

# ANNOUNCEMENT

## NOTICE

**To all Unit Holders of AmSustainable Series – Sustainable Outcomes Global Equity Fund (formerly known as Sustainable Series – Sustainable Outcomes Global Equity Fund)**

**RE: Issuance of the Second Supplementary Information Memorandum in respect of AmSustainable Series – Sustainable Outcomes Global Equity Fund (formerly known as Sustainable Series – Sustainable Outcomes Global Equity Fund) dated 1 March 2024**

Dear Valued Unit Holders,

We wish to inform you that we have lodged the Second Supplementary Information Memorandum in respect of AmSustainable Series – Sustainable Outcomes Global Equity Fund dated and effective 1 March 2024 (the “Second Supplementary Information Memorandum”) with Securities Commission Malaysia. The Second Supplementary Information Memorandum is to be read in conjunction with the Information Memorandum dated 23 November 2022 and the First Supplementary Information Memorandum dated 28 February 2024 for AmSustainable Series – Sustainable Outcomes Global Equity Fund.

This Second Supplementary Information Memorandum is issued to include the following, but is not limited to:

- the update made to the disclosure in “Definitions”;
- the update made to the investment strategy for the fund;
- the update made to the target Fund’s information; and
- the insertion of new specific risks associated with the investment portfolio of the fund.

For further details, kindly refer to the summary list of key amendments below. Should you require further information and clarification, please do not hesitate to contact us at:

Tel: +603-2032 2888

Fax: +602-2031 5210

Email: [enquiries@aminvest.com](mailto:enquiries@aminvest.com)

**AmFunds Management Berhad**

1 March 2024

Summary List of Key Amendments for the Second Supplementary Information Memorandum in respect of AmSustainable Series – Sustainable Outcomes Global Equity Fund dated 1 March 2024 (the “Second Supplementary Information Memorandum”). This Second Supplementary Information Memorandum is to be read in conjunction with the Information Memorandum dated 23 November 2022 and the First Supplementary Information Memorandum dated 28 February 2024 for AmSustainable Series – Sustainable Outcomes Global Equity Fund.

Details	Prior disclosure in the Information Memorandums	Revised disclosure in the Second Supplementary Information Memorandum
<p>Definitions – ESG Assessment Methodology</p>	<p>-</p>	<p>The definition of “<b>ESG Assessment Methodology</b>”:</p> <div style="background-color: #e0e0e0; padding: 5px; margin-top: 10px;"> <p><b>ESG Assessment Methodology</b></p> <p>The Fund will invest in the Target Fund that complies with the following Sustainable Finance Disclosure Regulation (“SFDR”) classification which the Manager deems ESG positive:</p> <ol style="list-style-type: none"> <li>1. Article 8 – defined as “a fund which promoted, among other characteristics, environmental or social characteristics, or a combination of those characteristics, provided that the companies in which the investments are made follow good governance practices”; and</li> <li>2. Article 9 – defined as “a fund that has sustainable investment as its objective or a reduction in carbon emissions as its objective”.</li> </ol> </div>

