Template periodic disclosure for the financial products referred to in Article 9, paragraphs 1 to 4a, of Regulation (EU) 2019/2088 and Article 5, first paragraph, of Regulation (EU) 2020/852

Product name: DNCA INVEST SUSTAIN CLIMATE

Legal entity identifier: 2138001UPYEP7C8V7H34

Sustainable investment objective

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 **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.*

Did this financial product have a sustainable investment objective?	
☑ Yes	☐ No
☑ It made **sustainable investments with an environmental objective**: 73.1% ☑ in economic activities that qualify as environmentally sustainable under the EU Taxonomy 23.7% ☑ in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy 49.4%	☐ It **promoted Environmental/Social (E/S) characteristics** and while it did not have as its objective a sustainable investment, it had a proportion of … of sustainable investments ☐ with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy ☐ with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy ☐ with a social objective
☑ It made **sustainable investments with a social objective**: 20.7%	☐ It promoted E/S characteristics but **did not make any sustainable investments**

To what extent was the sustainable investment objective of this financial product met?

The product had as its objective sustainable investment within the meaning of Article 9 of SFDR. The product was managed taking into consideration responsible and sustainable principles and aimed to target a significant exposure in revenues to the 17 Sustainable Development Goals of the United Nations with a minimum threshold of 50% consolidated revenues of the entities held in the portfolio (excluding cash, derivatives and Money Market Funds).

The product aimed to align the economy on a path of at least 2 degrees. This objective is materialized by an average decrease of the portfolio's carbon intensity of at least 2,5% each year by comparing the carbon intensity of each consolidated company in the Sub Fund with the carbon intensity of the previous year. In addition, the investment strategy was oriented towards a contributory economy to the climate issues, resulting in avoided CO2 emissions greater than the induced CO2 emissions (scope 1 and 2).

To be eligible to the investment universe, issuers must comply with the following criteria which are based on a "pass-fail" approach:

- minimum 5% revenues exposed to SDGs, according to the internal classification framework based on Sustainable Transition Activities (demographic transition, and/or healthcare transition, and/or economic transition, and/or lifestyle transition and/or ecologic transition).
- minimum rating of 4 out of 10 on Corporate Responsibility Rating (taking into account controversies and PAI) combined with the exclusion policy, integrating the Do Not Significantly Harm on any environmental or social objective (see below).
- minimum rating of 2 out of 10 on Governance (Corporate Governance Practices).

In this way, the investment process and resulting stock picking used internal scoring with respect to both corporate responsibility and sustainability of companies based on an extra-financial analysis through a proprietary tool developed internally by the Asset Management Company, with the "best in universe" method (screening of the investment universe based on the corporate responsibility criteria, regardless of the sectorial activity). The product excluded any issuer with an ABA score inferior to 4/10. There may have been a sector bias.

In addition, the product applied the exclusion policy of the asset management company.

The product did not use a benchmark for the purpose of attaining the sustainable objective of the product.

Some DNCA Finance funds are subject to ESMA's Fund Naming Regulation. This regulation requires funds with an ESG-related name to comply with specific requirements defined for each category. Thus, a fund with an ESG name is assigned to one of the following categories: Environment, Social, Governance, Transition, Impact and Sustainability, and applies the constraints associated with that classification as defined in the ESMA guidelines.

Contribution to environmental sustainable development objectives



- **How did the sustainability indicators perform?**

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

The sustainability indicators of the product for private issuers were:

- The *Above and Beyond Analysis(ABA, the proprietary tool) Corporate Responsibility Score: the main sustainability indicator used by the product is the ABA scoring based on the Corporate Responsibility and divided into four pillars: shareholder responsibility, environmental responsibility, employer responsibility, societal responsibility.*
- The Transition to a Sustainable Economy exposure: the asset manager completes this analysis by an assessment of companies' exposure to *Transition to a Sustainable Economy*. This exposure is calculated among five pillars: demographic transition, healthcare transition, economic transition, lifestyle transition and ecologic transition.
- Exposure to UN Sustainable Development Goals: the Management Company assesses for each company the part of revenues linked to one of the 17 Sustainable Development Goals of the United Nations.
- Carbon data: carbon footprint (t CO_2/m$ invested) of the portfolio. This data corresponds to PAI Corpo 2, which is presented further on in this document.
- Carbon intensity (t CO_2/m$ revenues) of the portfolio. This data corresponds to PAI Corpo 3, which is presented further on in this document.
- The proportion of the product's portfolio in the *"worst offenders"* list of the Management Company; this list is consisted of the issuers most at risk from a social responsibility point of view. This list is established based on major controversies, after analysis by members of the SRI team, and after validation by the Sustainable Investment Monitoring Committee.

