

## Portfolio Management



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## Strategy Characteristics

*Inception* September 1, 2019

*Benchmark* MSCI World

*Position Size* 5% Maximum

*Holdings* 45-65

*Active Share* >90%

*Sector* +/-5%

*Region* +/-5%

*Top 10 Holdings* <40%

*Market Cap* Multi (Large & Mid)

*Tracking Error* 3%–5%

*Beta* ~1.0

*Style* Core

## An active approach to Climate Resilience investing

### Investment Strategy

The Climate Resilience Strategy aims to:

- Deliver returns in excess of MSCI World Index in a risk-controlled framework
- Minimize exposure to carbon emissions, fossil fuel emissions, and to revenues from fossil fuel power generation in a broadly diversified portfolio
- Increase exposure to climate-resilient business activities
- Provide exposure to green revenue, climate adaptation activities, and UN

### Characteristics of Portfolio

#### Diversity\* / Inclusion

- Gender and inclusion policies
- Women in leadership

#### Sustainability

- Disclosure
- Governance
- Risk

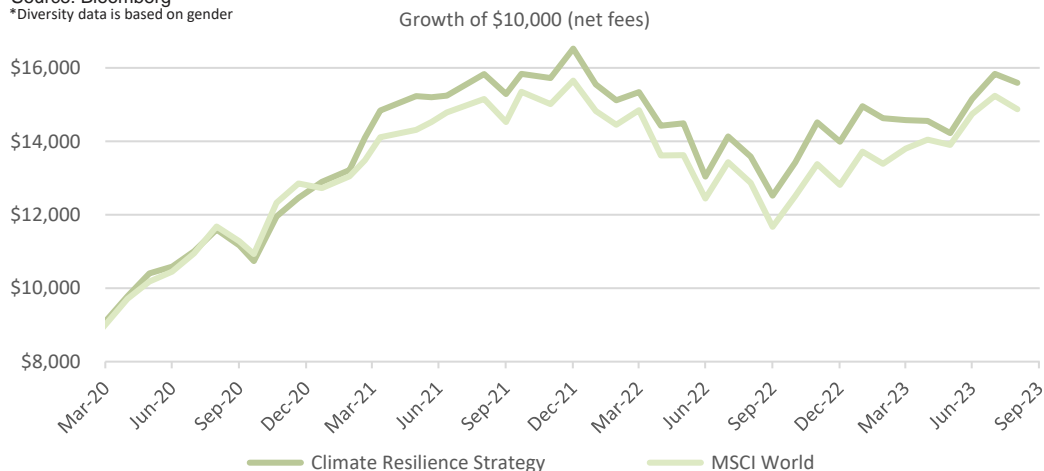
#### Environmental Care

- GHG emissions
- Environmental Care
- Future temperature rise impact

Impact Results*	Portfolio	Benchmark	% Better
Board Diversity	37%	27%	39%
Executive Diversity	30%	22%	36%
C Suite Diversity	33%	17%	87%
ESG Disclosure	55	46	20%
ISS Governance	2.8	5.0	43%
Sustainalytics Risk	18	23	19%
CDP	6.6	3.1	112%
S&P Global Env Rank	91	59	53%
Scope 1 GHG/Revenues	36	335	89%
Scope 2 GHG/Revenues	17	44	60%
SBTi 2030 Temperature Rise	1.4	2.2	35%

Source: Bloomberg

\*Diversity data is based on gender



	QTD	YTD	1-year	3-year*	Since inception*
Climate Resilience - Gross	-2.78%	5.57%	18.09%	10.18%	10.48%
Climate Resilience - Net	-2.90%	5.17%	17.51%	9.64%	9.93%
MSCI World - Net	-3.46%	11.11%	21.96%	8.08%	9.04%
Excess return - Net	0.56%	-5.94%	-4.45%	1.56%	0.89%

\*Annualized

The chart above represents the growth of a hypothetical investment of \$10,000. All performance figures are net returns and assume reinvestment of all income unless otherwise noted. This chart is not intended to imply any future performance.