<p>Definitions – Article 8, Company, Target Fund</p>	<table border="1"> <tr> <td data-bbox="445 228 638 316"><b>Article 8</b></td> <td data-bbox="638 228 1150 316">The Target Fund complies with Article 8 of SFDR.</td> </tr> <tr> <td data-bbox="445 316 638 548"><b>Company</b></td> <td data-bbox="638 316 1150 548">Columbia Threadneedle (Lux), an investment company with variable capital incorporated on 17 March 2020 under the laws of the Grand Duchy of Luxembourg as a Société d'Investissement à Capital Variable.</td> </tr> <tr> <td data-bbox="445 548 638 636"><b>Target Fund</b></td> <td data-bbox="638 548 1150 636">Columbia Threadneedle (Lux) Sustainable Outcomes Global Equity.</td> </tr> </table>	<b>Article 8</b>	The Target Fund complies with Article 8 of SFDR.	<b>Company</b>	Columbia Threadneedle (Lux), an investment company with variable capital incorporated on 17 March 2020 under the laws of the Grand Duchy of Luxembourg as a Société d'Investissement à Capital Variable.	<b>Target Fund</b>	Columbia Threadneedle (Lux) Sustainable Outcomes Global Equity.	<table border="1"> <tr> <td data-bbox="1207 228 1409 316"><b>Article 9</b></td> <td data-bbox="1409 228 1969 316">The Target Fund complies with Article 9 of SFDR.</td> </tr> <tr> <td data-bbox="1207 316 1409 511"><b>Company</b></td> <td data-bbox="1409 316 1969 511">Columbia Threadneedle (Lux) II, an investment company with variable capital incorporated on 17 March 2020 under the laws of the Grand Duchy of Luxembourg as a <i>Société d'Investissement à Capital Variable</i>.</td> </tr> <tr> <td data-bbox="1207 511 1409 565"><b>Target Fund</b></td> <td data-bbox="1409 511 1969 565">CT (Lux) Sustainable Outcomes Global Equity.</td> </tr> </table>	<b>Article 9</b>	The Target Fund complies with Article 9 of SFDR.	<b>Company</b>	Columbia Threadneedle (Lux) II, an investment company with variable capital incorporated on 17 March 2020 under the laws of the Grand Duchy of Luxembourg as a <i>Société d'Investissement à Capital Variable</i> .	<b>Target Fund</b>	CT (Lux) Sustainable Outcomes Global Equity.
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<p>The Fund's Detailed Information – Investment Strategy</p>	<p>The Fund seeks to achieve its investment objective by investing a minimum of 85% of the Fund's NAV in the Target Fund. This implies that the Fund has a passive strategy.</p> <p>The Fund is a qualified SRI fund. It invests in the Target Fund that adopts thematic investment in companies that seeks to deliver both positive sustainable outcomes and financial returns. This includes screening, selection, monitoring and realization of the Target Fund's investments by the Investment Manager. The Target Fund will adopt the following strategy to ensure that the companies that the Target Fund invests in are in line with the sustainability principles adopted and the overall impact of such investments of the Target Fund is not inconsistent with any other sustainability principles.</p> <p>The Target Fund aims to generate capital growth through investment in companies that are positively exposed to sustainable outcome themes through their products and services and display strong or improving ESG practices.</p>	<p>The Fund seeks to achieve its investment objective by investing a minimum of 85% of the Fund's NAV in the Target Fund. This implies that the Fund has a passive strategy.</p> <p>The Fund is a qualified SRI fund. It invests in the Target Fund that adopts thematic investment in companies that seeks to deliver both positive sustainable outcomes and financial returns. This includes screening, selection, monitoring and realization of the Target Fund's investments by the Investment Manager. The Target Fund will adopt the following strategy to ensure that the companies that the Target Fund invests in are in line with the sustainability principles adopted and the overall impact of such investments of the Target Fund is not inconsistent with any other sustainability principles.</p> <p>The Target Fund aims to generate capital growth by investing in companies globally that are delivering positive sustainable outcomes for the environment and/or society through their</p>												

