

Pre-contractual disclosure for the financial products referred to in Article 8, paragraphs 1, 2 and 2a, of Regulation (EU) 2019/2088 and Article 6, first paragraph, of Regulation (EU) 2020/852*

Sustainable investment means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not include a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not.

Product name: Gutmann Portfolio Management	Legal entity identifier: 549300KFLI6V2PUY8522
Environmental and/or social characteristics	
Does this financial product have a sustainable investment objective?	
●● <input type="checkbox"/> Yes	●● <input checked="" type="checkbox"/> No
<input type="checkbox"/> It will make a minimum of sustainable investments with an environmental objective: ___% <input type="checkbox"/> in economic activities that qualify as environmentally sustainable under the EU Taxonomy <input type="checkbox"/> in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy <input type="checkbox"/> It will make a minimum of sustainable investments with a social objective: ___%	<input type="checkbox"/> It promotes Environmental/social (E/S) characteristics and while it does not have as its objective a sustainable investment, it will have a minimum proportion of ___% of sustainable investments <input type="checkbox"/> with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy <input type="checkbox"/> with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy <input type="checkbox"/> with a social objective <input checked="" type="checkbox"/> It promotes E/S characteristics, but will not make any sustainable investments.



What environmental and/or social characteristics are promoted by this financial product?

Sustainability indicators measure how the environmental or social characteristics promoted by the financial product are attained.

The financial product is geared towards environmental and social characteristics. Compliance with the promoted environmental and social characteristics is ensured by means of the consistent application of the criteria described below.

When investing in individual securities, the following issuers are excluded in particular:

- Companies that violate the United Nations Global Compact
- Companies that are involved in the production of controversial weapons or nuclear weapons
- Companies that derive more than 5% of their revenues from coal mining or through the production of energy from coal
- Companies that derive more than 5% of their revenues from Arctic oil and gas production, from oil sands or by producing oil and gas through fracking
- Companies that derive more than 5% of their revenues from gambling

A company can be acquired if (1) it has a "company flag" in green, yellow or orange with the data provider MSCI ESG and does not demonstrably violate defined exclusion criteria, or (2) it does not have a company flag with the data provider MSCI ESG but does not demonstrably violate defined exclusion criteria according to manual research.

Issuances from states that seriously violate democracy and human rights and are therefore rated as not free according to the Freedom House Index are also excluded from the investment.

However, issuances issued in accordance with green bond standards are not excluded.

The implementation of these environmental and social characteristics is carried out in particular with a combination of exclusion criteria and a best-in-class approach.

The criteria listed above, and the best-in-class approach are applied in the fund management of Gutmann Kapitalanlagegesellschaft m.b.H., so that these funds already have the environmental and social characteristics and meet the sustainability indicators. When investing in funds managed by Gutmann Kapitalanlagegesellschaft m.b.H. as part of asset management, compliance with the defined exclusion criteria is therefore already ensured at fund level.

In the case of third-party funds, suitable products are selected whose management is also based on a long-term and transparent process so that these funds also have the environmental and social characteristics and fulfil the sustainability indicators.

No reference benchmark has been designated to achieve the environmental or social characteristics advertised with the financial product.

● **What sustainability indicators are used to measure the attainment of each of the environmental or social characteristics promoted by this financial product?**

The environmental and social characteristics of the portfolio and the application of good corporate governance practices in the invested companies are fulfilled in particular by excluding issuers with the involvement of an established ESG data provider.

Sustainability indicators used to measure the attainment of the individual environmental or social characteristics promoted by this financial product include, in particular, those listed in the section "What environmental and/or social characteristics are promoted by this financial product?" above.



Does this financial product consider principal adverse impacts on sustainability factors?

Principal adverse impacts are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

Yes,

For this financial product, the principal adverse impacts on sustainability factors (PAI) are considered. Specifically, based on data available from the data provider, PAIs are incorporated into the investment process by comparing the performance of the PAIs of the respective financial instrument by the portfolio management.

