

For Qualified Investors in Switzerland, or Professional Investors or Eligible Counterparties as defined by the relevant laws

# UBAM - POSITIVE IMPACT EQUITY

Focus on companies which, through their revenue streams, help to solve the world’s most pressing problems such as scarce resources, climate change, and poverty.

These problems will require a vast amount of capital expenditure to solve and the fund aims to generate superior returns by investing in the beneficiaries of this spending – the “winners” in the new world.

## Key points

- ◆ *Concentrated portfolio of 25–35 stocks.*
- ◆ *Global themes, with the majority of the portfolio invested in European companies.*
- ◆ *Thematic approach with bottom-up stock picking and diversification based on exposure to UN Sustainable Development Goals (SDGs) and the Cambridge Impact Framework.*
- ◆ *Commitment of a 5-bp fee to a human rights charity basket.*
- ◆ *Long-term approach – investment time horizon of 3–5 years.*
- ◆ *High-conviction (high active share) portfolio.*

## Investment case

Since 2008, the world has been focused on economic recovery. It must now address the sustainability of its growth. We have entered the repair phase, and many world leaders have committed to achieving the UN’s Sustainable Development Goals by 2030. This will require new legislation and high levels of capital expenditure (capex). In the ‘post-recovery’ world, companies which help to solve the world’s problems (scarce resources, climate change, and poverty) will achieve faster growth and superior profitability.

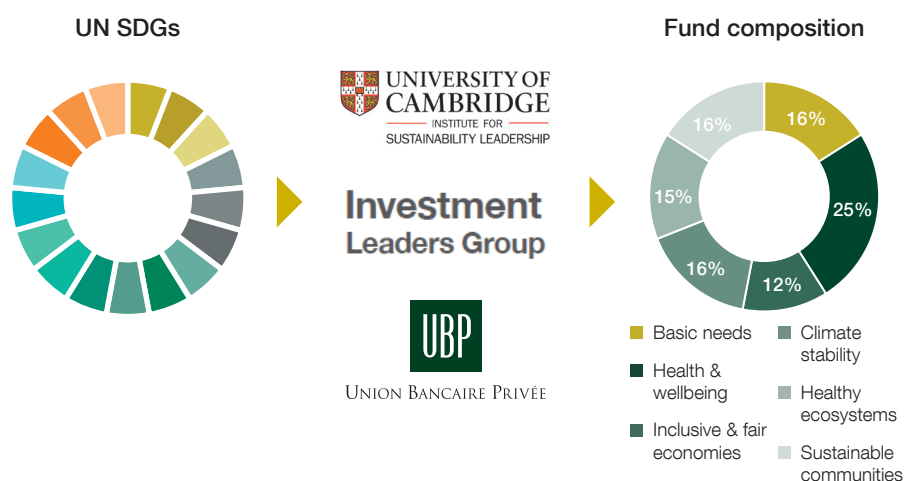
UBAM – Positive Impact Equity is comprised solely of businesses which are part of the solution (“the fixers”) and therefore beneficiaries of this capex and regulation change. The fund is concentrated, and has a low turnover and a long-term investment horizon. Impact is most powerful with committed, patient capital.

## Fund concept

This fund is a global concentrated portfolio of 25–35 stocks that seek to generate positive returns whilst contributing to sustainable development. Impact investing is a fast-growing asset class with strong momentum as non-financial factors become increasingly important to the investor.

The fund uses a thematic approach – being in collaboration with the Cambridge Institute for Sustainability Leadership (CISL), the fund has distilled the 17 Sustainable Development Goals (SDGs) into 6 investment themes:

- ◆ **3 societal:** Basic needs, health & wellbeing, and inclusive & fair economies
- ◆ **3 environmental:** Healthy ecosystems, climate stability, and sustainable communities



Source: CISL (Investment Leaders Group), In Search of Impact, 2017

Note: CISL & Investment Leaders Group were not involved in stock selection  
Past performance is not indicative of future results



