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## MyFolio Sustainable Index Investment Review

Quarter 1, 2023

[abrdn.com](https://abrdn.com)

**"We strongly believe that genuine focus on sustainability will deliver better long-term financial outcomes."**

Stephen Bird,  
CEO, abrdn

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# What's been going on?

Global equity markets were mostly negative over the past 12 months, with US, European and emerging markets all posting negative returns. UK large-cap companies performed more positively than small and mid-cap companies.

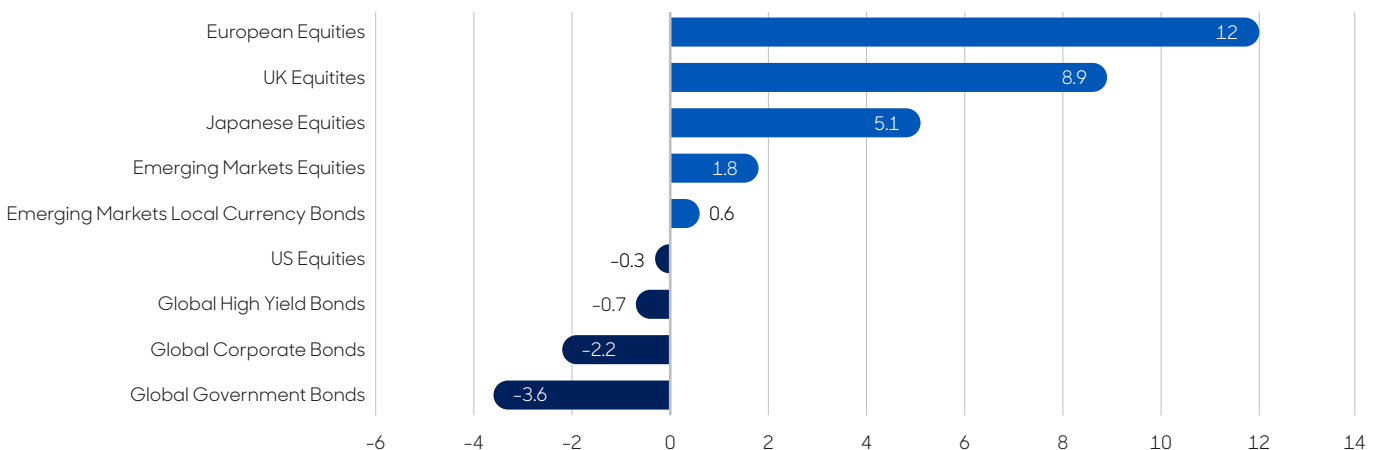
Early in the period, markets began to recover from the spread of the Omicron variant and global supply-chain issues. However, markets fell when Russia invaded Ukraine and central banks tightened monetary policy. While the conflict continued throughout March, global markets generally bounced back. However, fears over high inflation and the risk of a global recession weighed on sentiment. Global equities rebounded in October and rose further in November, as US inflation data and the relaxing of China's strict Covid-19 restrictions gave investors cause for optimism. Global equity markets fell in December but then rose in January on the release of reassuring growth and inflation data. However, global equities fell again in February, as higher-than-expected inflation data sparked fresh fears of central bank action.

In fixed income, most government bond prices fell during the period. Central banks acted to control inflation by reducing policy support and hiking interest rates. As a

result, investors sold government bonds, pushing yields higher. Corporate bond prices also fell, as investor fears over the withdrawal of central bank support increased. In the UK, September's mini-Budget prompted a wave of selling in bond markets, driving Gilt yields higher and prompting intervention from the Bank of England (BoE). Despite initial optimism in January, as lower inflation data suggested a moderation in central bank policy, government and corporate bonds fell in February. The US Federal Reserve raised the federal funds rate by 25 basis points (bps) at its February meeting, with the European Central Bank and the BoE both raising rates by 50 bps.

Total returns from UK commercial real estate were -11.3% over the 12 months to the end of January. Industrials were the weakest sector, returning -16.7%, followed by offices, returning -10.9%, while the residential sector posted a positive return in challenging conditions, with a return of 3.5%. A broad repricing of UK real estate, driven by the weaker macroeconomic environment and rising debt costs, has been the principal driver of change in real estate fortunes over the period. Capital value declines weighed on performance in the third and fourth quarters of 2022.

## How did investment markets perform during the fourth quarter of 2022



Source: Morningstar, 01/10/22-31/12/22. Indices used JP Morgan GBI-EM Global Diversified Composite, S&P 500, MSCI Japan, Ice BofA Merrill Lynch Global High Yield, FTSE World Europe x UK, FTSE All Share, MSCI EM, JP Morgan GBI Global Index, Barclays Global Aggregate Corporate Bond.

**Past performance is not a guide to future results.**



## Looking to the future

Global equity markets will continue to face challenges in 2023, with investors concerned that entrenched inflation and sustained rate rises could result in a harsh economic downturn. Markets could experience recession-like conditions for much of 2023. While inflation remains elevated, further monetary tightening is to be expected.

In fixed-income markets, the US Federal Reserve (Fed), the Bank of England (BoE), and the European Central Bank (ECB) all raised rates in February, by 25 basis points (bps), 50 bps and 50 bps, respectively. For the Fed, this move marked a deceleration in the pace of its interest rate hikes. However, data implied that the US economy is still running hot, with US Treasury yields rising throughout the month. At the BoE's February meeting, the bank stated that it only expects to raise rates further "if there were to be evidence of more persistent pressures" than its baseline forecast envisages. In Europe, ECB president Lagarde indicated that hikes would continue and reiterated that the central bank would "stay the course" to return inflation back to its target of 2%.

Given the magnitude and speed of correction experienced in certain real estate sectors (supermarkets, industrial and logistics), market pricing may find a floor much quicker than has been seen in previous market cycles. A recovery in performance is expected in the first half of 2023, as UK real estate looks attractive on a relative pricing basis.