The PAIs considered include:

- GHG emissions
- Carbon footprint
- GHG intensity of investee companies
- Exposure to companies active in the fossil fuel sector
- Share of non-renewable energy consumption and production
- Energy consumption intensity per high impact climate sector
- Activities negatively affecting biodiversity-sensitive areas
- Emissions to water
- Hazardous waste and radioactive waste ratio
- Violations of UN Global Compact principles and Organisation for Economic Cooperation and Development (OECD) Guidelines for Multinational Enterprises
- Lack of processes and compliance mechanisms to monitor compliance with UN Global Compact principles and OECD Guidelines for Multinational Enterprises
- Unadjusted gender pay gap
- Board gender diversity
- Exposure to controversial weapons (anti-personnel mines, cluster munitions, chemical weapons and biological weapons)
- GHG intensity
- Investee countries subject to social violations

No



What investment strategy does this financial product follow?

The investment strategy guides investment decisions based on factors such as investment objectives and risk tolerance.

In addition to the characteristics listed above in the section "What environmental and/or social characteristics are promoted by this financial product?", the financial product pursues the following investment strategy.

As part of the asset allocation in the portfolio management, asset classes are overweighted or underweighted in relation to a predefined strategic orientation. Different data is used for the decision-making process. This includes, for example, financial-psychological factors as well as micro- and macroeconomic data. Data analyzed in these areas include sentiment indicators, valuations, central bank activities, volatilities, risk premiums and cash flows. Independent research providers are also used to analyse the data.

Good governance practices include sound management structures, employee relations, remuneration of staff and tax compliance.

What are the binding elements of the investment strategy used to select the investments to attain each of the environmental or social characteristics promoted by this financial product?

The mandatory elements of the investment strategy used for the selection of investments to attain the promoted environmental or social characteristics are in particular those listed in the section "What environmental and/or social characteristics are promoted by this financial product?" above.

What is the committed minimum rate to reduce the scope of the investments considered prior to the application of that investment strategy?

No such minimum rate is applied.

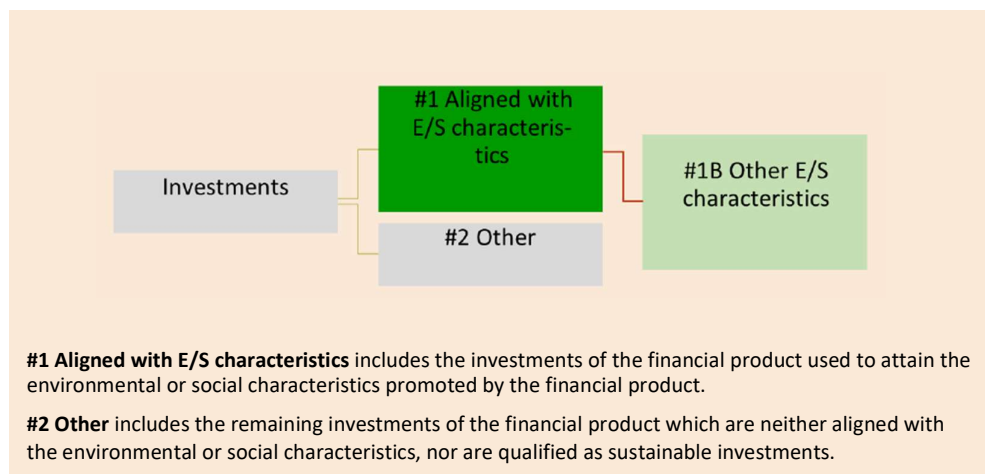
What is the policy to assess good governance practices of investee companies?

The United Nations Global Compact Principles, other (publicly) available information or research are used to assess good corporate governance practices.



What is the asset allocation planned for this financial product?

Asset allocation describes the share of investments in specific assets.



What investments are included under „#2 Other“, what is their purpose and are there any minimum environmental or social safeguards?

The investments falling under "#2 Other" result from the above-mentioned elements of the investment strategy of the financial product that do not serve to attain the promoted environmental or social characteristics. These investments, like the investments that promote environmental or social characteristics, serve to fulfil the investment purpose of the financial product.



Where can I find more product specific information online?

More product-specific informationen can be found on the website:

<https://www.gutmann.at/en/sustainable-investment>