Performance of sustainability indicators for private issuers

Sustainability indicators	Performance of the sustainability indicators				Target reached
	29/12/23	31/12/24	31/12/25	Evolution	
ABA Corporate Responsibility score	6.46/10	6.46/10	6.09/10	-0.37	Ok
Transition to a Sustainable Economy exposure (of revenues)	58.77%	54.36%	55.45%	+1.09%	Ok
% Exposure to the SDGs (of revenues)	58.77%	54.36%	55.45%	+1.09%	Ok
Carbon footprint	407	464	373	-90	Ok
Carbon intensity	773	789	837	+48	Ok
% *Worst Offenders* list	0%	0%	0%	0%	Ok

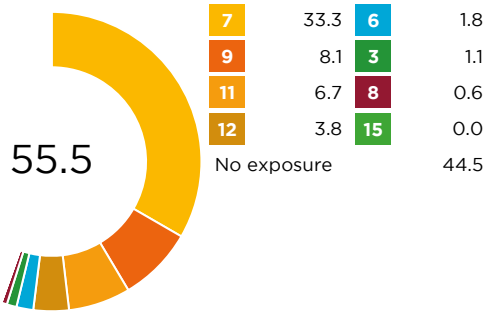
The data for the 2022 financial year, which have a different methodology and frequency of calculation, are not comparable with those for subsequent periods.

Sustainable development indicators have not been assured by an auditor or reviewed by a third party.

- **...and compared to previous periods?**

In 2025, the fund made several trade-offs that affected performance indicators without, however, compromising the achievement of these objectives, all of which were met.
As regards the average sustainability rating, this has fallen very slightly but remains in line with the ESG quality requirements for the securities invested in during 2025: Allianz, Siemens, GEA, Wienerberger, Halma. All new securities invested in met the requirement of a minimum rating of 4/10.
As for revenue exposure to the SDGs, this has risen slightly, mainly due to investments in several 'pure player' stocks with over 50% exposure to a sustainable transition: CTP, Siemens Energy, Vonovia...
The fund was also not impacted by holdings in companies on the Worst Offenders list.

SDG's exposure
(% of revenues)



1 No poverty. 2 Zero hunger. 3 Good health and well-being. 4 Quality education. 5 Gender equality. 6 Clean water and sanitation. 7 Clean and affordable energy. 8 Decent work and economic growth. 9 Industry, innovation and infrastructure. 10 Reduced inequalities. 11 Sustainable cities and communities. 12 Sustainable consumption and production. 13 Tackling climate change. 14 Aquatic life. 15 Terrestrial life. 16 Peace, justice and effective institutions. 17 Partnerships to achieve the goals.

- **How did the sustainable investments not cause significant harm to any sustainable investment objective?**

The adverse impacts of the companies' activities on environment and social objectives were directly integrated into the ABA Corporate Responsibility Rating (which integrates the indicators for adverse impacts on sustainability factors in Table 1 of Annex 1 of the SFDR RTS and may lead to a downgrading of the ABA scoring under the minimum rating).

In this background, the Asset Manager has implemented in accordance with its Exclusion Policy the following exclusions:

- Thermal coal and unconventional oil and gas: the Asset Manager gradually excluded companies involved in thermal coal and unconventional oil and gas business.
- Controversy weapons: issuers were excluded from all the Asset Manager's portfolios
- Non-compliance with UN Global Compact: issuers with severe breaches to the UN Global Compact principles were integrated in the Asset Manager's *Worst Offenders* list and excluded from all the portfolios.

The minimum rate of 4 of 10 (Corporate Responsibility in the proprietary tool ABA) is in line with the objective to Do No Significant Harm to the social or environmental objectives. As of 31 December 2025, no breaches have been identified and no companies involved in thermal coal and unconventional oil and gas business were included in the asset managers' portfolio.