# Our approach to sustainability and how we measure success



## Avoid harm

We don't invest in funds which put money into companies whose business practices or the industry they're in are deemed to be controversial.

That means avoiding companies which:

- Manufacture controversial weapons
- Don't meet UN standards on human rights, labour, environment and anti-corruption (UN Global Compact)
- Produce tobacco
- Produce thermal coal

**Avoid harm success =**  
Confirmation of exclusions and actions taken



## Back better companies

We don't choose funds which invest more in companies who treat people and the planet well and run their business better.

That means abrdn MyFolio Sustainable:

- Seeks lower risks around people and the planet
- Can help companies with lower scores to change (see Develop and improve)

**Back better companies success =**  
Increased ESG Scores



## Develop and improve

We invest in funds whose managers meet with companies to understand how they're run and treat people and the planet – and put pressure on them to change if needed.

That means abrdn MyFolio Sustainable expects their managers to:

- Work with companies to drive sustainable business practices
- Raise ESG issues with company bosses
- Vote against policies they think drive the wrong behaviours in companies

**Develop & improve success =**  
Evidence active ownership and engagement

# Portfolio breakdowns

Assuming a £100,000 investment

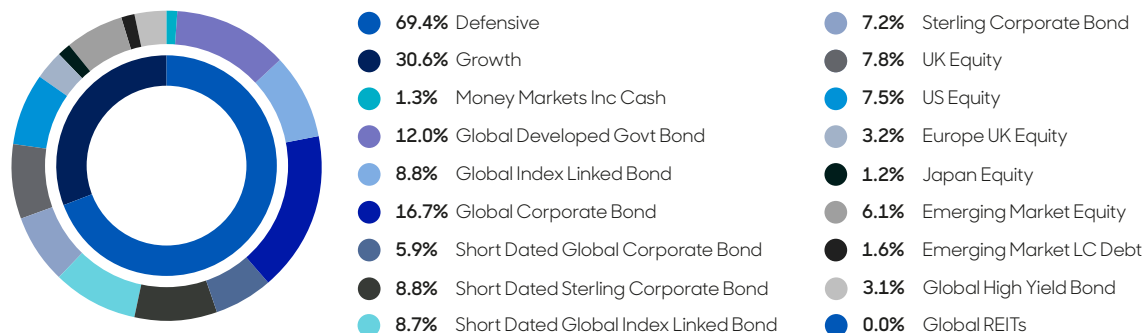
Fund	Type of Investment	Neutral, Sustainable, <sup>1</sup> Impact	How much of each fund would I hold?									
			I		II		III		IV		V	
			£	%	£	%	£	%	£	%	£	%
L&G ESG Emerging Markets Government Bond Index	Passively managed Emerging Market debt fund	Sustainable	1,616	1.6	2,516	2.5	5,784	5.8	6,233	6.2	0	0.0
abrdn Global Inflation-Linked Tracker	Passively invested global index linked bond fund	Nuetral	8,799	8.8	6,367	6.4	2,607	2.6	0	0.0	0	0.0
iShares ESG Screened Global Corporate Bond Index	Enhanced passive global corporate bond fund	Sustainable	16,660	16.7	11,960	12.0	5,323	5.3	3,324	3.3	983	1.0
abrdn Short-Dated Global Inflation-Linked Bond Tracker	Passively invested global index linked bond fund	Nuetral	8,722	8.7	6,401	6.4	2,606	2.6	0	0.0	0	0.0
iShares MSCI Europe ESG Enhanced Index	Enhanced passively invested Europe Equity fund	Sustainable	3,202	3.2	5,592	5.6	8,009	8.0	9,948	9.9	11,028	11.0
abrdn Sustainable Index UK Equity	Enhanced passively invested UK Equity fund	Sustainable	7,816	7.8	11,703	11.7	16,203	16.2	20,038	20.0	27,062	27.1
TwentyFour Sustainable Short Term Bond Income	Actively invested short dated global corporate bond fund	Sustainable	5,914	5.9	3,004	3.0	2,008	2.0	894	0.9	0	0.0
iShares MSCI USA ESG Enhanced Index	Enhanced passively invested US Equity fund	Sustainable	7,542	7.5	13,180	13.2	20,672	20.7	25,047	25.0	32,799	32.8
abrdn Short-Dated Sterling Corporate Bond Tracker	Passively invested short dated sterling corporate bond fund	Nuetral	8,834	8.8	4,692	4.7	3,003	3.0	2,249	2.2	490	0.5
iShares Green Bond Index	Passively invested global developed government bond fund	Sustainable	6,026	6.0	4,264	4.3	2,465	2.5	0	0.0	0	0.0
M&G Sustainable Global High Yield Bond	Actively invested global high yield bond fund	Sustainable	3,056	3.1	3,326	3.3	6,598	6.6	7,540	7.5	1,283	1.3
iShares ESG Sterling Corporate Bond Index	Enhanced passively invested sterling corporate bond fund	Sustainable	7,212	7.2	7,876	7.9	3,506	3.5	2,291	2.3	488	0.5
iShares MSCI Emerging Market ESG Enhanced Index	Enhanced passively invested Emerging Markets Equity fund	Sustainable	6,145	6.1	8,867	8.9	12,513	12.5	15,507	15.5	20,753	20.8
abrdn Global Government Bond Tracker	Passively invested global developed government bond fund	Nuetral	5,959	6.0	4,244	4.2	2,530	2.5	0	0.0	0	0.0
abrdn Global REIT Tracker	Passively invested global REIT fund	Nuetral	0	0.0	1,208	1.2	1,706	1.7	1,279	1.3	0	0.0
iShares MSCI Japan ESG Enhanced Index	Enhanced passively invested Japan Equity fund	Sustainable	1,214	1.2	3,847	3.8	3,651	3.7	4,454	4.5	4,227	4.2
Cash	Actively invested cash fund	Nuetral	1,283	1.3	954	1.0	819	0.8	1,198	1.2	886	0.9
			<b>100,000</b>	<b>100.0</b>	<b>100,000</b>	<b>100.0</b>	<b>100,000</b>	<b>100.0</b>	<b>100,000</b>	<b>100.0</b>	<b>100,000</b>	<b>100.0</b>

<sup>1</sup> Funds that explicitly target improved environmental, social and governance ("ESG") or sustainability related outcomes. Source: abrdn December 2022.