	<p>The Investment Manager focuses on selecting companies delivering sustainable outcomes or progressing towards the delivery of sustainable outcomes. Those companies will offer products and services aligned to the Target Fund’s sustainable outcome themes and demonstrate strong or improving ESG practices.</p> <p>Within the universe of approved investments, the framework against which the Investment Manager will assess its investments may include companies:</p> <ul style="list-style-type: none"><li>▪ currently have the potential and are seeking to develop products and services that contribute towards a better future (such as in education, clean technology, healthcare, safety and security);</li><li>▪ evidence strong or improving ESG practices within their sectors which means that the Investment Manager may invest in companies that at the time of investment do not demonstrate strong ESG practices, but are in the process of transitioning to such practices.</li></ul> <p>The Investment Manager will apply sustainable outcomebased exclusion screening to the Target Fund’s investments, which aims to exclude companies that are unable to satisfy the Target Fund’s sustainable outcomes investment guidelines from time to time. By way of example, it may seek to exclude companies where a substantial element of the business revenue is derived from products or services such as alcohol, tobacco, gambling, adult entertainment, the manufacture of military weapons, civilian firearms and nuclear power.</p>	<p>products and services, and display strong environmental, social and governance (ESG) practices.</p> <p>The Investment Manager focus to provide positive sustainable outcomes for the environment and/or society by investing in companies whose activities are aligned with one of the eight environmental or social themes of the fund, which are in turn directly linked to the Sustainable Development Goals (“SDGs”), and display strong environmental, social and governance (“ESG”) practices.</p> <p>The Investment Manager will apply sustainable outcomebased exclusion screening to the Target Fund’s investments, which aims to exclude companies that are unable to satisfy the Target Fund’s sustainable outcomes investment guidelines from time to time. By way of example, it may seek to exclude companies where a substantial element of the business revenue is derived from products or services such as alcohol, tobacco, gambling, adult entertainment, the manufacture of military weapons, civilian firearms and nuclear power.</p> <p>The Target Fund is actively managed and invests at least 90% of its total net assets in the equity securities of companies located anywhere in the world, including through depositary receipts, subject to the Target Fund’s sustainable outcomes criteria. This includes companies located in emerging market countries which may represent a core part of the Target Fund’s investments.</p> <p>For the purposes of managing liquidity, the Target Fund may hold ancillary liquid assets (i.e. bank deposits at sight), and may also hold bank deposits, money market instruments or money market funds for treasury purposes. In normal market conditions, investment in</p>
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	<p>The Target Fund’s investment strategy adopts the above investing strategy. If the Target Fund’s investments become inconsistent with its investment strategies, the Investment Manager shall dispose of the investment(s) within an appropriate timeframe.</p> <p>Even though the Fund is passively managed, the Fund’s investments will be actively rebalanced from time to time to accommodate for subscription and redemption requests, price movements or due to reasons beyond Manager’s control. During this period, the Fund’s investment may differ from the stipulated asset allocation. Additionally, the Manager does not intend to take temporary defensive measure for the Fund during adverse market, economic, political or any other conditions to allow the Fund to mirror the performance of the Target Fund.</p> <p>The Manager may, in consultation with the Trustee and with the approval of the Unit Holders, terminate the Fund or replace the Target Fund with another fund that has similar objective if, in the Manager’s opinion, the Target Fund no longer meets the Fund’s investment objective. The replacement target fund must meet the requirements of the Guidelines on Sustainable and Responsible Investment Funds, where applicable. If the Target Fund no longer meets the requirements of the Guidelines on Sustainable and Sustainable Series – Sustainable Outcomes Global Equity Fund 15 Responsible Investment Funds, the Fund’s SRI status will be revoked.</p>	<p>these assets or instruments will not exceed 10% of the Target Fund’s net asset value.</p> <p>The Target Fund’s investment strategy adopts the above investing strategy. The Investment Manager may take temporary defensive positions that may be inconsistent with the Target Fund’s investment strategy in response to adverse market, economic, political or any other market conditions. In such circumstances, the Target Fund typically invests at least 80% of its assets in equity securities of issuers that the Investment Manager believes are positively aligned with sustainable investment themes and may hold up to 20% of its assets in liquid assets as a defensive strategy.</p> <p>If the Target Fund breaches the minimum asset allocation or the Target Fund’s investments become inconsistent with the sustainability criteria, the Target Fund Investment Adviser shall dispose of the investment within three (3) months from the date of breach. The disposed investment will be replaced with other investment that are in line with the Target Fund’s sustainability criteria in order to maintain the minimum asset allocation of the Target Fund that are subject to the sustainable considerations at all times.</p> <p>The Fund will not be adopting any temporary defensive strategies during adverse market condition as the Fund is passively managed. Any breach as a result of:-</p> <ul style="list-style-type: none"> <li>(i) appreciation or depreciation in value of the Fund’s investments; or</li> <li>(ii) repurchase of units or payment made out of the Fund,</li> </ul> <p>need not be reported to the SC and must be rectified as soon as practical within seven (7) business days from the date of the breach. The seven-business day period may be extended to three</p>
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		<p>(3) months if it is in the best interest of Unit Holders and Trustee’s consent is obtained. Such extension must be subject to at least a monthly review by the Trustee.</p> <p>The Manager may, in consultation with the Trustee and with the approval of the Unit Holders, terminate the Fund or replace the Target Fund with another fund that has similar objective if, in the Manager’s opinion, the Target Fund no longer meets the Fund’s investment objective. The replacement target fund must meet the requirements of the Guidelines on Sustainable and Responsible Investment Funds, where applicable. If the Target Fund no longer meets the requirements of the Guidelines on Sustainable and Responsible Investment Funds, the Fund’s SRI status will be revoked.</p>				
