

SUSTAINABLE INVESTMENTS

WHAT IS ESG?

Are you concerned about the environment? Do you care about diversity and inclusion in the workplace? Do you want companies to be more accountable to society?

Now is the time to affect change with your investments through the approach.



A set of criteria that show investors how sustainable companies really are in terms **environmental (E), social (S) and governance (G)**.

History of ESG

WHY IT IS BORN

In response to growing awareness of

- Climate change
- Women's rights
- LGBT rights
- Fight against racism
- Corporate social responsibility

2006

THE GENESIS

The United Nations launches the "Principles for Responsible Investment," the basis of the standard for sustainable investments.

2015

THE PARIS AGREEMENT

183 nations adopt the "Sustainable Development Goals".
Strong push for ESG adoption.

2020

ESTABLISHED REALITY

35+ trillion dollars managed with ESG approach.

SOME NUMBERS

\$35 trillion
managed with ESG approach

\$ 90 trillion
Investments needed by 2030 to limit global warming to 1.5°C

81%

Millennials interested in learning more about sustainable investments

Source: Deloitte

DID YOU KNOW ...

With ESG you can make the world more sustainably by generating better investment performance?

Results from more than 2000 studies on the ESG impact on equity

63%

8%

Share of positive results

Share of negative results

Source: McKinsey

In 2020

3 OUT OF 4 SUSTAINABLE FUNDS BEAT OUT TRADITIONAL FUNDS

Source: Morningstar

HOW TO SELECT AN ESG COMPANY - FWU'S RECIPE

Big Data

Information from companies about public sources.

Algorithms

to filter masses of data on each company by ESG categories and topic areas.

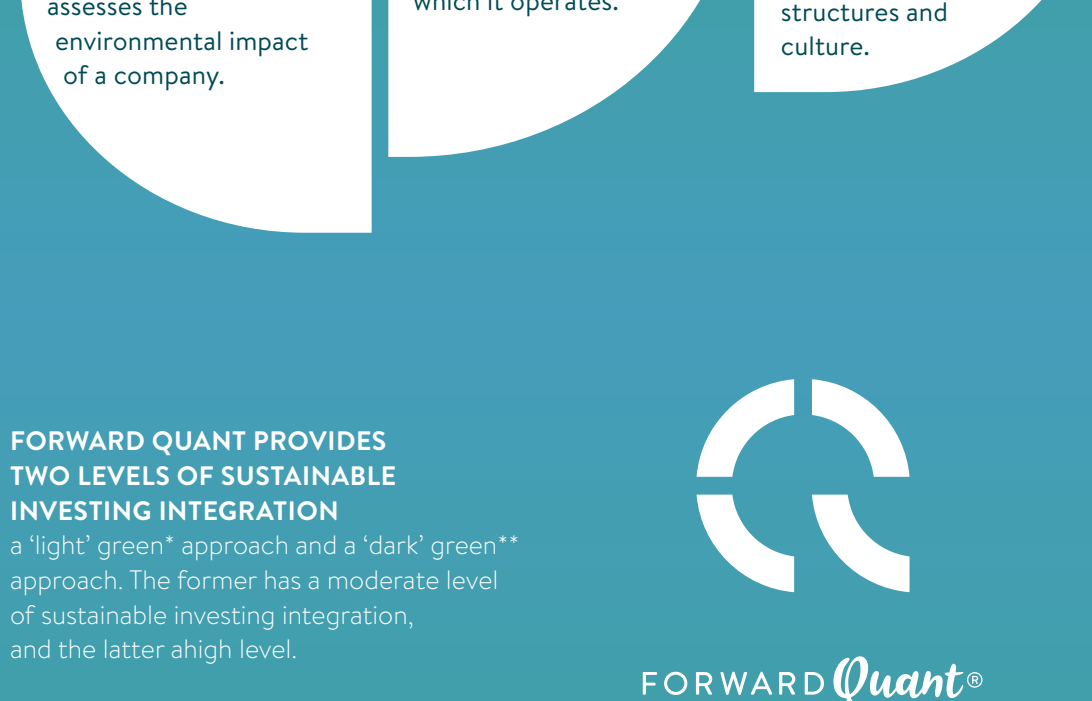
A score from 0 to 100 for each company,

with the worst excluded.

BEST-IN-CLASS SUSTAINABLE INVESTMENTS

Our current approach to sustainability is based on an ESG (Environmental, Social and Governance) system, in which each pillar E, S and G is split into several topics.

Each pillar is looked at and analyzed separately:



FORWARD QUANT PROVIDES TWO LEVELS OF SUSTAINABLE INVESTING INTEGRATION a 'light' green approach and a 'dark' green**

approach. The former has a moderate level of sustainable investing integration, and the latter a high level.

