

## Sustainability-related disclosure pursuant to Article 10 of Regulation (EU) 2019/2088 (Disclosure Regulation)

This document provides you with mandatory information about the environmental and/or social characteristics of this fund. It is not marketing material. The information is required by law to transparently explain the environmental and/or social characteristics promoted by the fund.

### UI I - ValuFocus

WKN / ISIN: A2PU33 / LU2079399270; A2P9BC / LU2206987005

The fund is managed by Universal-Investment-Luxembourg S.A. (the "management company").

### Description of the environmental and/or social characteristics

The fund targets a superior ESG (Environmental, Social, and Governance) profile to that of the broad equity market. It does so mainly by excluding from its investment universe stocks with a low overall ESG score, based on ratings provided by a leading ESG rating agency.

### Information on how the environmental and/or social characteristics are met

The fund targets a superior ESG profile to that of the broad equity market. It promotes environmental and/or social characteristics within the meaning of Article 8 of the Disclosure Regulation. It does so in practice, by ruling out stocks ranked in the bottom 15th percentile based on overall ratings provided by Sustainalytics (a leading ESG rating agency) combining the three ESG categories (environmental, social and governance). It also excludes investments in companies involved in controversial weapons, based on a list provided by SVVK ASIR (the Swiss Association for Responsible Investments).

Ruling out stocks with poor ESG scores helps the fund achieve two additional goals. First, stocks with a good ESG score often exhibit superior long term performance potential. Secondly, these exclusions are part of the risk management process and philosophy, as such stocks are generally vulnerable to legal and reputational risks and would otherwise worsen the overall risk profile of the fund.

The fund also avoids, by design, stocks in the energy, natural resources and the coal and mining sectors, due to the difficulty to estimate the replacement value of such companies. The replacement value is one of the three components of the overall value of a company. As a result, this exclusion tends to lend a more favourable CO2 footprint to the portfolio compared to the broad equity market.

Finally, the investment process assigns a bonus to stocks with a superior ESG score. This bonus is expressed in the form of a lower risk premium in the determination of the stock expected return. Similarly, a penalty is applied to stocks with an inferior ESG score. All things being equal, this leads to an over-representation in the fund of stocks exhibiting superior ESG characteristics.

Beyond the exclusion of stocks ranking poorly for their overall ESG rating, the fund avoids, by design, all companies with an overly complex structure, because these companies tend to display inferior corporate governance; in particular such companies often feature sub-optimal capital allocation decisions, which leads to inferior long term returns, everything else equal.

The fund is managed in relation to the MSCI World Index, a broad global equity benchmark without emerging markets exposure. It represents large and mid-cap equity performance across 23 developed markets countries. This benchmark index serves as a starting point for framing the investment universe and assessing the performance of the fund. It is not the aim of the fund to track the benchmark. However the ESG characteristics of the fund described in this prospectus are compatible with the index, given that nearly all stocks in the benchmark have an ESG score allocated to it. The composition of the fund and its performance may differ substantially from the benchmark. Information on the methodology for calculating the benchmark is published on the following website: [www.msci.com](http://www.msci.com)

## Methods for Assessment, Measurement and Monitoring

The fund uses ESG overall percentile rankings provided by Sustainalytics. The ESG ranking is assigned to a company based on its environmental, social and governance (ESG) total Sustainalytics score relative to its industry peers. For the top 1% the percentile is 99%; for the bottom 1% the percentile is 1%. Aggregate ESG performance encompasses a company's level of preparedness, disclosure and controversy involvement across all three ESG themes. This is Sustainalytics' most comprehensive percentile ranking. The rankings are published on Bloomberg and updated regularly.

About Sustainalytics: Sustainalytics is a leading global provider of ESG and corporate governance research and ratings to investors. The company offers broad coverage of major global equity markets as well as flexible environmental, social and governance (ESG) research tools designed to be easily incorporated into investment processes and systems.

The fund uses a second source to identify stocks involved in controversial weapons. These companies are enumerated in a list updated regularly and published on the following website: [www.svvk-asir.ch/en/activities](http://www.svvk-asir.ch/en/activities)

About SVVK ASIR: The Swiss Association for Responsible Investments (SVVK ASIR) was founded in December 2015 by a group of major institutional investors. The association aims to provide services to its members that enable them to holistically act responsibly towards the environment, the economy and society through their investment decisions.

## Disclaimer

The disclosure of information in Article 10 (1) d) of Regulation (EU) 2019/2088 is related to the disclosure of information under Article 11 of that Regulation. Therefore, no information can yet be provided on the fulfillment of the environmental or social characteristics.

**As of 10.03.2021**