# abrdn MyFolio Sustainable Index I



## Current asset allocation



Source: abrdn December 2022, asset classes Global Developed Government Bonds, Global Index Linked Bonds, Global Corporate Bonds, Short Dated Global Corporate Bonds, Global All Country Equities, US Equities, European Equities including UK, Japanese Equities, Emerging Market Equities including Asia, Global High Yield Bonds, Emerging Market Local Currency Bonds.

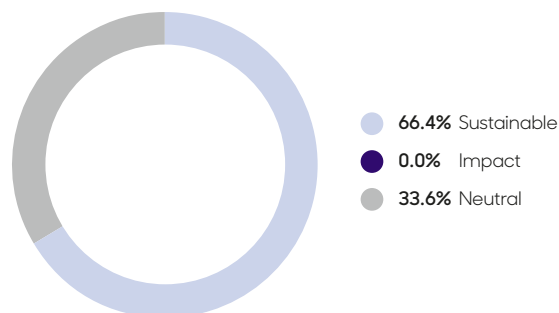
## Objective

To generate growth over the long term (5 years or more) while being managed to a defined level of risk. The fund is part of the abrdn MyFolio Sustainable range, which offers five funds with different expected combinations of investment risk and return. The fund is risk level I, which aims to be the lowest risk fund in this range.

## Risk target

The defined level of risk referred to above that the management team is targeting is within the range of 20-40% of world stock markets, (represented by the MSCI AC World Index), over 10 years. There is no certainty or promise that this target will be achieved. The Risk Target has been chosen as it represents a risk range which is appropriate for the fund.

## Investment split



Source: abrdn, December 2022.

### Largest Holdings

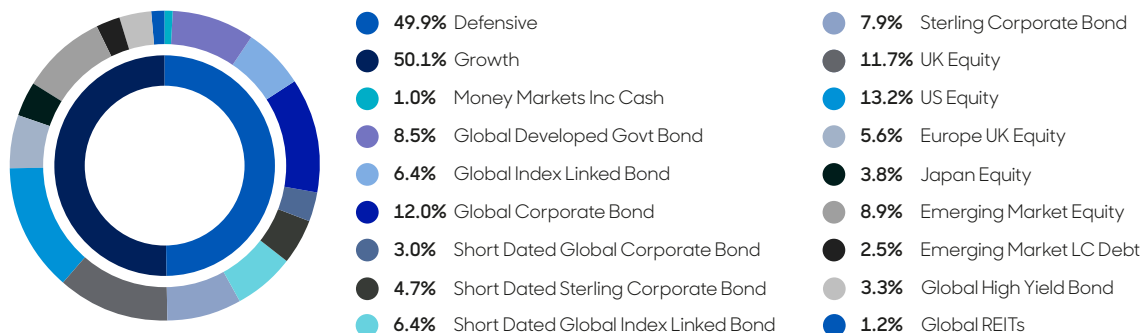
iShares ESG Screened Global Corporate Bond Index	16.7
abrdn Global Inflation-Linked Tracker	8.8
abrdn Short-Dated Sterling Corporate Bond Tracker	8.8
abrdn Short-Dated Global Inflation-Linked Bond Tracker	8.7
abrdn Sustainable Index UK Equity	7.8
Number of asset classes	16
Number of Funds	16



# abrdn MyFolio Sustainable Index II



## Current asset allocation



Source: abrdn December 2022, asset classes Global Developed Government Bonds, Global Index Linked Bonds, Global Corporate Bonds, Short Dated Global Corporate Bonds, Global All Country Equities, US Equities, European Equities including UK, Japanese Equities, Emerging Market Equities including Asia, Global High Yield Bonds, Emerging Market Local Currency Bonds.

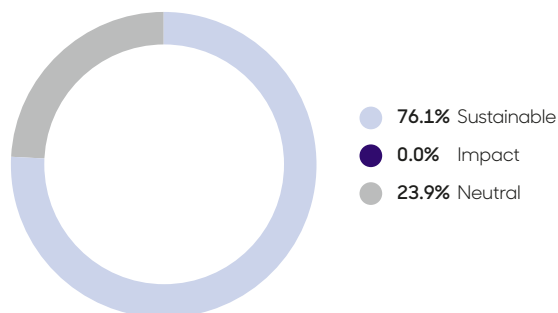
## Objective

To generate growth over the long term (5 years or more) while being managed to a defined level of risk. The fund is part of the abrdn MyFolio Sustainable range, which offers five funds with different expected combinations of investment risk and return. The fund is risk level II, which aims to be the second lowest risk fund in this range.

## Risk target

The defined level of risk referred to above that the management team is targeting is within the range of 35–55% of world stock markets, (represented by the MSCI AC World Index), over 10 years. There is no certainty or promise that this target will be achieved. The Risk Target has been chosen as it represents a risk range which is appropriate for the fund.