## Risk Management Goals

- Mitigate unintended risk and exposure
- Manage concentration risk
- Diversify across multiple dimensions including sector, region, factor, theme
- Focus on stock selection as key driver of alpha
- Build risk/reward matrix around client-defined investment objectives

Promethos Capital is a 100% employee-owned and majority women-owned institutional investment firm. Promethos is the Promise of Ethos contained in our mission to invest with values aligned with those of our clients.

Our combined quantitative and fundamental investment process leads to high conviction, all-weather investment strategies with integrated ESG analysis.

### Investment strategies:

- International
- International EAFE
- Global
- Global Climate Resilience
- Global Small Cap Gender Forward

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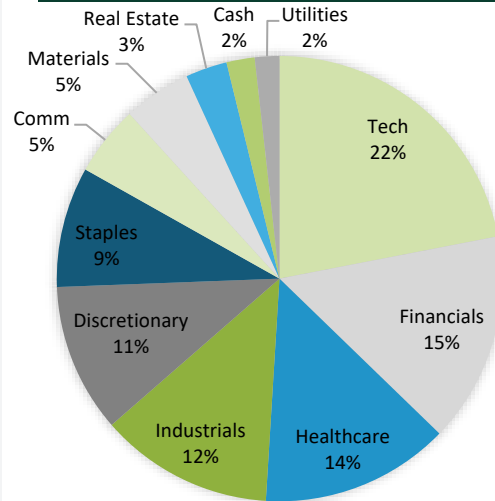
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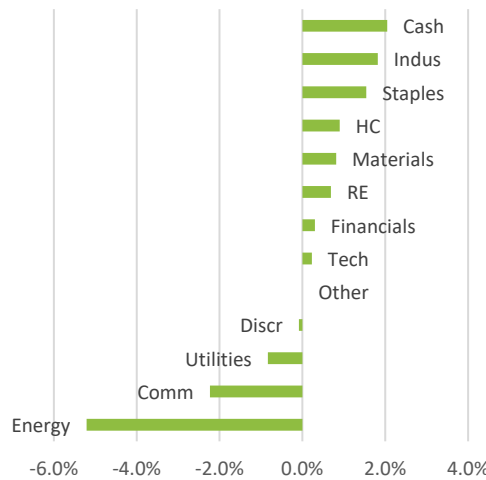
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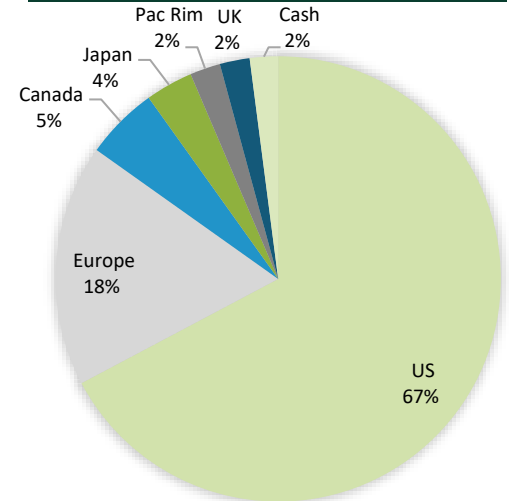
## Sector Composition



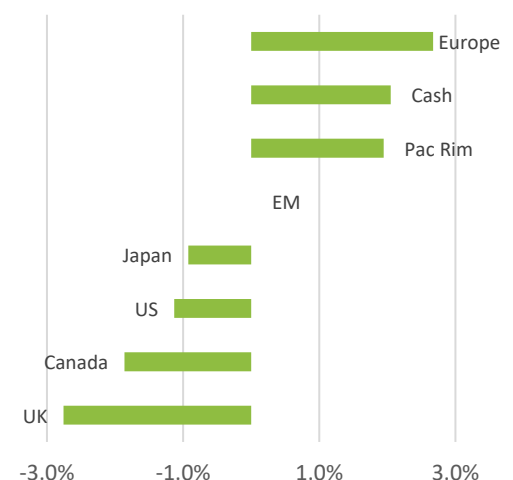
## Active Sector Weights vs Benchmark



## Regional Composition



## Active Regional Weights vs Benchmark



## Portfolio Characteristics

<b>Wtd Avg Market Cap</b>	\$172.3 bn
<b>Price/Book</b>	2.9
<b>Holdings</b>	45
<b>Dividend yield</b>	3.0%
<b>Price/Earnings</b>	13.1

