ABCo. U.S. Sustainability Index ABCX

Portfolio Growth

This fund has seen a .15% increase in return over the last 5 years.

Sustainability Score (Corporate)

22.6

Measures the degree to which the underlying portfolio companies' economic value may be at risk driven by material Environmental, Social, and Governance factors. A portfolio with a lower score indicates lower ESG risk.

Sustainability Score (Sovereign)

27.5

Measures the underlying sovereign issuers/countries', risk to long-term prosperity and economic development by assessing the country's wealth and its ability to manage its wealth sustainably. Lower Score indicates lower risk.

ESG Pillars

- Environmental: 22.6%
- Social: 22.6%
- Governance: 22.6%
- Unallocated: 22.6%

Measure the degree to which a company’s economic value may be at risk driven specifically by environmental factors, social factors, or governance factors and represent the unmanaged risk exposure after taking into account a company’s management of such risks.

Product Involvement

- Animal Testing: 22.6%
- Controversial Weapons: 22.6%
- Fur and Specialty Leather: 22.6%
- Nuclear: 22.6%

Measures a portfolio’s assets with involvement in a range of products, services, and business activities. These are holdings-based calculations using company-level research that assesses a company’s total revenues from involvement.

Impact Metrics

- Carbon Intensity: 22.6%
- Water Withdrawal Intensity: 22.6%

Investors have different motivations for sustainable investing. To gain an understanding of the overall sustainability of a portfolio, an investor may want to look at several perspectives:

- Sustainability Risk assesses the degree of which the underlying companies are exposed to ESG factors that can negatively impact the portfolio’s value. Lower score is lower risk.
- Carbon Risk shows how well portfolio companies are prepared to transition to a low carbon economy, a lower risk score indicates that the underlying companies are better prepared.
- Product Involvement offers a way to illuminate how much of a portfolio is invested in potentially controversial industries and business practices.
- Impact Metrics offers a useful proxy to measure the environmental and social outcomes of the companies held in the portfolio, based on their products, services and operations.

Definitions and Terms

Fund Facts

- ISIN: LU1864482358
- Morningstar Benchmark: Morningstar US Mod Agg Tgt Alloc NR USD
- Low Carbon Designation
- Morningstar Rating: Bronze
- Global Category: US Equity Large Cap Blend
- Sustainable Investment: Yes
- EU Sustainable Fund Type: 1
- # of Investments in Global Category: 3,009
- Total Assets: 4,715 Mil USD
- Investment Strategy

The investment seeks investment results that track (before fees and expenses) the price and yield performance of its underlying index, the Morningstar® Developed Markets ex-North America Sustainability Extended IndexSM. The Advisor employs a "passive management" - or indexing - investment approach designed to track the performance of the underlying index. The underlying index is designed to deliver exposure to equity securities of companies meeting environmental, and social and corporate governance (ESG) criteria and weighted using a market-capitalization weighting methodology.
**Sustainable Development Goals**

1. **No Poverty**: 4%
2. **Good Health and Well-Being**: 15%
3. **Clean Water and Sanitation**: 21%
4. **Industry, Innovation and Infrastructure**: 2%
5. **Gender Equality**: 8%
6. **Peace Justice and Strong Institutions**: 9%
7. **Climate Action**: 6%
8. **Life on Land**: 4%
9. **Life Below Water**: 1%
10. **Partnerships for the Goals**: 2%

The Sustainable Development Goals (SDGs) are a universal call to action to end poverty, protect the planet and improve the lives and prospects of everyone, everywhere. This number represents the % of the portfolio's assets contributing to each SDG, meaning the holding company has at least 0.1% revenue exposure in this area as measured by Sustainalytics Impact Metrics.

**Board Gender Diversity**

**Holdings % of Women on Board of Directors**

- **Portfolio**: 61.0%
- **Benchmark**: 61.0%

The asset weighted average of female directors sitting on the boards of the companies held in the portfolio that are within the scope of our research coverage (UK, US and Canada equities).

**Carbon Emissions**

**(emissions of CO2e in metric tons)**

- **Portfolio**
  - Scope 1: 2.54
  - Scope 2: 1.56
- **Benchmark**
  - Scope 1: 5.23
  - Scope 2: 3.21

Scope 1 emissions (MMT) are direct GHG emissions from sources owned or controlled by a company.

Scope 2 emissions (MMT) are indirect GHG emissions (millions of metric tons) generated by the production of energy used by the company.

This fund has high carbon risk compared to the benchmark.

**Holdings Analysis**

- **ESG Score Distribution (% Assets)**
  - Negligible: 0.1%
  - Low: 0.2%
  - Medium: 15.1%
  - High: 32.5%
  - Severe: 0.2%

- **Controversy Level Distribution (% Assets)**
  - Negligible: 0.1%
  - Low: 0.2%
  - Medium: 15.1%
  - High: 32.5%
  - Severe: 0.2%

**Regional Exposure**

- **Americas**: 77.1%
- **Europe & Africa**: 12.7%
- **Asia & Australia**: 10.7%

**Morningstar Portfolio Carbon Risk Score vs. Benchmark**

- **Portfolio**: 22.5
- **Benchmark**: 30.0

**Morningstar Portfolio Fossil Fuel Involvement vs. Benchmark**

- **Portfolio**: 26.3
- **Benchmark**: 30.0

**Asset Allocation**

- **Portfolio**: 26.3 / 30.0
- **Benchmark**: 22.5 / 30.0

**Sector Breakdown**

- **Cyclical**
  - Basic Materials: 2.97
  - Consumer Cyclical: 10.39
  - Financial Services: 15.79
  - Real Estate: 3.44

- **Sensitive**
  - Communication Services: 7.96
  - Energy: 2.88
  - Industrials: 10.25
  - Technology: 23.61

- **Defensive**
  - Consumer Defensive: 6.64
  - Healthcare: 13.75
  - Utilities: 2.31