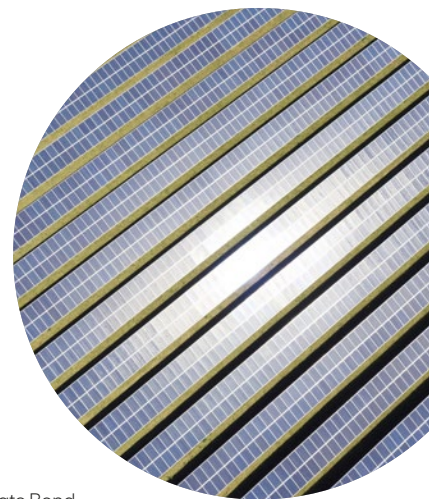
## Investment split



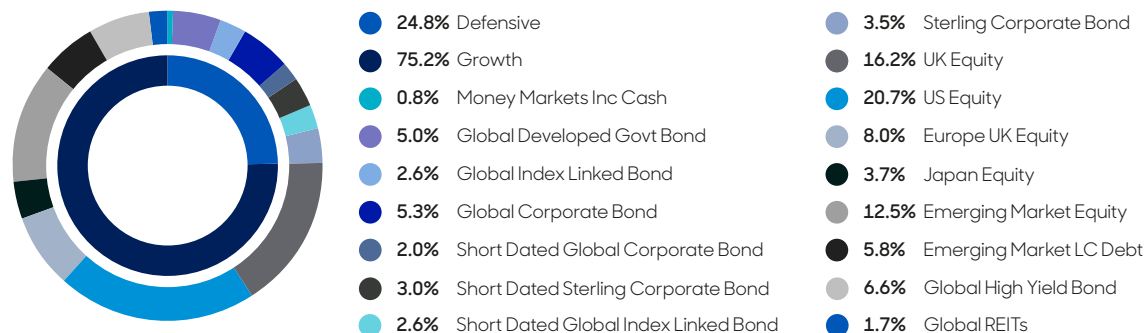
Source: abrdn, December 2022.

Largest Holdings	
iShares MSCI USA ESG Enhanced Index	13.2
iShares ESG Screened Global Corporate Bond Index	12.0
abrdn Sustainable Index UK Equity	11.7
iShares MSCI Emerging Market ESG Enhanced Index	8.9
iShares ESG Sterling Corporate Bond Index	7.9
Number of asset classes	16
Number of Funds	16

# abrdn MyFolio Sustainable Index III



## Current asset allocation



Source: abrdn December 2022, asset classes Global Developed Government Bonds, Global Index Linked Bonds, Global Corporate Bonds, Short Dated Global Corporate Bonds, Global All Country Equities, US Equities, European Equities including UK, Japanese Equities, Emerging Market Equities including Asia, Global High Yield Bonds, Emerging Market Local Currency Bonds.

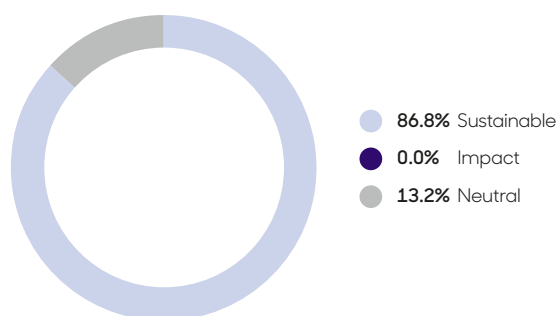
## Objective

To generate growth over the long term (5 years or more) while being managed to a defined level of risk. The fund is part of the abrdn MyFolio Sustainable range, which offers five funds with different expected combinations of investment risk and return. The fund is risk level III, which aims to be the middle risk fund in this range.

## Risk target

The defined level of risk referred to above that the management team is targeting is within the range of 45-75% of world stock markets, (represented by the MSCI AC World Index), over 10 years. There is no certainty or promise that this target will be achieved. The Risk Target has been chosen as it represents a risk range which is appropriate for the fund.

## Investment split



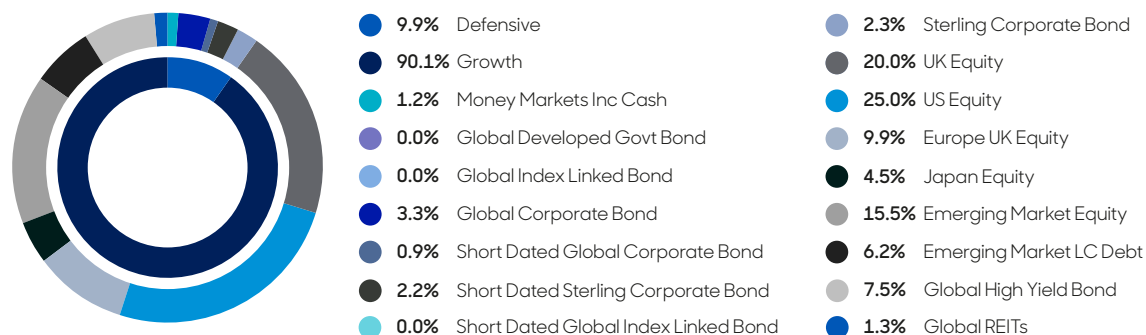
Source: abrdn, December 2022.

Largest Holdings	
iShares MSCI USA ESG Enhanced Index	20.7
abrdn Sustainable Index UK Equity	16.2
iShares MSCI Emerging Market ESG Enhanced Index	12.5
iShares MSCI Europe ESG Enhanced Index	8.0
M&G Sustainable Global High Yield Bond	6.6
Number of asset classes	16
Number of Funds	16

# abrdn MyFolio Sustainable Index IV



## Current asset allocation



Source: abrdn December 2022, asset classes Global Developed Government Bonds, Global Index Linked Bonds, Global Corporate Bonds, Short Dated Global Corporate Bonds, Global All Country Equities, US Equities, European Equities including UK, Japanese Equities, Emerging Market Equities including Asia, Global High Yield Bonds, Emerging Market Local Currency Bonds.

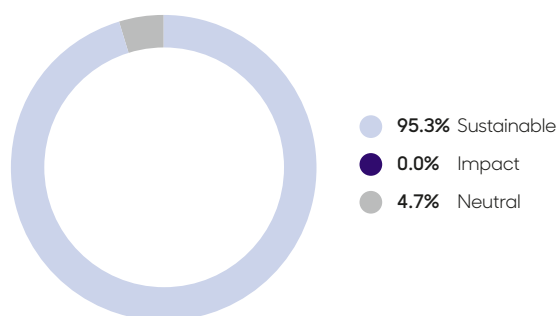
## Objective

To generate growth over the long term (5 years or more) while being managed to a defined level of risk. The fund is part of the abrdn MyFolio Sustainable range, which offers five funds with different expected combinations of investment risk and return. The fund is risk level IV, which aims to be the second highest risk fund in this range.

