

## Sustainability-related disclosures

**Product name:** SEB Emerging Markets Fund

**Legal entity identifier:** 529900KHWX88NSY80C92

### Summary

The Sub-Fund aims to increase the value of your investment over time and to outperform its benchmark. The Sub-Fund is actively managed and invests primarily in stocks in Global Emerging Markets. Investment decisions are based on systematic review of substantial amounts of data (quantitative analysis)

with focus is on companies' quality, valuation, market sentiment, and how the companies manage their sustainability risks and opportunities. The Sub-Fund's investments can give a higher risk than the market, which is achieved with the help of leverage. Risk awareness and diversification are important elements in the portfolio construction. The SEB Investment Management Sustainability Score ("SIMS-S"), is central to our sustainability integration

process and evaluation. SIMS-S focuses on risks and opportunities related to sustainable development in company management, products & services and operations, using metrics such as alignment with the Paris Agreement, carbon footprint, gender diversity, Taxonomy alignment and revenue aligned with the sustainable development goals ("SDGs"). The SIMS-S consists of overall scores and underlying component scores. Each of them has two versions, a

raw and an adjusted score. The raw score is the issuer's standalone overall sustainability score, whereas the adjusted is sector and region adjusted. The underlying component scores, building up to the overall SIMS-S, make it possible to have a specific focus on specific sustainability topics. The SIMS-S ranges between 0 and 10, with 10 being the highest sustainability score. The environmental and social characteristics promoted by this Sub-Fund include: Integration, the Sub-Fund promotes companies that:

- Successfully manage sustainability risks and opportunities within their operations and products/services.
- Demonstrate a high degree of willingness to reduce their greenhouse-gas emissions (transitioning issuers) or aim to be more energy efficient.

Active ownership, the Sub-Fund seeks to influence companies towards a more sustainable direction. This is, for example, done through direct engagement dialogues with companies, collaboration with other companies and by voting at the shareholder meetings. Exclusions, the Sub-Fund excludes companies that:

- Breach international norms and standards
- Operate in controversial sectors or business areas such as tobacco, recreational cannabis, pornography, commercial gambling, civilian weapons, and alcohol.
- Have exposure to fossil fuels or other activities with a negative climate impact.

The Sub-Fund can invest in companies that is are assessed to be in transformation in accordance with the Management Company's sustainability policy.

The Sub-Fund promotes environmental and social characteristics withing the meaning of Article 8 of SFDR.

The Sub-Fund integrates sustainability risk and opportunities by considering the Management Company's proprietary sustainability model (SIMS-S) which by external and internal data sources gives each potential investment company a sustainability score. In SIMS-S the companies are ranked on sustainability

performance indicators. Characteristics within the model include, but are not limited to, carbon emissions, climate solutions, diversity, and equality.

The environmental and social characteristics promoted by this Sub-Fund include: Integration, the Sub-Fund promotes companies that:

- Integrate sustainability into their ongoing business model and strategy
- Demonstrate a high degree of willingness to reduce their greenhouse-gas emissions (transitioning companies) or aim to be more energy efficient.

Active ownership, the Sub-Fund seeks to influence issuers companies towards a more sustainable direction.

This could include adopting new business models, lowering the emissions of the company or improving social requirements in the value chain. This could be done through direct dialogues with companies, collaboration with other asset managers or partners, or via collaborative initiatives. This could also be done by voting at the shareholder meetings, in support of, or against, specific shareholder- or management proposals.

Exclusions, the Sub-Fund excludes companies that:

- Breach international norms and standards

- Operate in controversial sectors or business areas such as tobacco, recreational cannabis, pornography, commercial gambling, civilian weapons, and alcohol.
- Have exposure to fossil fuels or other activities with negative climate impact.

The Sub-Fund can invest in companies that are assessed to be in transformation in accordance with the Management Company's sustainability policy. The Sub-Fund does not use a benchmark. Consequently, no benchmark has been designated for the purpose of attaining the environmental and social characteristics that the Sub-Fund promotes

Principle adverse impacts ("PAIs") from Table 1-Annex 1 of Regulation (EU) 2022/1288 (the "RTS"), are taken into account by the Management Company sustainability policy and are excluded from investment:

- PAI 4: Exposure to companies active in the fossil sector
- PAI 10: Violations of UN Global Compact Principles & OECD Guidelines for multinational enterprises
- PAI 14: Exposure to controversial weapons

PAIs from Table 1-Annex 1 of the CDR (EU) 2022/1288, are taken into account through the SIMS-S and fundamental analysis to remove the companies causing significant harm:

- PAI 1: GHG emissions
- PAI 2: Carbon footprint
- PAI 3: GHG intensity of investee companies
- PAI 5: Share of non-renewable energy consumption and production
- PAI 6: Energy consumption intensity per high-impact climate sector
- PAI 7: Activities negatively affecting biodiversity-sensitive areas
- PAI 8: Emissions to water
- PAI 9: Hazardous waste ratio
- PAI 12: Unadjusted gender pay gap
- PAI 13: Board gender diversity
- PAI 11: Lack of processes and compliance mechanisms to monitor compliance with UN Global Compact principles and OECD guidelines for Multinational Enterprises.
- PAI 4 from Table 2-Annex 1 of CDR (EU) 2022/1288: Investments in companies without carbon emission reduction initiatives
- PAI 4 from Table 3-Annex 1 of CDR (EU) 2022/1288: Lack of a supplier code of conduct

Past performance is not indicative of future results. The value of investments and income derived from investments may rise as well as fall. Future returns are not guaranteed, and a loss of principal may occur. Key information documents and prospectuses are available on [www.sebgroup.lu](http://www.sebgroup.lu)