

## Sustainable investing and transparency

In 2018, the European Commission unveiled an action plan for financing sustainable growth – the European Action Plan on Sustainable Finance (EUAP). As a part of the EUAP, the European Union has issued a series of regulations requiring financial market participants to provide transparency about how they integrate sustainability factors into their investment processes at the product and entity level.

According to these regulations, sustainability factors must be considered from various perspectives:

1. Impact on the value of the investment.

A sustainability risk is an environmental, social and governance event or condition that, if it occurs, could have an actual or potential material negative impact on the value of an investment.

2. Impact of an investment decision that could have negative effects on sustainability factors.

This is the so called “Principal Adverse Sustainability Impact” of the investment decision (PASI).

Helveteq welcomes and embraces the measures set out in the EUAP to create greater transparency on how sustainability factors are considered in our structuring processes.

## Our responsibility as an issuer

As an issuer of investment products, we recognize that we have a responsibility towards our stakeholders to play an active role in the sustainable transformation of the economy and society for the benefit of future generations.

We therefore engage in a dialogue with our clients about the challenges that lie ahead and to show them how this transformation process is creating unique opportunities for investors.

We identify and analyze material sustainability risks in our structuring decisions. This means that we take account of principal adverse impacts on sustainability factors according to their materiality and type, as well as the nature of our products and solutions.

To meet our sustainability goals, we furthermore finance pioneering research and sustainability projects, that consider ESG factors on a holistic level.

This enables us to offer dedicated solutions allowing for responsible access to underlying assets.

## Principle Adverse Sustainability Impact Statement

The early stage of the regulation, does however not allow us to address the PAIs in an adequate manner. Helveteq will continue to monitor the regulatory landscape closely for further guidance from the authorities.