

Artemis Positive Future Fund

SDR Sustainability Summary

Manager Name: Artemis Fund Managers Limited
 Product Identifier: 549300V76SUNA9TKP720 (Legal Entity Identifier)
 Date of disclosure: 1 February 2025



Sustainability Approach

The investment objective of the fund is to grow capital over a five year period by investing in companies which meet our criteria for positive environmental and/or social impact. This document summarises the sustainability characteristics of the fund.

Sustainable investment labels help investors find products that have a specific sustainability goal. At this time we do not intend to adopt a sustainability label for this fund, therefore the fund does not have a UK sustainable investment label.

The fund's investments

We have developed a proprietary double materiality framework to assess a company's impact on all its stakeholders, such as customers, suppliers, workforce and shareholders. This means that we assess risks and opportunities from both a financial and non-financial perspective. The analysis focuses on the impact delivered by products and services on the environment and/or society, as well as the impact of companies' conduct and footprint on people and planet. We consider current as well as potential future adverse or positive impacts delivered by investee companies. The framework integrates considerations of intentionality, additionality and materiality, three widely recognised principles of impact investing, whilst maintaining a focus on financial materiality. This analysis informs our proprietary impact score, which leverages the Impact Management Norms and adapts it to listed equities. Five dimensions of impact are assessed for each company: what is the outcome of the impact; who is affected; how much is the scale of the impact; the level of investor contribution; and the risk that the impact is negated by negative impacts such as ESG risk and past controversies.

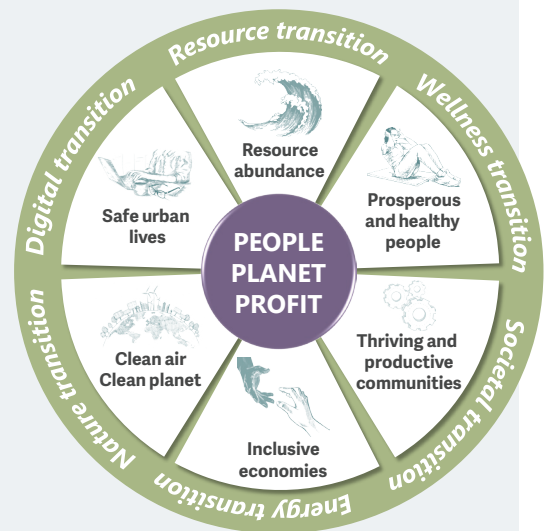
Each company is assessed on this basis to determine its suitability for investment as well as its alignment with the targets and indicators which underpin the UN Sustainable Development Goals (SDGs).

Our sustainability themes

The fund is broad-based in nature, meaning that it makes investments across various impact themes.

This diagram shows our current impact themes.

Impact themes may be added or changed over time and there are no limits on the percentage of the portfolio that will be focused on any particular theme.



The SDGs are a collection of 17 interlinked global goals (underpinned by 169 detailed underlying 'targets') designed as a "blueprint to achieve a better and more sustainable future for all."

Source: United Nations

Our approach to engagement

Engagement forms an important part of our investment process. We will engage directly with investee companies on material sustainability issues, primarily through constructive dialogue, and will expect to see a positive development in the topics engaged upon over time. To aid engagement prioritisation, companies are categorised into three different engagement 'buckets' based on their stage in their sustainability journey: 'trail starters', 'momentum gainers' and 'raising the bar'. For each company, we set engagement objectives, milestones, and the metric by which progress on those objectives are measured. If it is our opinion that an investee company no longer meets the required investment criteria or is not making sufficient progress on improving their operational performance, the fund will not make any further investments in the company and will seek to realise its investment in an orderly fashion.

The fund's exclusions

A range of exclusions are applied to the fund which prevent investment in activities deemed to be environmentally or socially harmful, relating to:

For details of the specific revenue thresholds for each exclusion as well as Artemis' firm-level exclusions, please refer to the fund's prospectus available on the Artemis [website](#).

| | | | | | | |
|-------------|------------------------|-------------|--------------|-------------------------|------------------|---|
| Alcohol | Tobacco production | Weapons | Gambling | Adult entertainment | Fossil fuels | Breach of the United Nations Global Compact |
|-------------|------------------------|-------------|--------------|-------------------------|------------------|---|

Sustainability Metrics

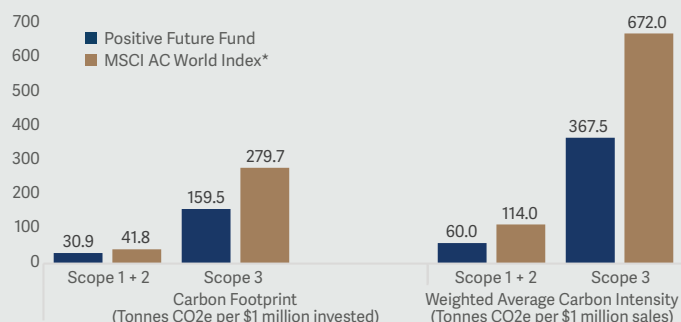
Sustainability metrics, or key performance indicators, measure how the sustainability characteristics of the fund are attained. We research and review various sustainability metrics for each investee company, but these metrics may or may not be relevant to every investment depending on the nature of the business. Examples of sustainability metrics that are generally relevant to the fund as a whole include:

Alignment with the UN Sustainable Development Goals

Each company we invest in is mapped to a primary SDG at the underlying target level. We consider how a company's products and services align to the SDGs and map its revenues to the underlying SDG. The chart on the right shows the SDG alignment of the portfolio.

