

DJE – Zins & Dividende LEI : 5299007DOQFQYF3G6D66

Summary

1. No sustainable investment target

This financial product advertises environmental or social features but does not seek sustainable investments. The sub-fund aims to achieve a minimum quota of 1% of the sub-fund's assets in sustainable investments within the meaning of Art. 2 No. 17 of the Disclosure Regulation. The fund manager follows a best-in-class approach taking into account exclusions of companies that violate certain principles in order to reduce potential negative environmental and social impacts.

Are the principal adverse impacts ("PAI's") of investment decisions on sustainability factors considered for this sub-fund? Yes No

2. Environmental or social characteristics of the financial product

Exclusion criteria ESG-integration
 Sustainable investments [others]

3. Investment strategy

In addition to the following specifications the composition of the sub-fund's assets is actively managed independently of any benchmark index, sector, country, maturity, rating and market capitalization specifications, taking into account ESG factors and adverse sustainability impacts on sustainability factors. In order to achieve the investment objectives, at least 50% of the sub-fund's assets will be invested globally in bonds of all types - including zero coupon bonds, and floating rate securities, inflation-linked bonds, profit participation certificates, and convertible bonds and bonds with warrants (up to a maximum of 25% of the sub-fund's assets) whose warrants are denominated in securities - listed on a stock exchange or traded on another regulated market that operates regularly, is recognized and is open to the public. The aforementioned securities of issuers from emerging markets are limited to 25% of the subfund's assets. In addition, at least 25% and up to a maximum of 50% of the sub-fund's assets are invested in equities worldwide. The aforementioned securities of issuers from emerging markets are limited to 25% of the sub-fund's assets.

Detailed information on the sub-fund's investment policy can be found in the prospectus of the sub-fund.

4. Breakdown of investments

The sub-fund aims to achieve a minimum quota of 1% of the sub-fund's assets in sustainable investments within the meaning of Art. 2 No. 17 of the Disclosure Regulation.

At least 65% of the sub-fund's assets must be invested in securities for which an MSCI ESG Research LLC ESG rating of at least BB is available.

Other investments (including bank deposits, derivatives, etc.) are limited to 35%.

5. Monitoring of environmental or social characteristics

Compliance with the exclusions as well as minimum quotas listed under "Investment Strategy" and "Description of Environmental or Social Characteristics" is checked in the pre-trade process by means of negative lists, which are stored in the order management system and updated at least quarterly. In the post-trade process MSCI ESG Research LLC updates the data on a weekly basis. The sustainability indicators integrated in the investment process are listed below:

Exclusion criteria ESG-integration
 Sustainable investment [andere]

6. Methods for environmental or social characteristics

The following methods are used for the sub-fund to check the described best-in-class approach and the listed exclusions. For the exclusions, negative lists are created using data from MSCI ESG Research LLC:

☒ Exclusion criteria	Defined exclusion criteria are checked using external data fields for all investments in the portfolio (negative list).
☒ ESG-integration	The fund manager follows a best-in-class approach taking into account exclusions of companies that violate certain principles for reducing potential negative environmental and social impacts.
☒ Sustainable investment	As part of the review of whether an individual security qualifies as a sustainable investment, a 'do not significantly harm' (DNSH) test, a positive contribution to an environmental or social objective and good corporate governance is carried out using various data fields provided by MSCI ESG Research LL.

7. Data sources and processing

As part of the best-in-class approach, potential companies are rated using an in-house rating methodology based on external ESG data (MSCI ESG Research LLC.) as well as proprietary research results. In case of doubt, the fund manager may subject the available data to a review by a committee.

8. Limitations regarding methods and data

The methods and data are limited insofar as data are not available or cannot be supplied for all securities. In addition data for an individual issuer may not be available to a sufficient extent. Furthermore these data may be based on estimates. Securities without data are classified as "other investments", which may not exceed 35% of the sub-fund's assets. This also includes bank deposits and derivatives.

9. Investment verification (due diligence)

The sub-fund is subject to the investment process of the Fund Manager:

1/ Stock selection: The stock selection process includes analyst assessment, company interview, sustainability/ESG criteria, valuation, momentum and safety & liquidity categories. In each category a score is assigned in the range of -10 to +10, with -10 being the worst ranking and +10 being the best. All six categories are equally weighted in the standard process.

2/ Exclusions: The exclusion criteria applied reduces the potential investment universe.

10. Participation Policy

The participation policy of DJE Investment S.A. is available to investors free of charge on the website www.dje.lu under the header "Legal Notice".

11. Determined reference value

A reference value has not been determined for the sub-fund to determine whether this financial product is aligned with the advertised environmental and/or social characteristics.

Detailed information can be found in the overall document "Sustainability-related disclosures Transparency in the application of environmental or social features", which is published at <https://www.dje.de/transparenz-bei-dje-zins-und-dividende>.