No breaches of the various 'Do Not Significantly Harm' indicators were identified in 2025. The fund therefore complied with both the firm-wide exclusion policy and its own exclusion policy (see exclusion policy). No serious controversies were observed regarding the portfolio companies. All securities in the portfolio meet the minimum responsibility rating, which includes PAI and the impact of controversies.

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.*

- *How were the indicators for adverse impacts on sustainability factors taken into account?*

The integration of the 14 mandatory PAI plus 3 optional PAI aimed to build a Corporate Responsibility Rating out of 10. A minimum rating of 4 out of 10 is thus consistent to the DNSH approach (Do No Significant Harm to the social or environmental objectives) in addition to two binding PAI (PAI 10- Violation UNGC and PAI 14- Controversial weapons).

- *Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:*

Issuers that did not comply with the principles of the United Nations Global Compact were unfavorably rated for Corporate Responsibility in the ABA tool.

Issuers with controversies or in severe breach to UN Global Compact Principles (example: human rights or fight against corruption) based on the internal approach were excluded from the portfolio through the *Worst Offenders* list after internal analysis.

The *internal approach*as described below allowed the Asset Manager to define a list of issuers identified as being in breach of the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights and which have been qualified as having committed a "severe breach" by the Management Company's Ethics Committee. These issuers were therefore included in an exclusion list of the *Worst Offenders* and which are prohibited from investing.

To perform this analysis, the Management Company used an external data provider's database to:
1. Extract issuers with "norms based" alerts ;
2. Filter out irrelevant issuers ;
3. Qualitative analysis of the infringements by the Management Company's Ethics Committee ;
4 . Include issuers identified as having committed a *severe breach* in the list of *Worst Offenders*.

Hence, the sustainable investments were aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights.

The EU Taxonomy sets out a "do not significant harm" principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific EU criteria.

The "do no significant harm" principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.
Any other sustainable investments must also not significantly harm any environmental or social objectives.



How did this financial product consider principal adverse impacts on sustainability factors?

For Private issuers, The product took into account the principal adverse impacts on sustainability factors:

- The Principal Adverse Impact analysis was part of the Corporate Responsibility Rating ;
- The Asset Manager has implemented an Adverse Impact on Sustainability Policy, measuring the PAI. The Policy first intended to monitor the contributions to climate change (CO_2 emissions, CO_2 intensity, implied temperature) in the context of the "Climate Trajectory" objectives.

Principal Adverse Impacts

PAI	Unit	Fund		Ref. Index	
		Coverage	Value	Coverage	Value
PAI Corpo 1_1 - Tier 1 GHG emissions	T CO_2	98%	11,779		
PAI Corpo 1_2 - Tier 2 GHG emissions	T CO_2	98%	2,607		
PAI Corpo 1_3 - Tier 3 GHG emissions	T CO_2	98%	98,221		
PAI Corpo 1T - Total GHG emissions	T CO_2	98%	112,607		
PAI Corpo 1T_SC12 - Total GHG emissions (Scope 1+2)	T CO_2	98%	14,386		
PAI Corpo 2 - Carbon footprint	T CO_2/EUR M invested	98%	373	100%	578
PAI Corpo 3 - GHG intensity	T CO_2/EUR M sales	98%	837	100%	1,029
PAI Corpo 4 - Share of investments in companies active in the fossil fuel sector		98%	0%	100%	0%
PAI Corpo 5_1 - Share of non-renewable energy consumption		98%	60.5%	99%	56.9%
PAI Corpo 5_2 - Share of non-renewable energy production		12%	58.6%	8%	55.1%
PAI Corpo 6 - Energy consumption intensity by sector with high climate impact	GWh/EUR M sales	98%	0.6	100%	0.6
PAI Corpo 7 - Activities with a negative impact on biodiversity-sensitive areas		98%	0.1%	100%	0.1%
PAI Corpo 8 - Water discharges	T Water Emissions	6%	0	16%	0
PAI Corpo 9 - Hazardous or radioactive waste ratio	T Hazardous Waste/EUR M invested	98%	1.5	100%	0.7
PAI Corpo 10 - Violations of UNGC and OECD principles		100%	0.0%	100%	0.0%
PAI Corpo 11 - Lack of UNGC and OECD compliance processes and mechanisms		98%	0.0%	100%	0.0%
PAI Corpo 12 - Unadjusted gender pay gap		87%	9.9%	91%	12.8%
PAI Corpo 13 - Gender diversity in governance bodies		98%	42.7%	100%	42.4%
PAI Corpo 14 - Exposure to controversial weapons		98%	0.0%	100%	0.0%
PAI Corpo OPT_1 - Water use	m^3/EUR M sales	67%	11,116	74%	951
PAI Corpo OPT_2 - Water recycling		10%	0.3%	8%	0.1%
PAI Corpo OPT_3 - Investments in companies with no policy for preventing accidents at work		98%	0.0%	100%	0.0%

