

RESPONSIBLE INVESTMENT FRAMEWORK

As part of a global reflection on the impact of its investments, Chahine Capital has decided to adopt a responsible approach in the choice of its investments.

It is essential to us at Chahine Capital to align the interests of investors with the general interests of civil society. It was therefore important to us to integrate ESG concerns into our investment processes, so that the notion of long-term investment is in line with respect for the future generations.

1. Norm-based and sectors exclusions:

First, we have decided at a corporate-level to exclude certain sectors and practices from our entire range of funds.

Thus, we have banned investment in companies active in the production of nuclear or unconventional weapons, including cluster bombs, anti-personnel mines and companies involved in nuclear weapons maintenance (“Don’t bank on the bomb”).

Chahine Capital has also decided not to invest in companies whose income from coal mining activities (thermal coal, metallurgical coal, coke) exceeds 30% of total revenue. In addition, companies engaged in the production of tobacco are also excluded.

Finally, we do not invest in companies which are found to be in breach of fundamental ethical standards (violation of individual rights, non-respect of human rights, severe environmental damage, etc.).

2. Controversies monitoring and risk control:

We have supplemented our existing daily-risk policy with a component related to ESG. Indeed, business conduct risks related to human rights, labour, the environment and corruption can result in risks to a company’s reputation and finances, and therefore in a risk for the final investor.

Thus, we exclude companies with a high level of controversy (levels defined in the ESG Risk Control procedure). We use the external RepRisk database for this purpose.

In addition, companies whose operations violate UNGC (United Nations Global Compact) principles are excluded.

3. Objectives:

Chahine Capital has set ambitious ESG objectives and hopes to contribute to the UN Sustainable goals.

SUSTAINABLE DEVELOPMENT GOALS

The measures previously mentioned above are expected to have an impact on the achievement of 6 of them:

3 GOOD HEALTH AND WELL-BEING



7 AFFORDABLE AND CLEAN ENERGY



8 DECENT WORK AND ECONOMIC GROWTH



9 INDUSTRY, INNOVATION AND INFRASTRUCTURE



13 CLIMATE ACTION



16 PEACE, JUSTICE AND STRONG INSTITUTIONS

