



# Article 10 (SFDR)

## Website disclosure for an Article 8 fund

### Ruth Next Generation Equities

Version	Date	Explanation
1.0	June 28, 2024	First version

**Product name: Ruth Next Generation Equities (The “Fund”)**

**Legal entity identifier: 549300BM5TPVH2J5KF07  
ISIN code: LU2744834586**

Does this financial product have a sustainable investment objective?

<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No
<input type="checkbox"/> It will make a minimum of <b>sustainable investments with an environmental objective: __%</b> <ul style="list-style-type: none"> <li><input type="checkbox"/> in economic activities that qualify as environmentally sustainable under the EU Taxonomy</li> <li><input type="checkbox"/> in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy</li> </ul>	<input type="checkbox"/> It <b>promotes Environmental/Social (E/S) characteristics</b> and while it does not have as its objective a sustainable investment, it had a proportion of __% of sustainable investments <ul style="list-style-type: none"> <li><input type="checkbox"/> with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy</li> <li><input type="checkbox"/> with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy</li> <li><input type="checkbox"/> with a social objective</li> </ul>
<input type="checkbox"/> It will make a minimum of <b>sustainable investments with a social objective: __%</b>	<input checked="" type="checkbox"/> It promotes E/S characteristics, but <b>will not make any sustainable investments</b>



## A. Summary

### **No sustainable investment objective**

The fund promotes E/S characteristics, but will not make any sustainable investments.

### **Environmental or social characteristics of the financial product**

The fund promotes environmental and social characteristics by excluding companies that derive revenue from pre-selected sectors, that do not meet human rights requirements and rewarding companies with good gender equality. Environmental and social characteristics are promoted through the use of an ESG rating and a fund’s management model.

### **Investment strategy**

The fund invests according to the strategy of actively including and excluding holdings to measure the achievement of environmental and social characteristics.

### **Proportion of Investments**

The Fund will invest at least 90% of its assets in equity or equity related financial instruments that provide direct or indirect exposure to the global equity market in relation to companies which, in the view of the Investment Manager, are beneficiaries from the behaviour of the generation, defined as individuals born 1980 or later.

At least 90% of the Net Asset Value (“NAV”) of the fund is expected to be aligned with the environmental or social characteristics promoted by the fund (#1 Aligned with the E/S characteristics).

The proportion allowable to be held in investments for liquidity purposes (#2 Other) is expected to be 20% of the NAV of the fund.

#### **Monitoring of environmental or social characteristics**

The following sustainability indicators are monitored to measure the attainment of the environmental and social characteristics promoted by the fund:

- Percentage of companies with exposures to any of the activities/sectors prohibited under the fund's exclusion criteria;
- Percentage of assets violating the UN Global Agreements or the OECD Guidelines for Multination Enterprises;
- Percentage of assets showcasing a gender equality on their boards,
- Average ESG rating score of the portfolio.

#### **Methodologies**

ESG ratings of the underlying companies are compiled by gathering data from external suppliers as well as performing in-house fundamental analysis and ranking the companies in relation to industry competitors.

The proportion of the fund's assets in controversial sectors and in violation with global norms are measured by regularly screening the fund's underlying holdings with the help of a third party.

#### **Data sources and processing**

The attainment of the Fund's objective to promote environmental or social characteristics are measured using third party data as well as data obtained through the manager's fundamental investment analysis

#### **Limitations to methodologies and data**

The manager uses third-party data deemed reliable but cannot guarantee the accuracy of the provided data. The manager reserves the right not to use this data if it is considered incorrect or irrelevant. In some cases, company-specific data may be unavailable or estimated by the manager using its internal processes.

#### **Due diligence**

See the Company's Due Diligence policy at [www.ruthassetmanagement.com](http://www.ruthassetmanagement.com) for further information:  
<https://www.ruthassetmanagement.com/media/wzhlqn24/policy-for-due-diligence-2024.pdf>

#### **Engagement policies**

Engagement is not part of the environmental or social investment strategy.

