



Sustainability Information

Coeli Frontier Markets Fixed Income

Transparency regarding the integration of sustainability risks, the promotion of environmental or social characteristics, and on sustainable investment:

- The fund has sustainable investments as a goal
- The fund promotes environmental and/or social characteristics
- Sustainability risks are integrated into investment decisions, without the fund promoting environmental or social characteristics or having sustainable investment as a goal
- Sustainability risks are not relevant (explanation below)

The fund company's comment:

This financial product promotes environmental or social characteristics but does not have sustainable investment as a goal. The product may partially invest in assets that have sustainability as a goal, for example those that are classified as sustainable according to the EU regulations for sustainable investments.

In the investment strategy, the managers regularly review sustainability data and information regarding environmentally sensitive infrastructure projects in relation to countries where there the fund has investments.

Sustainability-related characteristics that are promoted in the management of the fund, or that are included in the fund's objectives:

- Environmental characteristics (eg country policies impact on the environment and climate).
- Social characteristics (eg human rights, labor rights and gender equality).
- Practice for corporate governance (eg ease of doing business, rule of law and anti-corruption).

The fund company's comment:

The sustainability aspects that are promoted by the fund by providing funding to countries that are improving across environmental, social and governance factors. A core part of the investment strategy is to focus on countries that have a positive momentum in terms of the social and governance characteristics and relative ranking.

**Reference values:**

- The fund has the following index as a reference value:
- No index has been selected as the reference value

The fund company's comment:

The fund does not use a sustainability index, but it reports performance and ESG score in relation to the J.P Morgan Next Generation Markets Index (NEXGEM).

Methods used to integrate sustainability risks, to promote environmental or social characteristics or to achieve a sustainability-related goal:The fund includes*The fund company's comment:*

Environmental, social and corporate governance factors for Frontier countries are the core part of the investment process. We believe these factors are correlated to the countries abilities to access the financial markets. The fund also makes investments in green bonds and social bonds issued by Frontier countries.

The fund excludes

The fund excludes countries where the EU or UN have put in place sanctions on trading financial instruments. In addition, the managers actively exclude investments where there are sanctions against current government officials, equally may invest when those individuals are in the process of leaving the respective governments.

The fund primarily invests in sovereign bonds but when investing in corporate bonds, the fund does not invest in companies that involved in the following products and services. A maximum of five percent of the turnover in the company there the investment takes place may refer to activities that are attributable to the specified product of service.

Products and services in which the fund does not invest:

- Cluster bombs, mines
- Chemical and biological weapons

International standards

International standards refer to international conventions, laws, and agreements such as the UN Global Compact and the OECD Guidelines for Multinational Enterprises concerning issues of the environment, human rights, working conditions and business ethics.

- The fund does not invest in companies that violate international standards. The assessment is made either by the fund company itself or by the fund's third supplier of data.



The fund company's comment:

■ The fund does not invest in companies that do not take measures to remedy identified problems, or where the fund deems that the companies will not acknowledge the problems for a period that the fund company deems reasonable in time for each specific case.

■ **The fund company influences**

The fund company engage with benchmark providers, issuing banks and to a minor extent with countries when having group or one on one meetings, to influence them in a more sustainable direction.

■ The fund company influence under own auspices

The fund company's comment:

As an active manager with a focus on ESG issues, we monitor all holdings closely and sustainability aspects and related questions, are an ongoing theme in meetings with country representatives.

■ Company influence through external suppliers / consultants

The fund company's comment:

The fund managers engage with bond issuing banks and benchmark providers as a way of influencing the issuing countries.

□ Votes at general meetings

The fund company's comment:

The fund managers actively participate in any restructuring discussions that countries may need to undergo.

For more information about responsible investment, please visit our website:

<https://coeli.com/our-funds/responsible-investments/>