## Risk target

The defined level of risk referred to above that the management team is targeting is within the range of 60–90% of world stock markets, (represented by the MSCI AC World Index), over 10 years. There is no certainty or promise that this target will be achieved. The Risk Target has been chosen as it represents a risk range which is appropriate for the fund.

## Investment split



Source: abrdn, December 2022.

### Largest Holdings

iShares MSCI USA ESG Enhanced Index	25.0
abrdn Sustainable Index UK Equity	20.0
iShares MSCI Emerging Market ESG Enhanced Index	15.5
iShares MSCI Europe ESG Enhanced Index	9.9
M&G Sustainable Global High Yield Bond	7.5
Number of asset classes	16
Number of Funds	16

# abrdn MyFolio Sustainable Index V



## Current asset allocation



Source: abrdn December 2022, asset classes Global Developed Government Bonds, Global Index Linked Bonds, Global Corporate Bonds, Short Dated Global Corporate Bonds, Global All Country Equities, US Equities, European Equities including UK, Japanese Equities, Emerging Market Equities including Asia, Global High Yield Bonds, Emerging Market Local Currency Bonds.

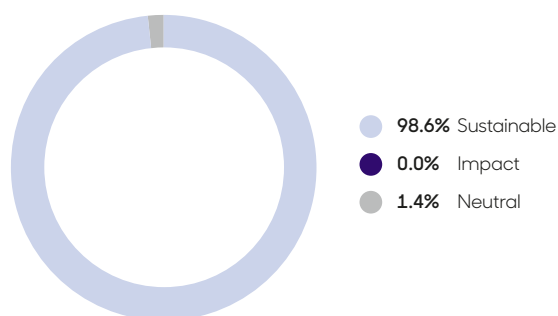
## Objective

To generate growth over the long term (5 years or more) while being managed to a defined level of risk. The fund is part of the abrdn MyFolio Sustainable range, which offers five funds with different expected combinations of investment risk and return. The fund is risk level V, which aims to be the highest risk fund in this range.

## Risk target

The defined level of risk referred to above that the management team is targeting is within the range of 70-110% of world stock markets, (represented by the MSCI AC World Index), over 10 years. There is no certainty or promise that this target will be achieved. The Risk Target has been chosen as it represents a risk range which is appropriate for the fund.

## Investment split



Source: abrdn, December 2022.

### Largest Holdings

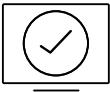
iShares MSCI USA ESG Enhanced Index	32.8
abrdn Sustainable Index UK Equity	27.1
iShares MSCI Emerging Market ESG Enhanced Index	20.8
iShares MSCI Europe ESG Enhanced Index	11.0
iShares MSCI Japan ESG Enhanced Index	4.2
Number of asset classes	16
Number of Funds	16

# ESG and Impact Reporting



## Avoid harm

### 12 month trailing exposure

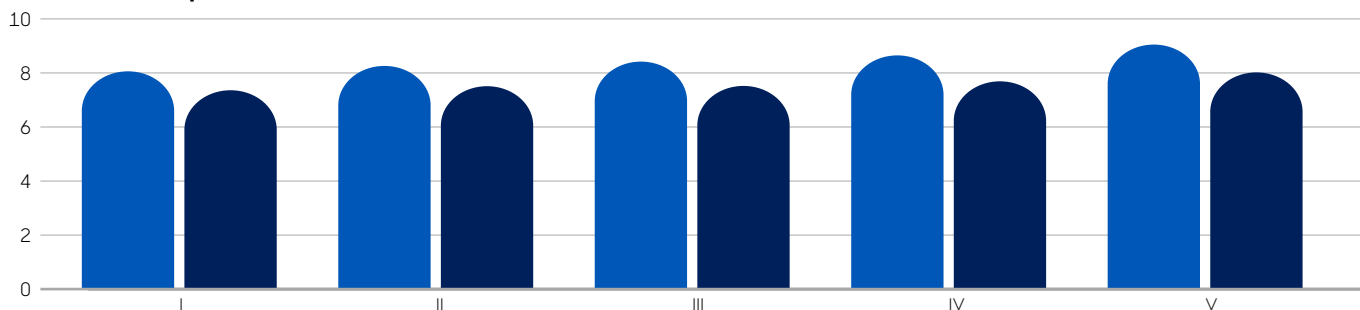
	Last Quarter
 Tobacco	Confirmed
Weapons	Confirmed
Thermal Coal	Confirmed
UN Global Compact	Confirmed

Source: MSCI ESG Manager, December 2022.

## ESG in action

Our recent fund manager engagement was centered around Drax. Drax claim to solely use wood with no economic value in order to produce wood chips for energy production. The company was accused in BBC Panorama documentary of using heritage forestry to generate energy. 85% + of all material is sawdust, residue etc - i.e. in line with the company's claims. The issue relates to parts of the other 15%. After engagement from various shareholders Drax responded. Once the forest rights are purchased Drax sign the area to a lumber company that then logs the area. Where logs cannot be sold to higher value activities such as furniture making, housing or pulp plants, it will then be sold to Drax. Drax therefore only uses logs that have been decided to be cut down by the Canadian Government, and which can't be used by other higher value uses. This explains the remaining 15%.


## ESG Score Uplift



● Last Quarter MyFolio ● Last Quarter Passive Proxy

Passive Proxy refers to a replica fund of fund with non-ESG focused funds. The uplift across the portfolio shows a consistent improvement in ESG ratings by MSCI. MyFolio Sustainable buys funds which invest in companies with better Environmental, Social and Governance characteristics.  
Source: MSCI ESG Manager, December 2022.