Climate

Greenhouse gas ("GHG") emissions are gases that trap heat in the earth's atmosphere leading to global warming and climate change. Measuring and reducing GHG emissions is essential to limit global warming. We measure and monitor two key climate metrics. Carbon footprint measures the GHG emissions associated with \$1 million invested in the fund, and weighted average carbon intensity measures the GHG emissions emitted per \$1 million of company revenue for the fund's holdings. This metric measures the fund's exposure to carbon intensive companies.



Source: Climate emissions data is sourced from MSCI.

*From the 1st of February 2025 the fund's official benchmark was changed from the MSCI AC World Index to the MSCI AC World Mid Cap Index.

Alignment with the Net Zero Investment Framework (NZIF)

In order to calculate the alignment of the portfolio with a net zero pathway,* a methodology based on the Net Zero Investment Framework is used. This framework was developed by the Paris Aligned Investment Initiative and helps us to prioritise companies to engage with.

| Net Zero Alignment Status | Percentage of portfolio by financed emissions |
|---|---|
| Aligned to a net zero pathway | 4% |
| Aligning to a net zero pathway | 32% |
| Committed to aligning | 32% |
| Not aligned (Of which 51% is from Higher Impact companies) | 33% |

Source: Data sourced from MSCI and represents MSCI's assessments of portfolio companies' alignment with the IIGCC's NZIF (version 1).

For more information on the NZIF methodology and definitions please visit [Net Zero Investment Framework \(iigcc.org\)](https://www.iigcc.org)

Engagement and Voting

Engagement and voting are mechanisms through which we can seek to effect positive change.

| Engagement | | Voting statistics | | Percentage of total votable items |
|--|----|---|-----|-----------------------------------|
| Number of engagement activities carried out over 12 months | 37 | Number of votable items | 533 | |
| Number of company engagement meetings carried out over 12 months | 26 | Number of votable items we voted on | 533 | 100% |
| Number of company engagement emails sent over 12 months | 11 | Number of votable items where we voted against management | 43 | 8.1% |
| Engagement milestones achieved | 4 | | | |

Where we have not voted primarily this was due to local market or regulatory related reason. Source: ISS, Artemis for the 12 months to 31 December 2024.

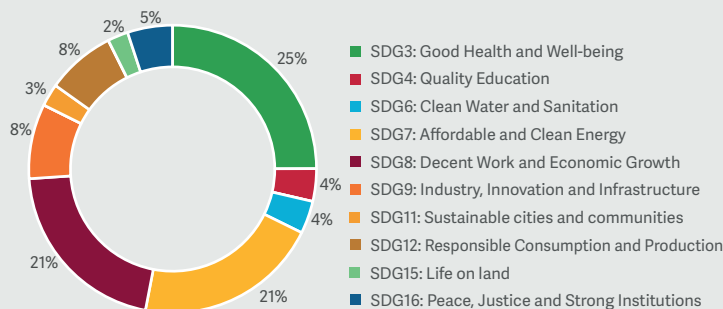
Further Details

Further documentation in relation to the sustainability characteristics of this fund, including the annual product-level and entity sustainability reports, can be found on the Artemis website. The pre-contractual disclosures and non-sustainability related information on the product, such as costs and charges, can be found in the fund's prospectus, published on the Artemis website.

Disclaimer

Before making any final investment decisions, and to understand the investment risks involved, refer to the fund prospectus, available in English, and KIID/KID, from www.artemisfunds.com. Artemis does not provide investment advice on the advantages or suitability of its products and no information provided should be viewed in this way. Artemis only provides information about its own products and services and does not advise investors. Should you be unsure about the suitability of an investment, you should consult a suitably qualified professional adviser. The fund is a sub-fund of Artemis Investment Funds ICVC. For further information, visit www.artemisfunds.com/oeic. Third parties (including FTSE and MSCI) whose data may be included in this document do not accept any liability for errors or omissions. For information, visit www.artemisfunds.com/thirdparty-data. Any research and analysis in this communication has been obtained by Artemis for its own use. Although this communication is based on sources of information that Artemis believes to be reliable, no guarantee is given as to its accuracy or completeness. Issued by Artemis Fund Managers Limited, which is authorised and regulated in the United Kingdom by the Financial Conduct Authority. Registered in England No 01988106. Registered Office: Cassini House, 57 St James's Street, London SW1A 1LD.

Important note: The latest available data as of 31 December 2024 is used, unless stated otherwise.



Source: These figures represent Artemis' assessment of portfolio companies' alignment with the SDGs, using underlying data sourced from various external providers including Net Purpose.

GHG emissions are classified into three scopes:

Scope 1: direct emissions from a company's owned or controlled source.

Scope 2: indirect emissions from generation of purchased energy.

Scope 3: all indirect emissions (not included in scope 2) that occur upstream and downstream in a company's value chain.

Please see our [TCFD Report](#) for further explanation of the climate metrics, calculation methodologies and data limitations and sources.

Net zero emissions means finding a balance between carbon emitted and carbon removed from the atmosphere by no later than 2050.

*Net Zero pathways refer to science-based emissions that limit global average temperature rise to 1.5°C above pre-industrial levels with a sufficiently high probability.

Of the fund's Scope 1 and 2 financed emissions from companies which are Not Aligned under NZIF and are Higher Impact companies, 5 out of 8 companies have been engaged on climate, which represents **97%** of the financed emissions.