Source : MSCI

What were the top investments of this financial product?

*The list includes the investments constituting **the greatest proportion of investments** of the financial product during the reference period which is: (2025).*

Top investments of the portfolio (January 2025 - December 2025) :

Largest investments	Sector	% of assets	Country
ASML Holding NV	Technology	5.14%	Netherlands
Intesa Sanpaolo SpA	Banks	4.07%	Italy
SSE PLC	Utilities	3.99%	United Kingdom
Iberdrola SA	Utilities	3.99%	Spain
Schneider Electric SE	Industrial Goods and Services	3.96%	France
Veolia Environnement SA	Utilities	3.90%	France
Prysmian SpA	Industrial Goods and Services	3.77%	Italy
CaixaBank SA	Banks	3.56%	Spain
Knorr-Bremse AG	Industrial Goods and Services	3.32%	Germany
SPIE SA	Construction and Materials	3.05%	France
Infineon Technologies AG	Technology	3.00%	Germany
Bureau Veritas SA	Industrial Goods and Services	2.87%	France
Geberit AG	Construction and Materials	2.64%	Switzerland
AXA SA	Insurance	2.61%	France
Cie de Saint-Gobain SA	Construction and Materials	2.59%	France

The data presented are calculated on the basis of a quarterly average over the past financial year.

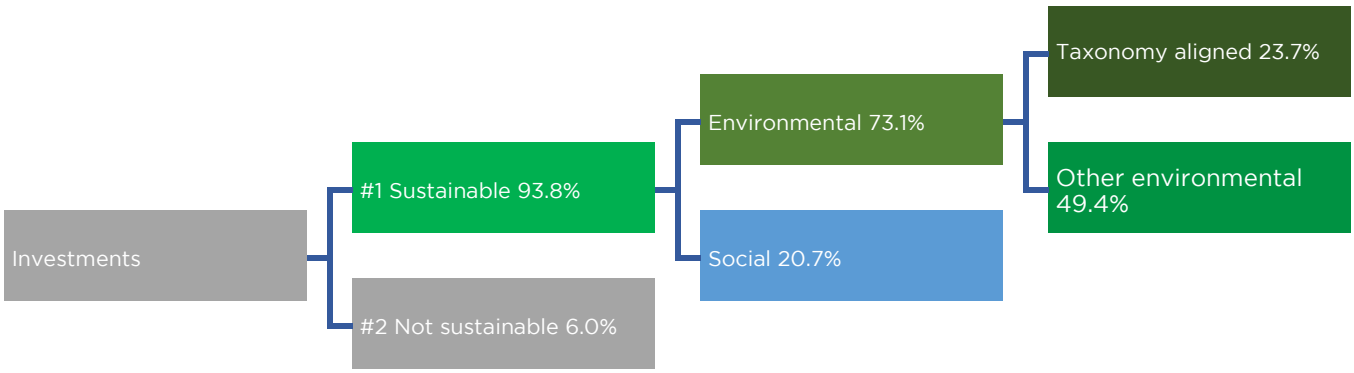
What was the proportion of sustainability-related investments?

Asset allocation *describes the share of investments in specific assets.*

As of 31 December 2025, 93.8% were directly invested in sustainable investments. The remaining portion of the product's net assets (#2 Other) consisted of financial derivative instruments, deposits at sight, money market funds, money market instruments and other deposits used for hedging and efficient portfolio management purposes and to manage the liquidity of the portfolio or to reduce any specific financial risk.
100% of the product's investments (excluding financial derivative instruments, cash, cash equivalent and money market funds) were composed of sustainable investments.

