



Emit Capital
Asset Management

Responsible Investment Report

FOR YEAR ENDED
30 JUNE 2023



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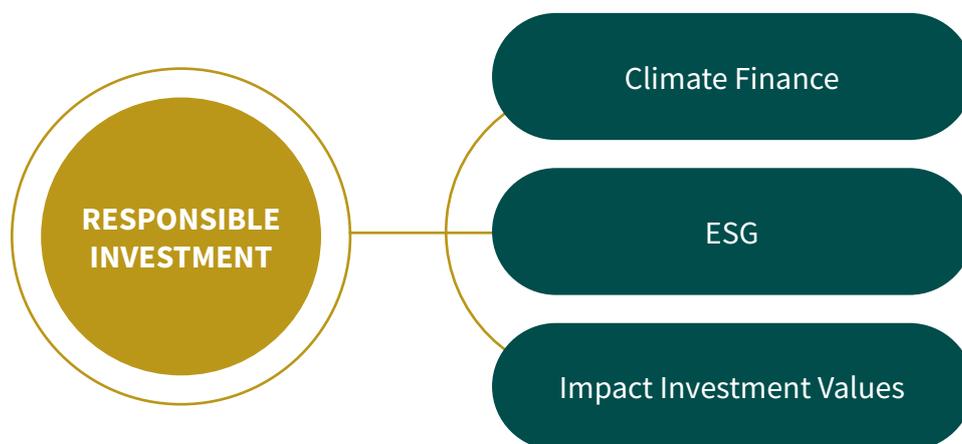
1 Sustainable Investment Report: Nurturing a Future-Focused Portfolio

1.1. OVERVIEW

Investing with sustainability is an integral part of our investment process at Emit Capital Asset Management. The Responsible Investment Report provides an overview of our efforts to create a portfolio aligned with climate finance, environmental, social, and governance (ESG) and impact investment values. In addition to generating long-term value, investing in sustainable opportunities contributes to positive environmental and social outcomes.

1.2. RESPONSIBLE INVESTMENT INTEGRATION

In order to ensure robust and responsible investment integration, our investment process revolves around our thematic climate finance approach to constructing our investment universe. In addition to analyzing the companies based on their environmental impact, social responsibility, and governance practices, we examine their adherence to our impact investment values.



1.3. THEMATIC APPROACH

To further enhance our sustainability focus, we utilize a thematic approach to our investment strategy. We identify and invest in four climate finance themes that address the pressing global challenge of climate change. Using this thematic approach allows us to identify opportunities that are aligned with long-term sustainability trends and contribute to a positive impact on the environment and society as a whole.

1.4. ENGAGEMENT AND ACTIVE OWNERSHIP

In order to foster positive change, we believe in engaging with companies actively. Through dialogue, voting rights, and collaboration with other stakeholders, we aim to influence companies to adopt sustainable practices, enhance transparency, and improve governance. Developing meaningful ESG improvements within our portfolio holdings and promoting responsible business practices are our objectives.

1.5. IMPACT MEASUREMENT

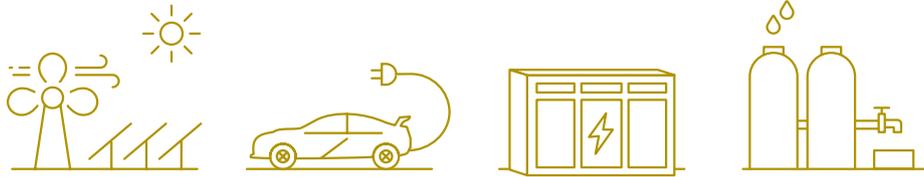
An important focus area of our investment portfolio is measuring and reporting on its impact. We use a variety of impact metrics and frameworks to evaluate the environmental and social outcomes of our investments. As a result, we are able to track progress, identify areas for improvement, and communicate to our stakeholders the positive impact we are making.