## Develop and improve

	Outcome
 Principles for Responsible Investment	100.0% of Managers signed up
Task Force on Climate-Related Financial Disclosures	94% of Managers signed up
UK Stewardship Code	100% of Managers signed up

For more information on the engagement of our fund managers see 'Voting Records' section

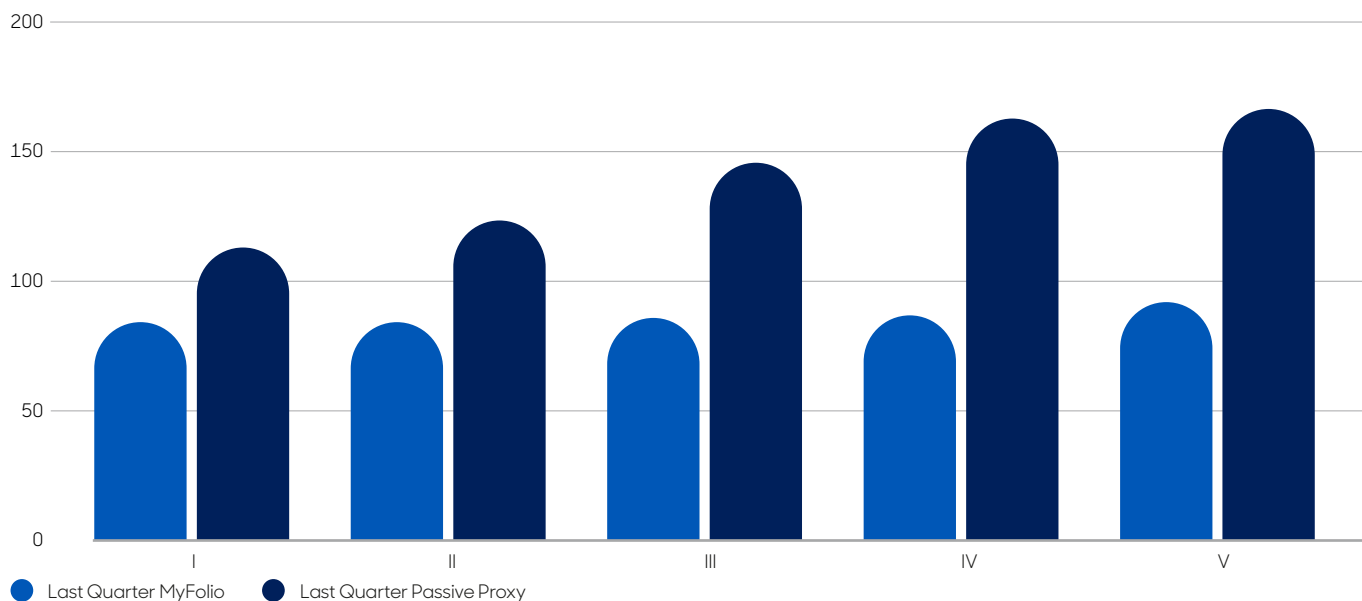
Source: abrdn, ESG score based on active and enhanced. Data at December 2022.

<sup>1</sup> ESG scores sourced from MSCI ESG manager to June 2022.

<sup>2</sup> Comparator for each fund is a portfolio of whole of market asset class benchmarks, based on the risk level Strategic Asset Allocation. For more information about UN Sustainability Development goals see appendix

# ESG and Impact Reporting

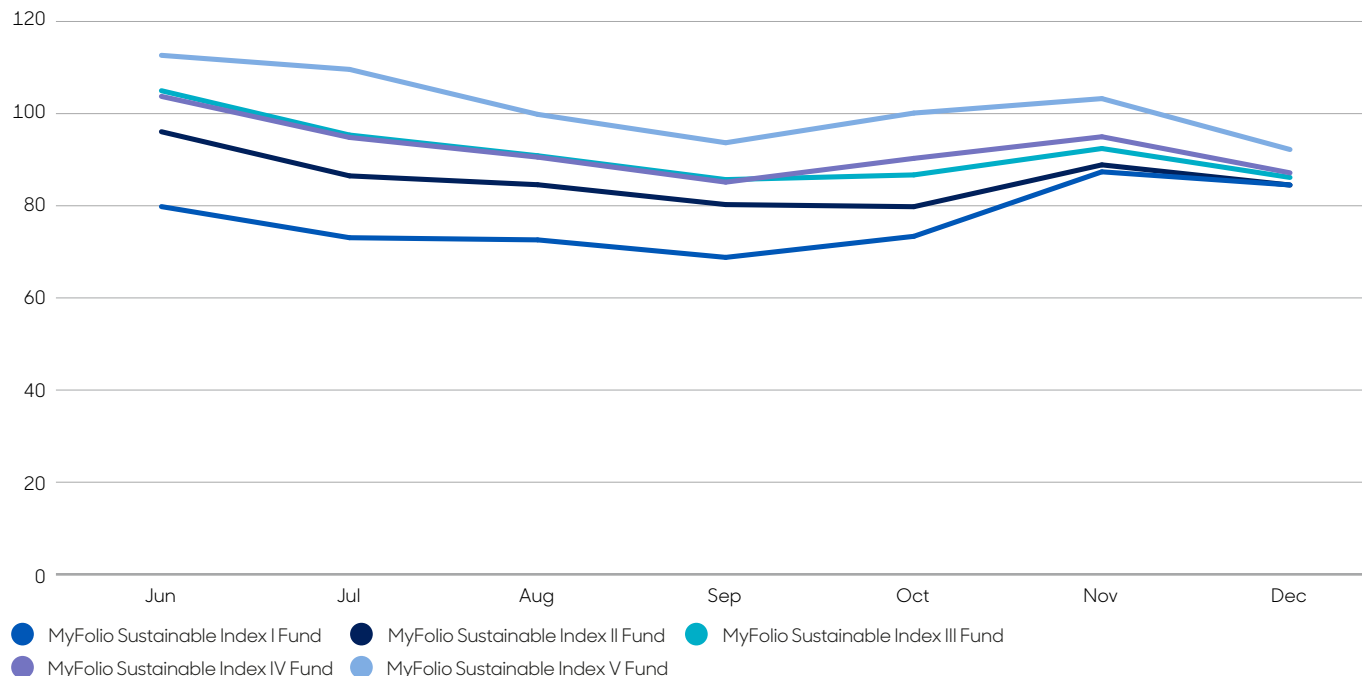
## Portfolio Weighted Average Scope 1 & 2 Carbon Emissions



Scope 1 Carbon Intensity refers to emissions generated directly through company facilities & vehicles. Scope 2 Carbon Intensity refers to emissions through purchased electricity. We recognise the importance of reducing carbon intensity and MyFolio Sustainable Index, where possible, buys funds which have been enhanced to lower the carbon intensity of the fund.