- **What was the asset allocation?**

Investments	Data as of 31/12/2025	Data as of 31/12/2024	Data as of 29/12/2023
#1 Sustainable	94.0%	95.3%	93.3%
Environmental	73.1%	80.1%	76.6%
Taxonomy aligned	23.7%	30.0%	-
Other environmental	49.4%	50.1%	76.6%
Social	20.7%	15.2%	16.7%
#2 Not sustainable	6.0%	4.7%	6.7%



#1 Sustainable covers sustainable investments with environmental or social objectives.

#2 Not sustainable includes investments which do not qualify as sustainable investments.

- **In which economic sectors were the investments made?**

The investments were made in the following economic sectors (January 2025 - December 2025):

Sector	% AUM
Industrial Goods and Services	20.01%
Utilities	19.59%
Construction and Materials	19.19%
Banks	10.89%
Technology	9.89%
Real Estate	5.45%
Energy	4.67%
Insurance	3.11%
Basic Resources	0.61%
Automobiles and Parts	0.55%
Retail	0.00%
Personal Care, Drug and Grocery Stores	0.00%
Media	0.00%
Consumer Products and Services	0.00%
Health Care	0.00%

The above sector classification can differ from the one used in the financial periodic report.
The data presented are calculated on the basis of a quarterly average over the past financial year.

As of 31 December 2025, the fossil fuel exposure is 11.4%.

To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?

*To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.*

***Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.*

***Transitional activities are** activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.*

Taxonomy-aligned activities are expressed as a share of:
*- **turnover** reflecting the share of revenue from green activities of investee companies.*
*- **capital expenditure** (CapEx) showing the green investments made by investee companies, e.g. for a transition to a green economy.*
*- **operational expenditure** (OpEx) reflecting green operational activities of investee companies.*

- **To what extent were sustainable investments with an environmental objective aligned with the EU taxonomy?**

∑ni=1 Sustainable Investment weight i × proportion of turnover of environmentally sustainable activities (taxonomy aligned) i

With:

- Proportion of turnover of environmentally sustainable activities (taxonomy aligned) i obtained directly from investee company i (Sustainability report, Annual report)
- Sustainable Investment weight i: % of total AUM in the investee company i defined as sustainable according to European regulation (good governance + DNSH + Positive contribution

Concerning the breakdown, please find the information below (when available at the investee company level):

Alignment of 23.7%, including Mitigation 19.6% / Adaptation 0.7% / Waste 0.6% / Water 0.1% / Biodiversity 0.0% / Pollution 0.8%. The difference between the total and each of the categories is due to limited access to taxonomy data and figures that are not categorised.

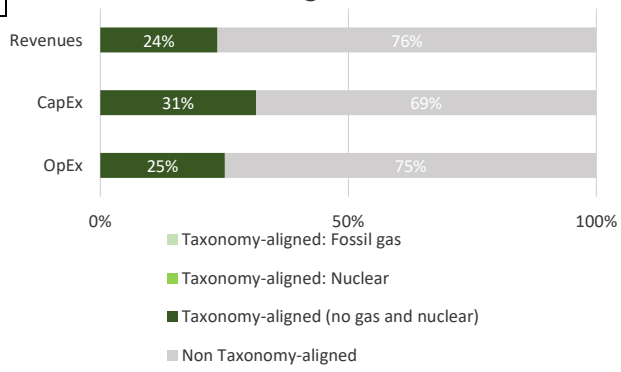
- **Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy[1] ?**

☐ Yes:
- ☐ In fossil gas
- ☐ In nuclear energy

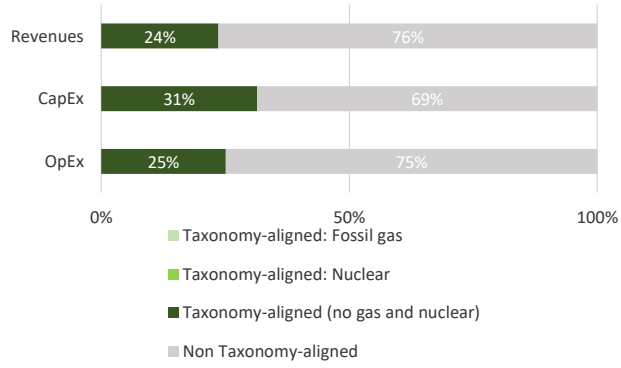
☑ No

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.