1.6. TRANSPARENCY AND DISCLOSURE

Sustainable investing requires transparency and disclosure. Through our investment process, ESG integration approach, thematic strategies, engagement activities, and impact measurement practices, we are committed to providing clear and comprehensive information. Our objective is to foster trust and accountability among our clients and stakeholders through improved reporting.

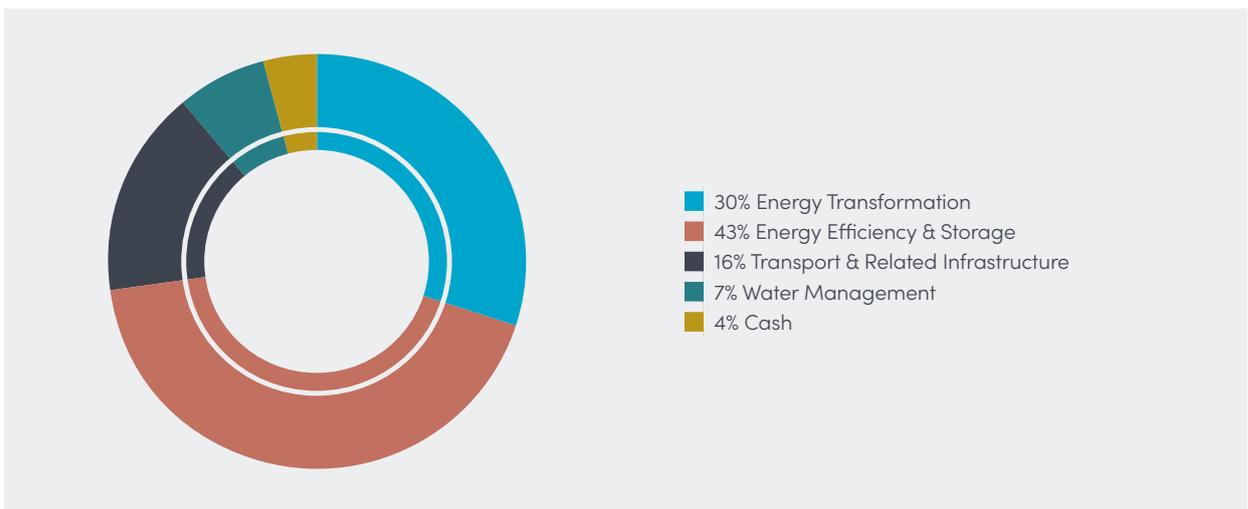


2 Climate Change Themes

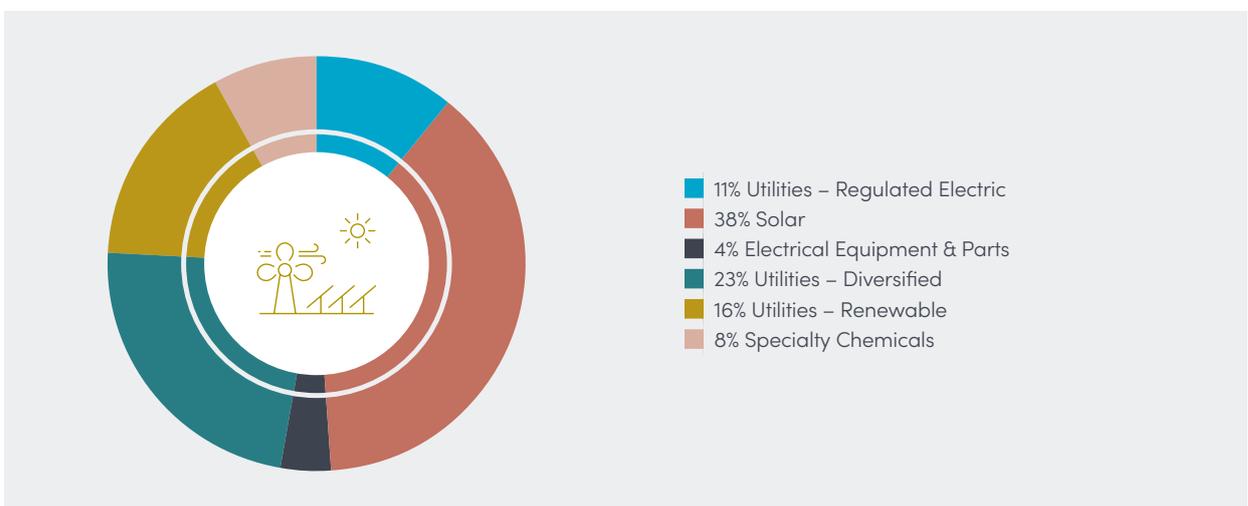


EMIT CAPITAL - FUNDS MANAGEMENT WITH POSITIVE ENVIRONMENTAL DIFFERENCE

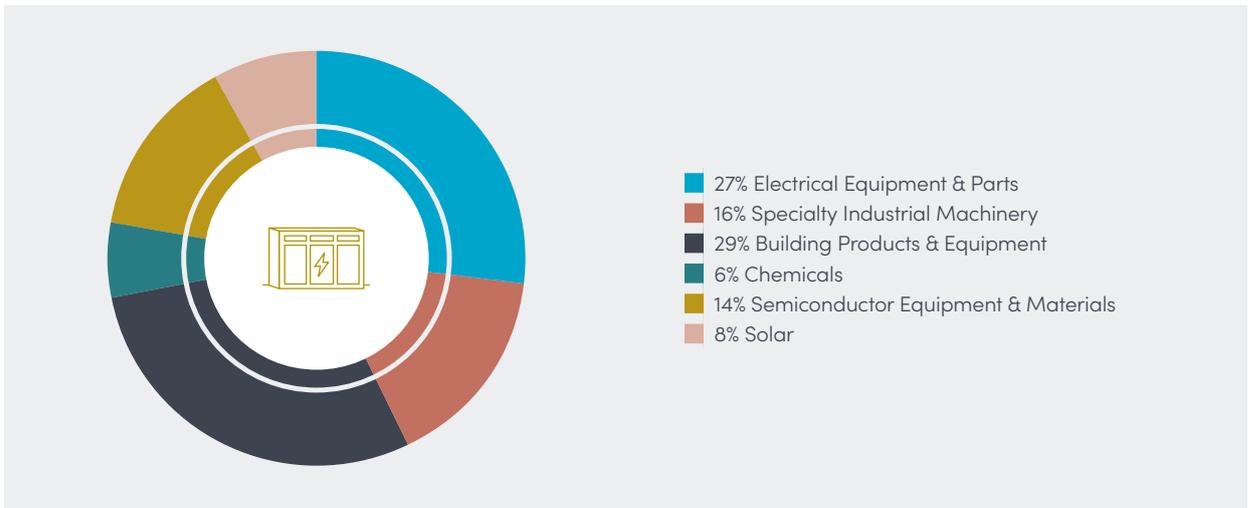
2.1. FUND PORTFOLIO



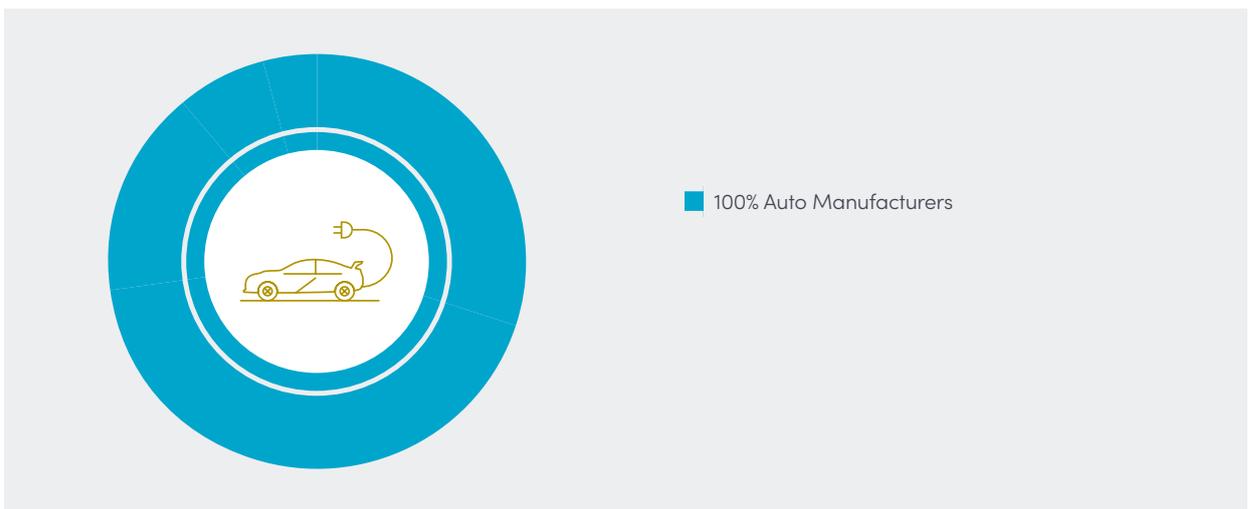
2.2. ENERGY TRANSFORMATION



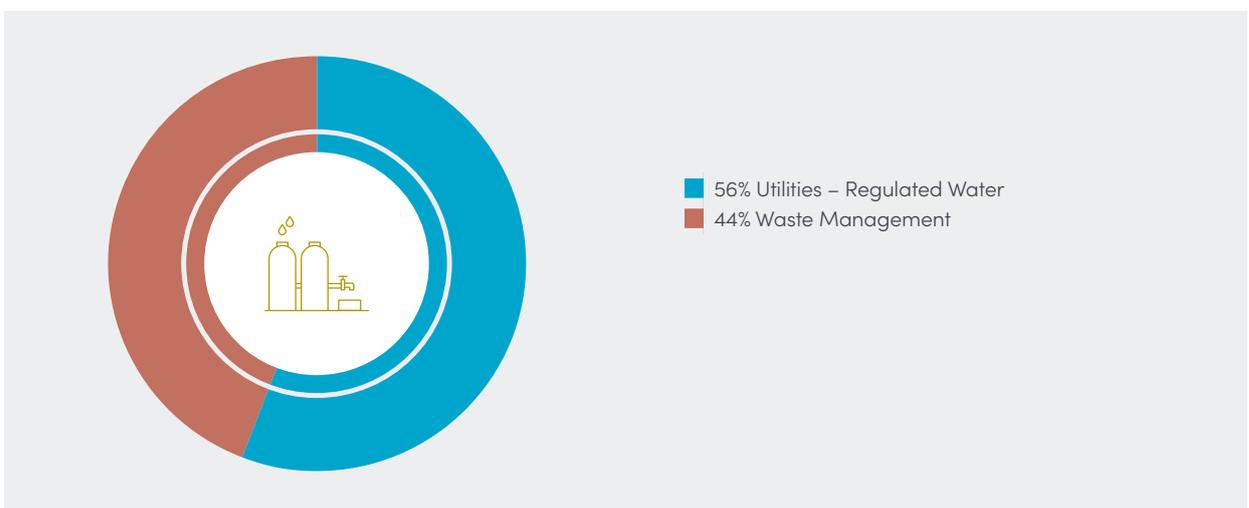
2.3. ENERGY EFFICIENCY & STORAGE



2.4. TRANSPORT & RELATED INFRASTRUCTURE



2.2. WATER MANAGEMENT



3 CarbonFootprint

Each month, we measure the change in carbon footprint, ESG, and Impact Investments in order to ensure our portfolio meets our Responsible Investment Principles.

Fund investments are targeted at companies that are making a meaningful contribution to reducing climate change, primarily by reducing fossil fuel emissions and investing in lower carbon alternatives.

