

Sustainability-related disclosures

Product name: SEB Euro Short Rate Fund

Legal entity identifier: 5493003IB3D0FUEJ6M64

Summary

The sub-fund is actively managed and invests primarily in corporate bonds, government bonds and other interest-bearing securities in the European fixed income market. The sub-fund may also invest in US and Japanese bonds. Credit risk and sustainability analyses are part of the investment process.

The ESG strategy applied in the Sub-Fund is through: Integration, the Sub-Fund promotes issuers that:

- Integrate sustainability into their ongoing business model and strategy.
- Have a high SIMS-S.
- Demonstrate a high degree of willingness to reduce their greenhouse gas (GHG) emissions

(transitioning issuers) or aim to be more energy efficient. Monitoring and engagement dialogues, the Sub-Fund seeks to influence issuers towards a more sustainable direction, by ensuring that the portfolio companies strive to make ongoing and meaningful progress concerning sustainability risks and opportunities through engagement dialogues, both in direct dialogues and in collaborations.

We believe that companies working with managing environmental challenges, business ethics and social responsibilities will be more successful.

Exclusion, the Sub-Fund will comply with the Management Company's exclusion policy and therefore excludes issuers that:

- Breach international norms and standards where the issuer cannot present clear goals and ongoing measures to address the issue(s).
- Operate in controversial sectors or business areas such as tobacco, recreational cannabis, pornography, commercial gambling, civilian weapons, and alcohol.
- Companies where more than 5% of their revenue is from the development, production and service of weapons comprising combat equipment or certain other military equipment.
- Produce fossil fuels or use unconventional extraction methods. Consequently, the Sub-Fund has limited exposure to:
- companies generating energy from fossil fuels
- companies, where distribution linked to fossil fuels exceeds 5% of total revenue
- companies for which services related to fossil fuels exceed 50% of total revenues.

"The sub-fund promote environmental and social characteristics within the meaning of Article 8 of

SFDR." To promote general sustainability characteristics, such as fair business practices, human rights, labour

rights, anti-corruption and fair competition, the sub-fund excludes companies that breach international norms and standards where the company cannot present clear goals and ongoing measures to address the issue(s). To promote social and general sustainability characteristics, the sub-fund excludes investments in

companies that operate in sectors or business areas that are assessed to present major sustainability challenges, such as tobacco, recreational cannabis, pornography, commercial gambling, civilian weapons and alcohol.

In order to accelerate the reduction of the global greenhouse gas emissions, the sub-fund will limit or

have no exposure to companies involved in fossil fuels. In addition, monitoring and engagement dialogues are exercised to influence companies in a more

sustainable direction.

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 issuers 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