FORWARD Quant®

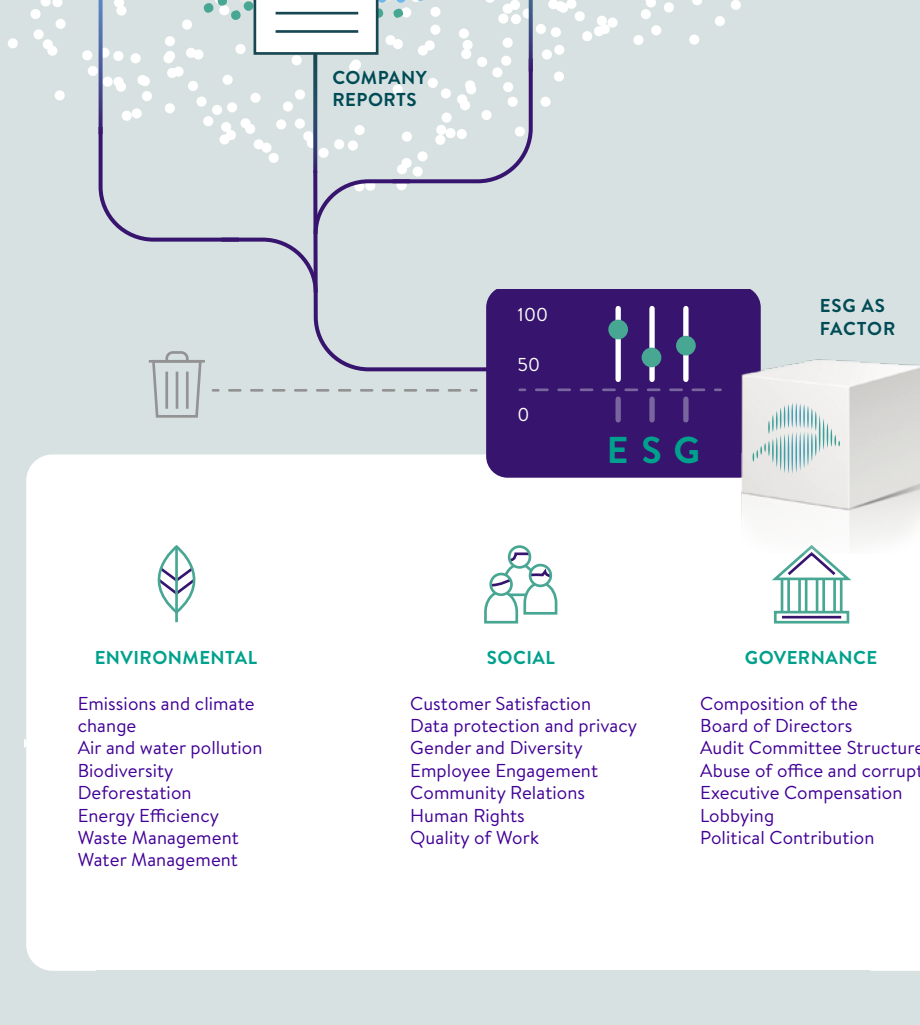
Our pioneering algorithms find data on companies such as articles or public reports, filtering them first by pillar, such as E for Environmental, and then by topic.

It means that to score a company on pillar S (Social), we have to evaluate a number of elements:

- How diverse is the company?
- Does it respect workers' rights?
- Is health and safety given due consideration?

We do this for all three pillars and for all topics indicated. And this applies to every company in our universe. Furthermore, in a our 'dark' green approach, we only invest in companies that fulfill the EU taxonomy on sustainable activities, while we also engage in Principal Adverse Impact analysis, allowing us to provide a full overview of the environmental impact of our portfolios.

DATA SOURCES



01/2023
VERSIONE 1

IMPORTANT NOTE

This communication is for advertising purposes only, so it does not (nor is it intended to) have any legal relevance or provide any guarantee or informational supplement with respect to, or substitute for, anything contained in the product information regarding a concrete financial product of FWU. Only the concrete product information should be used by the prospective client for any information about the financial product in question and in deciding on the signing of such a contract.
www.forwardyou.com/en/products/reporting-center

FWU INVEST S.A.
33, rue de Gasparich
5826 Hesperange
Grand Duchy of Luxembourg

*Light Green, for the purposes of this document, means External Funds promoting sustainable investments according to Art. 8 of the Reg. (EU) 2019/2088 of the European Parliament and of the Council of 27 November 2019 on sustainability-related disclosures in the financial services sector ("SFDR"). For more details, please check the precontractual information of the respective product or the information available on www.forwardyou.com/en/products/reporting-center.

**Dark Green, for the purposes of this document, means External Funds promoting sustainable investments according to Art. 8 of the Reg. (EU) 2019/2088 of the European Parliament and of the Council of 27 November 2019 on sustainability-related disclosures in the financial services sector ("SFDR"), which have a commitment to invest to a specific degree in Sustainable Investments according to both the SFDR and the EU Taxonomy Regulation, and which take Principal Adverse Impacts into consideration. For more details, please check the precontractual information of the respective product or the information available on www.forwardyou.com/en/products/reporting-center.