## Top 10 Holdings (%)

<b>MICROSOFT CORP</b>	4.48
<b>SPROUTS FARMERS MARKET</b>	3.93
<b>OWENS CORNING</b>	3.79
<b>ADVANTEST CORP</b>	3.46
<b>ABBVIE INC</b>	3.37
<b>FLEX LTD</b>	3.30
<b>CISCO SYSTEMS INC</b>	3.28
<b>IRON MOUNTAIN INC</b>	2.93
<b>MASTERCARD INC - A</b>	2.93
<b>AXA SA</b>	2.69

*Respect, Diversity, Intellectual Curiosity & Rigor, Objectivity and Humility*

## Disclosures:

Promethos is a fee-based, U.S. Securities and Exchange Commission (“SEC”) registered advisory firm serving the portfolio management needs of institutional and high-net worth clients. Registration with the SEC or any state securities authority does not imply a certain level of skill or training. Data quoted is past performance and current performance may be lower or higher. Past performance is no guarantee of future results. Results are based on fully discretionary accounts under management, including those accounts no longer with the firm. The currency used to express performance is USD. Returns are presented gross and net of management fees and include the reinvestment of all income. Gross-of-fee returns are reduced by trading costs. Net of fee performance was calculated using actual fees charged by account. Actual investment advisory fees incurred by clients may vary.

The MSCI World Index captures large and mid cap representation across 23 Developed Markets (DM) countries\*. With 1,546 constituents, the index covers approximately 85% of the free float-adjusted market capitalization in each country. Index performance is discussed for illustrative purposes only as a benchmark for each strategy’s performance and does not predict or depict performance of that strategy. While index comparisons may be useful to provide a benchmark for a strategy’s performance, it must be noted that investments are not limited to the investments comprising the indices. Each of the strategy benchmark indices are unmanaged and cannot be purchased directly by investors.

Principles for Responsible Investment (“PRI”) is an industry leading proponent of responsible investment. It works to understand the investment implications of environmental, social and governance (ESG) factors and to support its international network of investor signatories in incorporating these factors into their investment and ownership decisions. The PRI acts in the long-term interests of its signatories, of the financial markets and economies in which they operate, and of the environment and society as a whole.

## Impact Results table – Definitions

Board Diversity: Percentage of Board Members that are Women. Executive diversity: Percentage of Executive Team Members that are Women. C-suite Diversity: Percentage of C-Suite level (CEO, CFO and COO) Members that are Women. ESG Disclosure: Proprietary Bloomberg score based on the extent of a company’s Environmental, Social, and Governance (ESG) disclosure. ISS Governance: ISS’ Governance QualityScore assigns a numeric, decile-based score indicating corporate governance risk relative to other companies in the applicable index or region. Scores 1 to 10 – 1 is better. Sustainalytics Risk: Offers clear insights into company-level ESG risk by measuring the size of an organization’s unmanaged ESG risk. Lower is better. CDP: Reflects the level of company commitment to climate change mitigation, adaptation, and transparency. Scores 1-8 – 8 is better. S&P Global Env Rank Total Sustainability rank, converted from the total sustainability score, based on the RobecoSam Corporate Sustainability Assessment. Scope 1 GHG/Revenues: Ratio of total emissions which are directly related to the activities of the company, to sales revenue. Scope 2 GHG/Revenues: Ratio of total emissions which result from the generation of electricity purchased by the company, to sales revenue. SBTi 2030 Temperature Rise: From Bloomberg and Science Based Targets initiative (SBTi), temperature scores that translate corporate greenhouse gas emission reduction forecasts into implied temperature changes expressed in degrees Celsius. Temperature Rise Disclosure: % of companies providing data to compute SBTi 2030 Temperature Rise.

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