<p>Information on CT (Lux) Sustainable Outcomes Global Equity (The Target Fund)</p>	<p>1. <u>The Target Fund:</u></p> <table border="1" data-bbox="472 803 1171 889"> <tr> <td data-bbox="472 803 661 889"><b>Name of Target Fund</b></td> <td data-bbox="661 803 1171 889">Columbia Threadneedle (Lux) Sustainable Outcomes Global Equity.</td> </tr> </table> <p>2. <u>About Columbia Threadneedle (Lux)</u></p> <p>The Target Fund is a sub-fund of Columbia Threadneedle (Lux) (the “Company”). The Company is an investment company with variable capital incorporated on 17 March 2020 under the laws of the Grand Duchy of Luxembourg as a SICAV. It also qualifies as an UCITS under Part I of the 2010 Law and the UCITS Directive; it is also registered on the CSSF’s official list of collective investment undertakings.</p> <p>The Company is registered at the <i>Registre de Commerce et des Sociétés of Luxembourg</i> under number B 244354.</p>	<b>Name of Target Fund</b>	Columbia Threadneedle (Lux) Sustainable Outcomes Global Equity.	<p>1. <u>The Target Fund:</u></p> <table border="1" data-bbox="1234 803 2005 889"> <tr> <td data-bbox="1234 803 1438 889"><b>Name of Target Fund</b></td> <td data-bbox="1438 803 2005 889">CT (Lux) Sustainable Outcomes Global Equity.</td> </tr> </table> <p>2. <u>About Columbia Threadneedle (Lux)</u></p> <p>The Target Fund is a sub-fund of Columbia Threadneedle (Lux) II (the “Company”). The Company is an investment company with variable capital incorporated on 17 March 2020 under the laws of the Grand Duchy of Luxembourg as a SICAV. It also qualifies as an UCITS under Part I of the 2010 Law and the UCITS Directive; it is also registered on the CSSF’s official list of collective investment undertakings.</p> <p>3. <u>Investor Profile</u></p> <p>Designed for investors who understand the risks of the Target Fund and who:</p>	<b>Name of Target Fund</b>	CT (Lux) Sustainable Outcomes Global Equity.
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	<p>3. <u>Investor Profile</u></p> <p>Designed for investors who understand the risks of the Target Fund and who:</p> <ul style="list-style-type: none"> <li>i. seek capital appreciation through a global market-focused equity fund;</li> <li>ii. seek investment diversification through exposure to equities of countries globally with positive or improving sustainable outcomes and strong or improving ESG practices;</li> <li>iii. can tolerate frequent periods of high volatility and risk;</li> <li>iv. have a long-term investment horizon.</li> </ul> <p>4. <u>Investment Objective</u></p> <p>The Target Fund aims to generate capital growth through investment in companies that are positively exposed to sustainable outcome themes through their products and services and display strong or improving ESG practices.</p> <p>5. <u>Investment Policy</u></p> <p>The Target Fund is actively managed and invests a minimum of 90% of its total net assets in the equity securities of companies globally, including through depositary receipts. Such investment may include the equity securities of companies in emerging market countries which may represent a core part of the Target Fund's investments.</p> <p>A maximum of 10% of the Target Fund's net assets may be invested in money market instruments, cash or other UCIs. This disclosure sets out all the instruments that the Target</p>	<ul style="list-style-type: none"> <li>i. seek capital appreciation through a global market-focused equity fund;</li> <li>ii. seek investment diversification through exposure to equities of countries globally that are delivering positive sustainable outcomes for the environment and / or society;</li> <li>iii. can tolerate frequent periods of high volatility and risk;</li> <li>iv. have a long-term investment horizon.</li> </ul> <p>4. <u>Investment Objective</u></p> <p>The Target Fund aims to generate capital growth by investing in companies globally that are delivering positive sustainable outcomes for the environment and/or society through their products and services, and display strong ESG practices.</p> <p>5. <u>Investment Policy</u></p> <p>The Target Fund is actively managed and invests at least 90% of its total net assets in the equity securities of companies located anywhere in the world, including through depositary receipts, subject to the Target Fund's sustainable outcomes criteria. This includes companies located in emerging market countries which may represent a core part of the Target Fund's investments.</p> <p>For the purposes of managing liquidity, the Target Fund may hold ancillary liquid assets (i.e. bank deposits at sight), and may also hold bank deposits, money market instruments or money market funds for treasury purposes. In normal market conditions, investment in these assets or instruments will not exceed 10% of the Target Fund's net asset value.</p>
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	<p>Fund is permitted to invest in under the UCITS requirement. However, the Target Fund does not intend to invest in UCIs. Should the Target Fund choose to invest in UCIs in the future, the Investment Manager will, to the best of their ability, invest in UCIs that adhere to the Target Fund's sustainable outcomes investment guidelines.</p> <p>The Investment Manager focuses on selecting companies delivering sustainable outcomes or progressing towards the delivery of sustainable outcomes, as outlined in the Target Fund's sustainable outcomes investment guidelines. Those companies will offer products and services aligned to the Target Fund's sustainable outcome themes and demonstrate strong or improving ESG practices.</p> <p>The Target Fund is actively managed in reference to the MSCI All Country World Index. The Target Fund looks to outperform the index over rolling 5 year periods, after deduction of charges. The index is broadly representative of the companies in which the Target Fund invests and provides a suitable target index against which the Target Fund performance will be measured and evaluated over time. Accordingly, the index is not designed to specifically consider environmental or social characteristics. The Investment Manager has discretion to select investments with weightings different to the index, and that are not in the index, and the Target Fund may display significant divergence from the index.</p> <p>Guidelines on the level of risk relative to the index will be considered as part of the Investment Manager's risk monitoring process, to ensure the overall level of risk is broadly consistent with the index. In keeping with its</p>	<p>The Target Fund is actively managed in reference to the MSCI All Country World Index. The Target Fund looks to outperform the index over rolling 5-year periods, after deduction of charges. The index is broadly representative of the companies in which the Target Fund invests and provides a suitable target index against which fund performance will be measured and evaluated over time. The index is used for the purposes above and is not intended to be aligned with or used to attain the sustainable investment objective of the fund.</p> <p>The Investment Manager has discretion to select investments with weightings different to the index, and that are not in the index, and as a result of its sustainable investment objective, the Target Fund will display significant divergence from the index.</p> <p>Deviations from the index, including guidance on the level of risk relative to the index, will be considered as part of the Investment Manager's risk monitoring process.</p> <p>6. <u>Sustainable Outcomes Investment Guidelines</u></p> <p>The Investment Manager has developed its own sustainable outcomes investment guidelines for the Target Fund, which may be amended from time to time. The two main components of these guidelines are the application of a sustainable outcomes framework and the application of sustainable outcomes-based exclusions. The Investment Manager considers the principal adverse impacts ("PAIs") of its investment decisions that may negatively harm sustainability factors through exclusions, investment research and monitoring and engagement of companies. The sustainable outcomes investment guidelines and consideration of PAIs are described in the Target Fund's SFDR regulatory technical standard annex.</p>
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sustainable outcomes investment guidelines, the Target Fund may not invest in some sectors and companies in the index.

