SUTL Cazenove Charities Sustainable Multi-Asset Fund Sustainable Investment Policy Summary

The SUTL Cazenove Charities Sustainable Multi-Asset Fund is designed for charities who want to align their investments with their charitable mission and invest for a better future.

Our intention is for the Fund to achieve its financial objectives, through investments which create positive outcomes for people and the planet. The Fund applies the 'Sustainability Focus' label under the FCA's Sustainability Disclosure Regime.

In our pursuit of these objectives, we make the following commitments, to:

Avoid harm:

- ✓ Exclude investment in companies whose activities are deemed to create material environmental or social harm, across the entire portfolio
- ✓ Integrate the analysis of Environmental, social and governance factors to mitigate material risks

Invest at least 70% of the portfolio (directly or indirectly through pooled funds) in assets deemed to:

Benefit stakeholders:

- ✓ By creating value for stakeholders, i.e. employees, suppliers, customers, communities; and the environment;

Or;

Contribute to solutions:

- ✓ By helping to advance one or more of the United Nations Sustainable Development Goals (UN SDGs). These are grouped into the following UN SDG Themes: inclusion; health and wellbeing; climate change; responsible consumption; and sustainable infrastructure.

Influence:

- ✓ seek to influence companies, managers and policy makers through **engagement and voting**, to encourage improvement in practises for the benefit of people and the planet or to make progress towards the UN SDGs
- ✓ **collaborate** with others to maximise our influence

Reporting

We will report on the alignment of the Fund to the sustainable investment objective, outcomes created for people and the planet by the investments and engagement activities and our alignment towards a net zero scenario, within our annual sustainability and impact report. Key Performance Indicators will also be reported each year in the fund's Consumer Facing Disclosure Document.

Exclusions: The Fund will not invest in companies which breach our exclusion policy, defined as companies involved in the following activities:

- **Controversial weaponry** (no tolerance to nuclear weapons, landmines, depleted uranium manufacturing, cluster munitions and biological or chemical weapons)
- **Armaments** (generates 10% or more of revenue from weapons systems, components, support systems and from manufacture or retail of civilian firearms and ammunition)
- **Pornography** (generates 3% or more of revenue from adult entertainment)
- **Tobacco** (generates 10% or more of revenue from production, distribution or retail)
- **Gambling** (generates 10% or more of revenue from licensing, supporting, or operating facilities and products)
- **Alcohol** (generates 10% or more of revenue from manufacturing, distributing, retailing, licensing, or supplying alcoholic products.)
- **Fossil Fuels** (generates 10% or more of revenue from extraction, production and refining of coal, oil and gas)
- **Predatory Lending Activities** (generates 10% or more of revenue from predatory lending activities)
- **Companies Flagged for Violating the UN's Global Compact Principles** (no tolerance)
- **Schroders Breach List of companies that create principal adverse impacts** beyond certain thresholds (no tolerance)
- **Schroders' Breach List of companies without good governance practices** (no tolerance)

Monitoring of adherence

These exclusions are applied to all investments on a direct and indirect basis. Holdings within pooled funds and analysed against these criteria on a monthly basis. If an asset within a pooled fund does not meet the exclusion criteria it is escalated accordingly and an engagement with the fund manager is undertaken to understand and agree when the pooled fund will meet the exclusion criteria. The engagement could result in selling the pooled fund.

The exclusion policy reflects common concerns of charities. It will be reviewed regularly and may be amended as considered necessary.

See full prospectus, Key Information Document, Consumer Facing Disclosure Document and exclusionary criteria definitions here: Schroders Fund Centre SUTL Cazenove Charity Sustainable Multi-Asset

Charitable partnership

To further the positive impact of the Fund, the investment manager will donate to three charities operating in areas of underfunded climate need: Biodiversity Restoration, Ocean Conservation and a Just Transition. The value of donations will be tethered to the reported emissions attributable to the equity investments at a rate of 1 tonne = £1 donated. The donations are covered by Cazenove Capital with no costs passed to clients. Donations are voluntary and do not form part of the firm's sustainability policy.

More information

Contact

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The Fund Prospectus is available upon request.

Sustainable investment strategies may have limited exposure to some companies, industries or sectors and as a result portfolios may forego certain investment opportunities, or dispose of certain holdings, that do not align with the firm's sustainability criteria. As investors may differ in their views of what constitutes sustainable investing, the portfolio may also invest in companies that do not reflect the beliefs and values of any particular investor.