

IST3 INFRASTRUCTURE DEBT 3 EUR

IST Portfolio

Portfolio Manager	Edmond de Rothschild
ESG Rating ¹	Not available
SFDR Category ²	Art. 6
Private Market Portfolio	Infrastructure Debt

ESG proprietary rating by portfolio manager not yet available as mandate has only been taken over recently.

¹ MSCI ESG Report: www.msci.com

² SFDR: The Sustainable Finance Disclosure Regulation is a European regulation introduced to improve transparency in the market for sustainable investment products. <https://www.eurosif.org/policies/sfdr/>

Applied ESG Approaches

Exclusion



Yes. IST exclusion list and process is applied in addition to the portfolio manager's own exclusion list:

Composition of IST exclusion list			
SVVK-ASIR	THEMATIC / SECTOR EXCLUSION	COUNTRY EXCLUSIONS	ENGAGEMENT / VIOLATIONS OF NORMS
<ul style="list-style-type: none"> – Nuclear weapons – Cluster munitions and anti-personnel mines 	<ul style="list-style-type: none"> – Coal mining and power generation (turnover > 25%) 	<ul style="list-style-type: none"> – UN Security Council Arms Embargo – OFAC – Swiss sanctions 	<ul style="list-style-type: none"> – Exclusion of non-cooperative companies – Violation of internationally acceptable standards

Source: <https://istfunds.ch/en/esg-ist/>

In addition, the portfolio manager excludes military, tobacco, uranium and fossil fuel and does not invest into high-risk jurisdictions (FATF), child labor, human rights or corruption and fraud.

Proxy Voting

Not applicable

Engagement

Not applicable

ESG Integration



Yes. Each criteria (E-S-G) is scored 1-3, and investments assessing 36 sub-criteria in the proprietary ESG Review Tool. Investment with a total score > 6 will be excluded.

Best-in-Class

Not applicable

Thematic/Impact Investing

Not applicable

Portfolio manager: Edmond de Rothschild

Facts & figures

(Benjamin de Rothschild Infrastructure Debt Generation - BRIDGE team)

Assets under management	USD 4.5 bn
Whereof in sustainable investment strategies	USD 4.5 bn
Number of inv. profess.	12
Whereof dedicated to ESG	4
Signatory to UNPRI	Yes (since 2021)
UNPRI rating	Not yet available
Memberships (selection only):	
<ul style="list-style-type: none"> Initiative Climate International (ici) Swiss Sustainable Finance (SSF) Montreal Carbon Pledge Finance for Biodiversity Pledge 	<ul style="list-style-type: none"> International Integrated Reporting Council (IIRC) International Corporate Governance Network (ICGN)

Consultant / Partnerships

- None

Carbon Strategy

Carbon footprint is being measures since 2014.
Offsetting of CO₂-emissions within own value chain.

Voting Activity

Voting Policy and aggregated proxy voting report available under
<https://www.edmond-de-rothschild.com/en/Pages/Sustainable-development-report.aspxpublication/annual-stewardship-report-2021.pdf>

Engagement

Yes. EdR Sustainability Report 2021 summarizes engagement activities.
<https://www.edmond-de-rothschild.com/en/Pages/Sustainable-development-report.aspx>

Responsible Company

The integration of sustainable development in all our activities and decisions involves identifying non-financial risks within our five priority pillars:

1. Responsible Investment: As an investor, we consider it our responsibility to direct financial flows towards solutions that can contribute to the sustainable transformation of our economic models. At Edmond de Rothschild, we have been taking environmental, social and governance issues into account in our investment decisions for many years.

2. Responsible Company: The ethical rules set out in our Code of Ethics establish a formal and binding framework for optimal risk management at both the collective and individual levels. We integrate extra-financial risks into our governance and processes to strengthen the alignment of our internal synergies with the management of sustainability issues.

3. Human Capital: Our talents accompany transformations and contribute to sustainable performance. Health, well-being at work, organisational flexibility, skills development, career advancement and diversity. The Edmond de Rothschild Group does its utmost to offer its teams a stimulating work environment that is a source of commitment, driven by a strong common culture.

4. Environmental impact: Acting as a responsible company means committing to reducing the environmental footprint of our activities. The Edmond de Rothschild Group has defined an environmental policy that aims to reduce our impact through pragmatic actions, particularly in terms of reducing our carbon footprint, offsetting our CO₂ emissions, using our resources more sustainably and managing our waste.

We have been measuring and publishing the Group's environmental performance in our annual sustainability report since 2014.

5. Societal commitment: Our societal impact is focused on three key areas: Global impact through investment approaches geared towards finding concrete solutions to today's major challenges.

Local impact through the commitment of our employees and the sharing of skills in the service of concrete projects, particularly in the field of entrepreneurship.

We rely on strong synergies with the Edmond de Rothschild Foundations, which are managed independently of the Group.

Dialogue with our stakeholders to contribute together to the advancement towards a more sustainable economy and society.

<https://www.edmond-de-rothschild.com/en/group/sustainable-development>

Next steps and further developments

EdR has committed to a 2°C roadmap to guide the decarbonation of its portfolio.