#### 6. Sustainable Outcomes Investment Guidelines

The Investment Manager has developed its own sustainable outcomes investment criteria for the Target Fund as set out in its sustainable outcomes investment guidelines, which may be amended from time to time. These are specific to the Target Fund and are over and above the Investment Manager's normal responsible investment practices.

The Target Fund's sustainable outcomes investment guidelines are available on request and on the Columbia Threadneedle Investments website.

The Target Fund seeks to promote sustainability characteristics, by investing in companies that:

- contribute to sustainable outcomes, offering products and services which contribute towards a better future; and
- have strong or improving ESG practices and strong corporate governance.

There are two main components to the sustainable outcomes investment guidelines which are the sustainable outcome framework and the application of sustainable outcome-based exclusions.

Within the universe of approved investments, the framework against which the Investment Manager will assess its investments may include companies:-

Columbia Threadneedle Investments is a signatory to the Net Zero Asset Managers Initiative ("NZAMI") and has committed to an ambition, in partnership with clients, to reach net zero emissions by 2050 or sooner for a range of assets, including the Target Fund. Accordingly, the Investment Manager will use proactive engagement with companies to assist with progressing this ambition. If after an appropriate period of engagement, a high emitting company held in the fund does not show progress in meeting minimum standards considered necessary for continued investment, then the Target Fund will disinvest from the company.

#### **Derivatives and techniques**

The Target Fund may use derivatives for hedging (reducing risks), but not for investment purposes.

#### **Strategy**

A concentrated global equity strategy with a focus on high quality companies that seeks to deliver both positive sustainable outcomes and financial returns.

#### **SFDR Information**

The Target Fund is considered to be within the scope of Article 9 of SFDR as it has sustainable investment as its objective.

#### 7. Fees Charged by the Target Fund

<b>Operating Expenses</b>	0.20%
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- currently have the potential and are seeking to develop products and services that contribute towards a better future (such as in education, clean technology, healthcare, safety and security);
- evidence strong or improving ESG practices within their sectors which means that the Investment Manager may invest in companies that at the time of investment do not demonstrate strong ESG practices, but are in the process of transitioning to such practices.