1. Taxonomy-alignement of investments **including sovereign bonds***



2. Taxonomy-alignement of investments **excluding sovereign bonds***



This chart represents 100.0% ok the total asset.

No company in the portfolio has reported sales based on fossil gas or nuclear power.

Les données présentées sont calculées sur la base d'une moyenne trimestrielle sur l'exercice écoulé.

**For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures*

- **Was the compliance of the investments with the taxonomy subject to an assurance by auditors or a review by third parties?**

Compliance of the investments with the Taxonomy has not been subject to an assurance by any third party.

- **How was equivalent information obtained directly from investee companies or from third party providers?**

All taxonomy figures come from company annual reports (no external suppliers).

[1] *Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change (climate change mitigation) and do not significantly harm any EU Taxonomy objective – see explanatory note in the left-hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.*

- **What was the share of investments made in transitional and enabling activities?**

- **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

What was the share of sustainable investments with an environmental objective not aligned with the EU Taxonomy?

*The symbol represents sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under Regulation (EU).*

The product's invested 49.4% of its net assets in sustainable investments with an environmental objective that were not aligned with the EU Taxonomy Regulation.

What was the share of socially sustainable investments?

The product invested 20.7% of its net assets in sustainable investments with a social objective.

What investments were included under "not sustainable", what was their purpose and were there any minimum environmental or social safeguards?

The investments included under *#2 Not Sustainable* could consist of financial derivative instruments, deposits at sight, money market funds, money market instruments and other deposits used for hedging and efficient portfolio management purposes and to manage the liquidity of the portfolio or to reduce any specific financial risk.

These investments did not have specific environmental or social safeguards.

What actions have been taken to attain the sustainable investment objective during the reference period?

A proprietary "transition / contribution" climate methodology allowed the management team to identify companies that have put in place appropriate efforts to decarbonize their activities in line with the objectives of the Paris Agreement (i.e. "keeping a global temperature rise this century well below 2 degrees Celsius above pre-industrial levels and to pursue efforts to limit the temperature increase even further to 1.5 degrees Celsius").

The investment process was based on the following three stages:

- The first step is to exclude companies with high corporate responsibility risks (minimum score of 4/10 in the Management Company's proprietary model). This selection fulfils the conditions of the French SRI Label ;
- The second step is based on the selection of companies identified to meet the product's climate management objective according to the categories described above and according to the "transition/contribution" eligibility matrix and the reduction in carbon intensity in view of achieving the long-term global warming objectives of the Paris Agreement ;
- The third step is to build a portfolio pursuant to a fundamental analysis, the liquidity and the valuation of the companies considered.

As part of the promotion of such characteristics, the product principally considered the following ESG matters:

- Environment: GHG emissions, airborne pollution, waterborne pollution, water consumption, land use ;
- Social: Excessive CEO Compensation, gender inequality, health and safety issues, child labour ;
- Governance: Monitoring corruption and bribery, tax avoidance ;
- Global ESG quality rating.

The ABA scoring is the proprietary tool of analysis and Corporate Responsibility Rating used to anticipate companies' risks especially looking at the relationship with their stakeholders: employees, supply chains, clients, local communities, and shareholders..., regardless of the sector of activities.

The ABA analysis of corporate responsibility is broken down into four pillars:

- Shareholders responsibility (board of directors and general management, accounting practices and financial risks, etc.) ;
- Social responsibility (including working conditions, diversity policy, accidentology, training policy, etc.);
- Societal responsibility (tax optimisation, corruption, respect for local communities and respect for personal data);
- Environmental responsibility (including environmental management policy, consideration of biodiversity issues, etc.).

This in-depth analysis, combining qualitative and quantitative research, leads to a rating out of 10.

The product targeted mainly companies exposed to SDGs. To be eligible to the investment universe, issuers must comply with the following criteria which are based on a "pass-fail" approach:

- Minimum 5% revenues exposed to SDGs, according to the internal classification framework based on Sustainable Transition Activities (demographic transition, and/or healthcare transition, and/or economic transition, and/or lifestyle transition and/or ecologic transition) ;
- minimum rating of 4 out of 10 on Corporate Responsibility Rating (taking into account controversies and PAI) combined with the exclusion policy, integrating the Do Not Significantly Harm on any environmental or social objective ;
- Minimum rating of 2 out of 10 on Governance (Corporate Governance Practices).