Through our stewardship activities, we work with individual companies to drive further reductions in their emissions strategies. The overall CO2 Equivalent Emissions Total of the portfolio as a whole is calculated by ECAM.

Date	CO2 Equivalent Emissions ¹	Total CO2 Equivalent Emissions to Revenues USD ²
30 June 2023	5,699,589	310



THROUGH TRANSPARENT REPORTING, WE
 TO PLAY A SIGNIFICANT ROLE IN
 GLOBAL DECARBONISATION EFFORT.
 BY SUPPORTING COMPANIES THAT
 CRITICIZE SUSTAINABILITY AND HAVE
 A CLEAR STRATEGY FOR REDUCING

¹ Total CO2 and CO2 Equivalent Emissions in Tonnes. The sum of scope 1 and scope 2 emissions. Excludes scope 3 emissions.

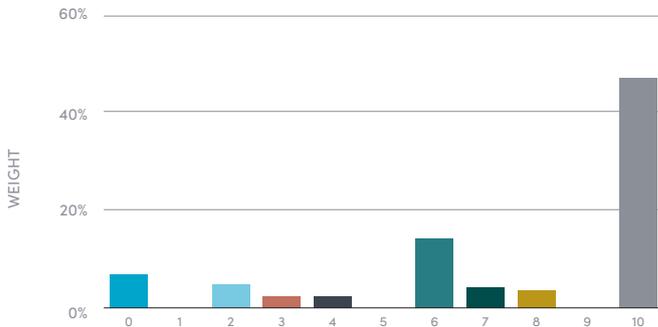
² Total CO2 and CO2 Equivalent Emissions in Tonnes divided by net sales or revenues in USD

4 ESG Scorecard Summary 2023

Portfolio Name	Benchmark Name	ESG Score	ESG Score (BM)	ESG Combined Score	ESG Combined Score (BM)
Emit Capital Climate Finance Equity Fund	ISHARES MSCI ACWI USD	67.549	74.244	61.123	57.164

<p>ESG SCORE</p> <p>6</p>	<p>Controversies Score</p> <p>7</p>	<p>ESG Combined Score</p> <p>6</p>	<p>87.10%</p> <p>of companies in this account have ESG ratings</p>
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Controversy Distribution



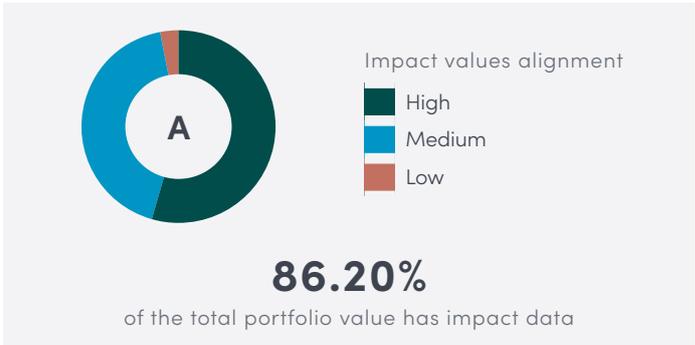
<p>Environmental Score 7</p> <p>Resource Use Score 7</p> <p>Emissions Score 7</p> <p>Environmental Innovation Score 6</p>	<p>Social Score 7</p> <p>Workforce Score 7</p> <p>Human Rights Score 7</p> <p>Community Score 7</p> <p>Product Responsibility Score 6</p>	<p>Governance Score 6</p> <p>Management Score 6</p> <p>Shareholders Score 5</p> <p>CSR Strategy Score 6</p>
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5 Impact Investment Reporting

In our role as Responsible Investment fund managers, we incorporate impact investment values into our company analysis. A company’s Impact Investment score indicates how well it meets the values we have identified as key to our investment strategy. Our Impact Investment scores are an integral part of our stewardship process as we engage with our portfolio companies during the portfolio construction process and are monitored over time to address underperformance.