The Investment Manager will apply sustainable outcome-based exclusion screening to the Target Fund's investments, which aims to exclude companies that are unable to satisfy the Target Fund's sustainable outcomes investment guidelines from time to time. By way of example, it may seek to exclude companies where a substantial element of the business revenue is derived from products or services such as alcohol, tobacco, gambling, adult entertainment, the manufacture of military weapons, civilian firearms and nuclear power.

The Investment Manager will apply these non-financial selection criteria to at least 90% of the total net assets of the Target Fund, excluding ancillary liquid assets, and will use measurement methods such as responsible investment rating and sustainable outcome-based exclusion screening to ensure that the Target Fund's ESG profile and exposure to sustainable outcome themes exceeds that of the index. In addition to these measurements, the Investment Manager will publish an annual impact report.

The Investment Manager will monitor its investments against the Target Fund's sustainable outcomes investment guidelines and may engage in dialogue with such companies if it believes

	<p>that the standards and practices applied by these companies can be improved. In evaluating the investment universe, the Investment Manager may refer to additional sources, such as external rating providers that score companies on their ESG performance, as well as the Investment Manager’s own analysis and expertise in this area.</p> <p>The Target Fund is categorised as one that promotes environmental or social characteristics under SFDR, and does not have a “sustainable investment” objective as defined by SFDR.</p> <p>7. <u>Fees Charged by the Target Fund</u></p> <table border="1" data-bbox="480 690 1157 760"> <tr> <td><b>Operating Expenses</b></td> <td>0.25%</td> </tr> </table>	<b>Operating Expenses</b>	0.25%	
<b>Operating Expenses</b>	0.25%			
<p>Risk Factors – Specific Risks</p>	<p>-</p>	<p><b>Specific risks associated with the investment portfolio of the Fund</b></p> <table border="1" data-bbox="1171 901 2005 1346"> <tr> <td><b>Sustainability and Responsible Investment and Impact Risk</b></td> <td>As the Fund via investment in the Target Fund has an intention to generate positive sustainable and responsible impact alongside a financial return (“impact”), the investor must be able to accept temporary capital losses due to the potentially restricted number of companies that the Target Fund can invest in due to those companies which may not meet the sustainability considerations requirement and, consequently, should view investment in the Fund as a long-term investment.</td> </tr> </table>	<b>Sustainability and Responsible Investment and Impact Risk</b>	As the Fund via investment in the Target Fund has an intention to generate positive sustainable and responsible impact alongside a financial return (“impact”), the investor must be able to accept temporary capital losses due to the potentially restricted number of companies that the Target Fund can invest in due to those companies which may not meet the sustainability considerations requirement and, consequently, should view investment in the Fund as a long-term investment.
<b>Sustainability and Responsible Investment and Impact Risk</b>	As the Fund via investment in the Target Fund has an intention to generate positive sustainable and responsible impact alongside a financial return (“impact”), the investor must be able to accept temporary capital losses due to the potentially restricted number of companies that the Target Fund can invest in due to those companies which may not meet the sustainability considerations requirement and, consequently, should view investment in the Fund as a long-term investment.			

			<p>The Target Fund may seek to exclude holdings deemed inconsistent with the sustainability considerations. As a result, the investments of the Target Fund will be more limited than other funds that do not apply sustainability considerations. The Target Fund may be precluded from purchasing, or required to sell, certain investments that are inconsistent with its investment policy and sustainability considerations which might otherwise be advantageous to hold. The incorporation of sustainability considerations could result in performance that is better or worse than the performance of the other funds depending on the performance of the excluded investments and the investments included in place of such excluded investments of the Target Fund. The ESG Assessment Methodology such as the methodology used by the Manager for assessing the Target Fund with scoring matrix is incorporated in our investment process to mitigate this risk.</p>
		<p><b>Greenwashing Risk</b></p>	<p>Greenwashing is defined as making false, misleading or unsubstantiated claims about the positive environmental impact of an investment product. The Fund via investment in the Target Fund may inadvertently invest into such products, without prior knowledge of the fraudulent claims. As greenwashing could result in reputational risk, regulatory fines, and/or withdrawal of the products,</p>

		<p>there could be a negative impact on the value of the Target Fund and the Fund.</p> <p>In mitigating the greenwashing risk, there are governance and guidelines in place for assessing the sustainability of the Target Fund. The methodology of ESG score for Target Fund is approved by appropriate approving authority internally, and the ESG score for Target Fund is updated periodically if there is changes, i.e. on a monthly basis. The Manager also will monitor any negative news to the Target Fund and Investment Manager in relation to greenwashing.</p>
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