All investments in this asset class are subject to an in-depth analysis of these dimensions and of a rating that is taken into account in the investment decision.

Furthermore, the DNCA Finance Team is implementing an engagement policy with many companies, focusing especially on companies with an unfavourable or strongly diminishing Responsibility score, or with an accumulation of controversies, or with an unfavourable policy and actions regarding the climate change.

The engagement process, which aims to serve the ESG objectives of the product, is carried out in several steps:

1. Identify targets for proactive and reactive engagement among issuers in DNCA Finance's investments, following on from the alert system set up as part of sustainability risk and negative impact management.

2. Implement an engagement plan for the identified engagement targets, monitor the engagement process and measure the results.

3. Integrate the results of engagement actions into investment decisions.

DNCA Finance's proactive engagement aims to encourage companies to develop better transparency and management of their ESG issues, through an ongoing dialogue. The reactive engagement process is an escalation process that relies on the alert mechanism in place for sustainability risk and negative impact management. The engagement actions can include requests for corrective actions and the possible decision to disinvest (*Worst Offenders*). DNCA Finance also participates in collective initiatives for coordinated and/or collaborative actions to promote best practices on systemic or transversal topics, concerning certain issuers, ESG issues likely to generate sustainability risks and/or negative sustainability impacts, and compliance with the principles of the Task Force on Climate related Financial Disclosure (TCFD) and the Task Force on Nature related Financial Disclosure (TNFD).

The product DNCA Invest Sustain Climate respects all the criteria of the French SRI label, such as:

- Explicitly defining the ESG strategy and measuring the result of the implementation of this strategy ;
- Establishing a general voting policy and resources consistent with the fund's objectives ;
- Internally controlling the compliance with SRI portfolio management rules and clearly describing them to investors: the ESG processes used within the framework of the fund's management strategy (ABA scoring, management of exclusions, management of sustainability risks, management of negative impacts, etc.) are included in the asset management company's internal control plan, and as such are subject to effective control of their application, both at the first level (operational) and at the second level (Internal Control and Compliance) ;
- Monitoring the ESG performance of selected issuers.

All information on the external sources of information used in the ESG analysis, the contracts signed with the third parties and the methodology for using external data are provided, as well as available information on the human resources dedicated internally to the ESG analysis.

The engagement report of DNCA Finance can be accessed here.

For the 2025 financial year, all portfolio companies demonstrate good governance, meeting the minimum threshold and causing no significant harm, as mentioned above in the 'DNSH' section.
The positive contribution to the Sustainable Development Goals has improved through various factors:
- Top 10 focused on companies with revenue that contributes significantly to the sustainable transition (e.g. Iberdorla, Schneider Electric, ASML, Prysmian, SSE)
- Addition of high-contribution companies to the portfolio (e.g. Siemens, Belimo, GEA, Wienerberger, Halma, CTP)
- Increased holdings in high-contribution companies (e.g. Siemens Energy, Knorr-Bremse)
Exits or reduction of holdings in companies with significant impact (e.g. OP Mobility)
- Implementation of the taxonomy and a module to monitor transition plans for sectors with high climate impact
- Improvement in various positive contribution indicators (e.g. doubling of the reduction in carbon intensity, increase in CO2 emissions avoided).
Overall, the environmental target fell slightly to 73.1% (-7 points) whilst still meeting the minimum of 65% for this thematic fund, whilst the social target rose slightly to 20.7% (+5.5 points).

How did this financial product perform compared to the reference sustainable benchmark?

*The **reference index** are indices that make it possible to measure whether the financial product achieves the environmental or social characteristics that it promotes.*

The chosen reference index is not intended to be aligned with the environmental and social ambitions promoted by the financial product.

- **How did the reference benchmark differ from a broad market index?**

Not applicable

- **How did this financial product perform with regard to the sustainability indicators to determine the alignment of the reference benchmark with the sustainable investment objective?**

Not applicable

- **How did this financial product perform compared with the reference benchmark?**

Not applicable

- **How did this financial product perform compared with the broad market index?**

Not applicable