Source: MSCI ESG Manager, December 2022.

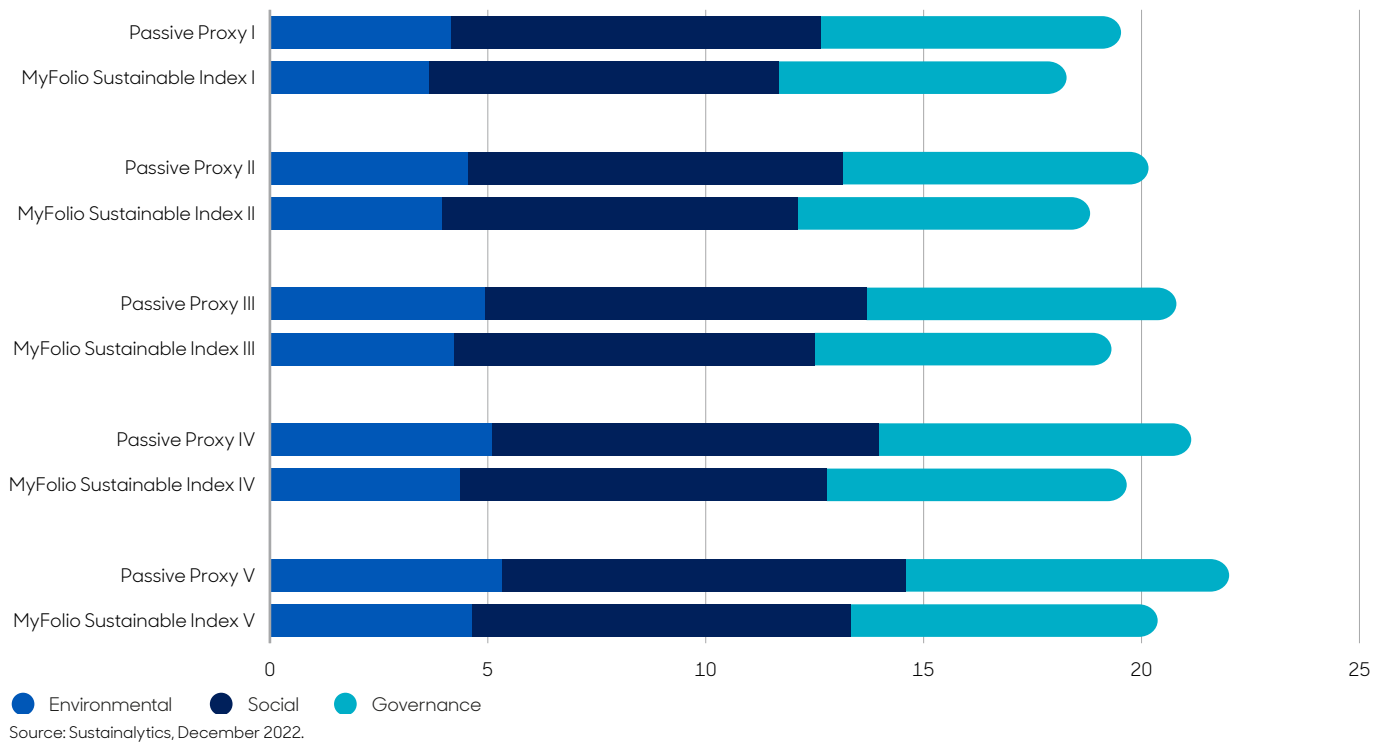
## Sum of Weighted Average Carbon Intensity (S1/S2)



Source: MSCI ESG Manager, December 2022.

# ESG and Impact Reporting

## Reduce Investment Risk



The lower the ESG risk the better. MyFolio Sustainable Index buys funds which reduce investment risk from ESG factors primarily through ESG enhanced passive funds. This risk is reduced by purchasing funds with an explicit focus on ESG factors.



# How do we 'develop and improve' in practice?



**100% of the asset managers** in whose funds we invest are signatories to the Task Force on Climate related Financial Disclosures. The task force "develop recommendations for more effective climate-related disclosures that could promote more informed investment, credit, and insurance underwriting decisions and, in turn, enable stakeholders to understand better the concentrations of carbon-related assets in the financial sector and the financial system's exposures to climate-related risks.



**94% of the managers** we invest in are signed up to the Principles of Responsible Investment, a voluntary and aspirational set of principles that offer a menu of possible actions for incorporating ESG issues into investment practice.

## Monitoring Voting records

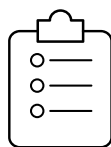
We actively monitor the percentage of votes cast by the managers we invest in, capturing both the votes supporting and those rejecting company board recommendations.

We want to ensure the funds are not being passive investors but regularly and consistently attending AGMs and EGMs as part of their role as responsible investors.

## The principles



We will incorporate ESG issues into investment analysis and decision-making processes.



We will seek appropriate disclosure on ESG issues by the entities in which we invest.



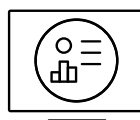
We will work together to enhance our effectiveness in implementing the Principles.



We will be active owners and incorporate ESG issues into our ownership policies and practices.



We will promote acceptance and implementation of the Principles within the investment industry.