At 30 June 2023, our portfolio is aligned on a medium to high basis to our selected Impact Investment values. Each wedge represents a portfolio holding, with the larger pieces representing the larger holdings.

Portfolio Impact Score



As a Responsible Investment fund manager, we have identified the following Impact Investment values which are important to our philosophy and strategy. Given the climate finance nature of our holdings, the Clean Air value is the most important to us hence it receives a higher weighting in the analysis. Land health, Ocean Life, Pure Water and Mindful Business Models are the other Values we align our portfolio strategy with.

Fund Values

	Clean Air	Very Important	B
	Ocean Life	Important	A
	Land Health	Important	A
	Pure Water	Important	B
	Mindful Business Models	Important	A

6 Negative Screening

NEGATIVE SCREENING as at 30 June 2023

	Target	Actual	
Tobacco Production	0.0%	0.0%	Refers to the production of tobacco seedlings, growing tobacco on field, harvesting, drying, sorting and packing of tobacco by producer.
Tobacco, nicotine alternatives and tobacco-based products	0.0%	0.0%	Nicotine alternatives and tobacco-based products include: <ul style="list-style-type: none"> • Electronic nicotine delivery systems (ENDS) as defined by the US Food and Drug Administration (e.g. 'vaping' devices, e-cigarettes) alternatively described as nicotine vaping products (NVP) • Dissolvable and non-combustible tobacco products (e.g. nicotine pouches, snuff) • Shisha and water pipes
Controversial Weapon Manufacturing	0.0%	0.0%	Refers to cluster bombs, anti-personnel mines, chemical or biological weapons and other controversial weapons which are prohibited under applicable international treaties or conventions
Nuclear Weapon Manufacturing	0.0%	0.0%	Refers to a device that uses a nuclear reaction to create an explosion.
Alcohol Production	0.0%	0.0%	Refers to an establishment where beer, wine, and other spirits are prepared, bottled, stored and sold for on- or off-site consumption.
Animal Testing	0.0%	3.9%	Refers to procedures performed on living animals for purposes of research into basic biology and diseases, assessing the effectiveness of new medicinal products, and testing the human health and/or environmental safety of consumer and industry products
Pornography	0.0%	0.0%	Refers to the industry of sexual adult entertainment
Gambling	0.0%	0.0%	The gambling market consists of sales of gambling services and related goods by entities (organizations, sole traders and partnerships) that operate gambling facilities, such as casinos, bingo halls, video gaming terminals, lotteries and off-track sports betting.
Thermal Coal Power Generation	0.0%	3.1%	Thermal power generation consists of using steam power created by burning oil, liquid natural gas (LNG), coal, and other substances to rotate generators and create electricity.
Hazardous Waste	0.0%	2.6%	Hazardous wastes are classified on the basis of their biological, chemical, and physical properties. These properties generate materials that are either toxic, reactive, ignitable, corrosive, infectious, or radioactive. Toxic wastes are poisons, even in very small or trace amounts.
Nuclear Power Generation	0.0%	3.1%	Nuclear power plants use heat produced during nuclear fission to heat water. In nuclear fission, atoms are split apart to form smaller atoms, releasing energy.

Our aim with negative screening is to maintain a target level of exposure as highlighted in the table above. There are some business activities which we NEVER hold exposures to such as tobacco and controversial weapon manufacturing. However, the portfolio may be exposed to some negative screens as long as those activities are evidenced as transitory as part of the company's efforts to reduce its emissions towards a net zero outcome. Exposure percentages are calculated by summing the weights of a portfolio's holdings in the companies involved in each area. Companies are only considered involved in an area if their revenue exposed to that area equals or exceeds a minimum involvement threshold. If a company is considered involved in an area, the entire weight of that company in a portfolio is counted as involved. The full list of minimum involvement thresholds is available in the [Morningstar Portfolio Product Involvement Methodology](#).



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