whose activity is related to sustainable mobility, efficient energy, renewable energy, health and well being , or water and waste management.
3. Selection of companies with the best ESG scores and adhering to exclusion policies of Palatine AM.
4. SDG : selecting companies with above average SDG 9 and 13 contributions of the Investment Universe of the UCIT.
5. Negative impact: At least 75% of values shall have no negative impact.

Proportion of investment



Monitoring of environmental or social characteristics
<p>The checks are carried out at 3 levels:</p> <p>1/1st level pre trade performed by the portfolio managers to ensure that the selected issuer corresponds to the universe of the portfolio and is rated on the ESG plan. These pre trade checks are not formalized specifically.</p> <p>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).</p> <p>3/2nd Level controls carried out annually by the RCCI through an ESG ISR control sheet.</p>
Methods
<p>Several sustainability indicators are used to measure achievement of the environmental investment objective of the financial product:</p> <ul style="list-style-type: none"> - ESG scores (environment, human resources, human rights, local communities, business ethics, governance). - Contribution to the United Nations Environmental SDGs. - Good governance
Sources and data processing
<p>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.</p> <p>PALATINE AM also has access to the search for specialised brokers (like Goldman Sachs, Société Générale, Exane , Oddo...) .</p> <p>Proprietary ESG assessments are conducted to complement and improve the data provided by rating agencies on company published data and the outcome of our engagement actions.</p>
Methods and data limits
<p>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. Similarly, the absence, for example, of clear and common rules for setting thresholds and criteria for a significant negative impact renders the comparability of results difficult. However, Palatine AM puts in place the necessary devices to reduce these limits to the maximum. Extra financial analytics are based on a number of 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.</p>
Due diligence
<p>This financial product pursues due diligence through its SRI investment strategy. All assets excluding cash and cash equivalents are the subject of an ESG assessment. In addition , a measure of the negative impacts of both the social and environmental activities is carried out on over 75% of the companies invested. It includes several indicators on human rights. Stock picking was done among the best performances.</p>
Engagement policy
<p>The engagement at Palatine AM takes place through various actions:</p> <ul style="list-style-type: none"> - Engagement with firms owned - Exercise of voting rights and other rights attached to the shares - Participation in collaborative engagement actions
Designated benchmark
<p>The Palatine Planète mutual fund has no benchmark to measure its promotion of characteristics of environmental or social issues.</p>