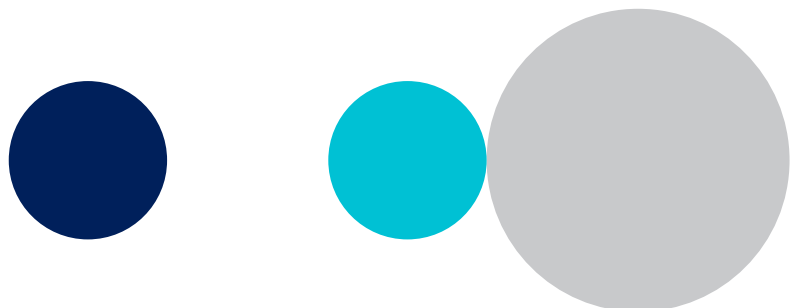
We will each report on our activities and progress towards implementing the Principles.



# Active ownership

Voting Records					Signatories	
Funds	Votes Cast	Votes Cast Against Management	UN PRI	UK Stewardship Code	TCFD	
abrdrn Global Government Bond Tracker	N/A	N/A	Yes	Yes	Yes	
abrdrn Global Inflation-Linked Tracker	N/A	N/A	Yes	Yes	Yes	
abrdrn Global REIT Tracker	N/A	N/A	Yes	Yes	Yes	
abrdrn Short-Dated Global Inflation-Linked Bond Tracker	N/A	N/A	Yes	Yes	Yes	
abrdrn Short-Dated Sterling Corporate Bond Tracker	N/A	N/A	Yes	Yes	Yes	
abrdrn Sustainable Index UK Equity	98%	15%	Yes	Yes	Yes	
iShares ESG Sterling Corporate Bond Index	N/A	N/A	Yes	Yes	Yes	
iShares MSCI Emerging Market ESG Enhanced Index	98%	11%	Yes	Yes	Yes	
iShares MSCI Europe ESG Enhanced Index	98%	4%	Yes	Yes	Yes	
iShares MSCI Japan ESG Enhanced Index	100%	3%	Yes	Yes	Yes	
iShares MSCI USA ESG Enhanced Index	99%	5%	Yes	Yes	Yes	
iShares ESG Screened Global Corporate Bond Index	N/A	N/A	Yes	Yes	Yes	
iShares Green Bond Index	N/A	N/A	Yes	Yes	Yes	
L&G ESG Emerging Markets Government Bond Index	N/A	N/A	Yes	Yes	Yes	
M&G Sustainable Global High Yield Bond	N/A	N/A	Yes	Yes	Yes	
Robeco Global SDG Credits	N/A	N/A	Yes	Yes	Yes	
TwentyFour Sustainable Short Term Bond Income	N/A	N/A	Yes	Yes	No	

Source: Third Party Managers, December 2022.



# Appendix

## SUSTAINABLE DEVELOPMENT GOALS



End poverty in all its forms everywhere



Ensure healthy lives and promote well-being for all at all ages



Achieve gender equality and empower all women and girls



Ensure access to affordable, reliable, sustainable and modern energy for all



Build resilient infrastructure, promote inclusive and sustainable industrialization and foster innovation



Make cities and human settlements inclusive, safe, resilient and sustainable



Take urgent action to combat climate change and its impacts



Protect, restore and promote sustainable use of terrestrial ecosystems, sustainably manage forests, combat desertification, and halt and reverse land degradation and halt biodiversity loss



Strengthen the means of implementation and revitalize the Global Partnership for Sustainable Development



End hunger, achieve food security and improved nutrition and promote sustainable agriculture



Ensure inclusive and equitable quality education and promote lifelong learning opportunities for all



Ensure availability and sustainable management of water and sanitation for all



Promote sustained, inclusive and sustainable economic growth, full and productive employment and decent work for all



Reduce inequality within and among countries



Ensure sustainable consumption and production patterns



Conserve and sustainably use the oceans, seas and marine resources for sustainable development



Promote peaceful and inclusive societies for sustainable development, provide access to justice for all and build effective, accountable and inclusive institutions at all levels

# Appendix

The following table shows the percentage of the portfolio's market value exposed to companies that are aligned or strongly aligned with each of the Sustainable Development goals, based on the nature of their product and services and their operational alignment to the goal and their involvement in controversies.

	MyFolio Sustainable Index I %	MyFolio Sustainable Index II %	MyFolio Sustainable Index III %	MyFolio Sustainable Index IV %	MyFolio Sustainable Index V %
1. No poverty	4.29	5.64	6.56	7.27	8.42
2. Zero hunger	1.24	2.02	2.71	3.26	3.88
3. Good health and well-being	3.36	5.34	7.23	8.83	11.54
4. Quality education	0.12	0.21	0.28	0.33	0.39
5. Gender equality	37.81	47.93	51.39	55.55	63.60
6. Clean water and sanitation	7.69	11.34	14.09	16.44	21.01
7. Affordable and clean energy	18.02	22.72	24.33	26.65	31.86
8. Decent work and economic growth	21.07	27.62	31.59	35.20	42.43
9. Industry, innovation and infrastructure	8.17	9.96	10.17	10.56	12.67
10. Reduced inequalities	14.32	19.36	23.48	27.48	34.89
11. Sustainable cities and communities	3.85	4.85	5.23	5.14	4.36
12. Responsible consumption and production	11.65	16.04	19.26	21.52	25.24
13. Climate action	22.19	28.74	31.49	34.74	41.93
14. Life below water	0.40	0.48	0.37	0.29	0.33
15. Life on land	0.00	0.00	0.00	0.00	0.00
16. Peace, justice and strong institutions	1.66	2.71	3.66	4.39	5.74
17. Partnerships for the goals	0.83	1.43	1.92	2.31	2.94

Source: abrdn, 30 December 2022, for illustration purposes.

The Sustainable Development Goals above are intended as a visualisation of how the funds may fit within the SDGs but are not a targeted outcome of the strategy .

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- The fund invests in equity and equity related securities. These are sensitive to variations in the stock markets which can be volatile and change substantially in short periods of time.
- The fund invests in emerging market equities and/or bonds. Investing in emerging markets involves a greater risk of loss than investing in more developed markets due to, among other factors, greater political, tax, economic, foreign exchange, liquidity and regulatory risks.
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