

This document provides detailed sustainability-related disclosures regarding the Guinness Global Environment Fund ("The Fund"), to which Guinness Global Investors ("Guinness" or the "Company") acts as Investment Manager and which is categorised as Article 9 under the Sustainable Financial Disclosure Regulation ("SFDR").

(a) Summary

The investment objective of the Guinness Global Environment Fund is to provide investors with long-term capital appreciation.

The Fund intends to invest at least 80% of its net assets in equity securities of globally based companies involved in environmental solutions. Environmental solutions are defined as business activities which reduce the use of, or protect / improve the supply of environmental resources. Environmental solutions can include energy efficiency, water supply & technology, waste management & recycling, sustainable land use, and dematerialized economy. Environmental resources include food, water, climate, waste, land, and their adjacent supply chains.

(b) No significant harm to the sustainable investment objective

Prior to investment, company ESG analysis is carried out to confirm that a proposed investment does not cause significant harm to any environmental or social sustainable investment objective.

The ESG analysis is proprietary, based on information provided by the investee company and third parties. It is designed to assess the ESG risks and opportunities of the proposed investment. Details of this ESG analysis are covered in the fund's "Approach to Responsible Investment and ESG" document available [here](#).

(c) Sustainable investment objective of the financial product

The Fund seeks to meet its sustainable investment objective by investing in companies that contribute towards environmental solutions.

As part of this sustainable objective, the Investment Manager will publish an annual Impact Report that discloses Guinness Global Investors' estimates of "Environmental Impact Indicators" for portfolio holdings. These indicators are assessed in respect of the products and services of the investee companies, where such assessment is deemed relevant to the portfolio holdings. The report highlights the environmental solutions universe construction process and how the businesses we seek to invest in map to the UN Sustainable Development Goals (SDGs).

(d) Investment Strategy

The Fund intends to invest at least 80% of its net assets in equity securities of globally based companies involved in environmental solutions. Environmental solutions are defined as business activities which reduce the use of, or protect / improve the supply of environmental resources. Environmental solutions can include energy efficiency, water supply & technology, waste management & recycling, sustainable land use, and dematerialized economy. Environmental resources include food, water, climate, waste, land, and their adjacent supply chains.

Full details of how ESG is considered within the investment strategy are covered in the fund's "Approach to Responsible Investment and ESG" document available [here](#).

(e) Proportion of investments

The Fund intends to invest at least 80% of its net assets in equity securities of globally based companies involved in environmental solutions and at least 80% of its net assets in sustainable investments.

(f) Monitoring of sustainable investment objective

Company ESG analysis is carried out to monitor the sustainable investment objective. This company ESG analysis considers material ESG risks and opportunities and is complemented by regular news screening to monitor potential controversies. As part of this process, the fund measures and reports on the Principal Adverse Indicators.

(g) Methodologies

The Investment manager positively screens for companies where it believes their sustainable energy activities are or will be the key driver of equity value. This screening process is compliant with the Investment Manager's exclusion policy (available [here](#)) and other fund specific exclusion criteria.

ESG factors are integrated in the investment process via 'top down' and 'bottom up' approaches. Our 'top down' approach considers the various short and long-term trends associated with the global energy transition while our 'bottom up' ESG analysis qualitatively considers the ESG risk and opportunities that each company faces and the potential impact of these factors on valuation.

The methodologies used in the investment process and additional fund level exclusion criteria are discussed in the fund's 'Approach to Responsible Investment and ESG' document available [here](#).

(h) Data sources and processing

Sources of Data

Guinness uses a combination of internal and external sources, including, but not limited to third-party ESG vendors and research providers; company management reports and presentations; news and media sources; and in-house company valuation models and analysis.

Assessing data quality

Guinness assesses the quality of all internal and external data on an ongoing basis. Once an external service provider has been chosen, annual (two way) due diligence is conducted to ensure the Investment Manager remains satisfied with the original assessment. For data providers, the quality of service received is reviewed by the Chief Investment Officer in cooperation with the investment team. The quality of data received is also monitored day-to-day by the Investment Manager during their incorporation of ESG factors into the investment process.

How data is processed

Some third-party data might be applied consistently (for example during an initial equity screening process) while other data might be used on an ad hoc basis (for example in qualitative ESG reviews). Data is collected and processed in house among the investment team for internal analysis and reporting purposes.

Proportion of estimated data

The proportion of estimated data varies according to the availability of data. Data quality is considered on an ongoing basis and the Investment Manager does not take third-party data at face value. Data transparency and quality is a component of engagement activity with companies and third-party data providers.

(i) Limitations to methodologies and data

Data obtained from third party providers or issuers may be incomplete, inaccurate or unavailable. As a result, the Investment Manager is faced with the risk of incompletely or incorrectly assessing a company.

To improve this, where possible the Investment Manager may engage with organisations to overcome the issues of inconsistent data. Investee companies are encouraged to measure and disclose required data in order to prevent third party providers publishing potentially incorrect estimates. Furthermore, for available data the Investment Manager may cross-reference data to ensure a level of data consensus.

Research is predominately conducted in-house, and the use of third-party data resources is utilised to compliment this research process.

(j) Due diligence

The Guinness Responsible Investment Policy (available [here](#)) outlines the predominant due diligence process for investments in Guinness equity funds with regards to ESG factors. The ESG investment process resides with individual investment teams and is supported across teams by a Responsible Investment analyst. The process is overseen by the Responsible Investment Committee which is chaired by the Guinness CEO and includes all portfolio managers. The Responsible Investment Committee meets quarterly and has the objective of developing, performing, and monitoring ESG incorporation and stewardship activities within Guinness Global Investors.

(k) Engagement policies

A range of engagement activities with investee companies is conducted. Guinness have developed an in-house proprietary tool to record and monitor engagement dialogues with companies (measuring achievements through a milestone timeline) and to report internally and externally. In some cases, engagements with companies are made in collaboration with other investors.

The Investment Manager votes proxies on behalf of investors. The Guinness Proxy Voting Policy (available [here](#)) provides guidance to investment managers when executing voting. Glass Lewis is utilised as a proxy adviser, but the final voting decision is made by the investment manager.

(I) Attainment of the sustainable investment objective

Further information on the attainment of sustainable investment objectives will be published in the Fund's annual Impact Report. The Fund does not use a reference benchmark or index.

IMPORTANT INFORMATION

This document is provided for information only. All the information contained in it is believed to be reliable but may be inaccurate or incomplete; it should not be relied upon. It is not an invitation to make an investment nor does it constitute an offer for sale.

Guinness Global Investors is a trading name of Guinness Asset Management Ltd, which is authorised and regulated by the Financial Conduct Authority (223077).