#### **Designated reference benchmark**

No specific index designated as a reference benchmark.



### **B. No sustainable investment objective**

This financial product promotes environmental or social characteristics, but does not have as its objective a sustainable investment.



### C. Environmental or social characteristics of the financial product

#### What environmental and/or social characteristics are promoted by this financial product?

The fund promotes environmental and social characteristics by excluding companies that derive revenue from pre-selected sectors, that do not meet human rights requirements and rewarding companies with good gender equality. Environmental and social characteristics are promoted through the use of an ESG rating and a fund's management model.

No reference benchmark has been designated for the purpose of attaining the environmental or social characteristics promoted by the fund.



### D. Investment strategy

#### What investment strategy does this financial product follow?

The fund invests according to the strategy of actively including and excluding holdings to measure the achievement of environmental and social characteristics. The following criteria are used to ensure that the fund promotes environmentally related characteristics:

First, the investment strategy is based on a fundamental analysis where the promotion of environmental and social factors is included as part of the assessment of the fund's investments. This results in a sustainability rating of 1 to 5. Companies having a sustainability rating of 1 will be systematically excluded from the investment universe.

The fund excludes companies in controversial sectors where the operations are not judged to be sustainable from an environmental, social or ownership governance perspective. This is based on the fund's exclusion policy, which includes companies with operations within:

- Controversial weapons
- Fossil fuels
- Tobacco
- Pornography

The fund also excludes holdings that do not meet international standards and conventions according to:

- UN Global Compact
- OECD's guidelines for multinational companies

**What are the binding elements of the investment strategy used to select the investments to attain each of the environmental and/or social characteristics promoted by this financial product?**

The fund works not to invest in companies with a sustainability rating of 1 as defined above.

Furthermore, in accordance with the Management Company's exclusion policy, the fund excludes companies active in the following sectors:

- Controversial weapons
- Fossil fuels
- Tobacco
- Pornography

If a company's turnover only amounts to 10% of an excluded sector, such an investment can be included in the fund.

The fund also excludes holdings that do not meet international standards and conventions according to:

- UN Global Compact
- OECD's guidelines for multinational companies

**What is the policy to assess good governance practices of the investee companies?**

The manager evaluates the governance practices of the investee when companies are identified for engagements and exclusions. Furthermore, the assessment of corporate governance practices is naturally integrated into the selection process of companies in which the fund invests.

The manager excludes companies that violate rules established by national authorities in the markets in which the fund operates or established by central international organizations generally accepted by the global community. This includes, but is not limited to, the UN Global Compact and the OECD Guidelines for Multinational Enterprises.

**Does this financial product consider principal adverse impacts on sustainability factors?**

Yes, Principal adverse impacts are taken into account in the norm-based and industry exclusions related to fossil fuels and emissions, controversial weapons and violations of UN Global Compact and OECD Guidelines for multi-national companies. Information on for the principal adverse impacts on sustainability factors will be reported in the annual report of the fund in accordance with Article 11(2) of the SFDR.

No



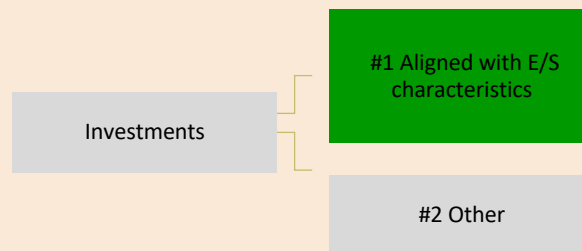
## E. Proportion of investments

### What is the asset allocation planned for this financial product?

The Fund will invest at least 90% of its assets in equity or equity related financial instruments that provide direct or indirect exposure to the global equity market in relation to companies which, in the view of the Investment Manager, are beneficiaries from the behaviour of the generation, defined as individuals born 1980 or later.

At least 90% of the Net Asset Value (“NAV”) of the fund is expected to be aligned with the environmental or social characteristics promoted by the fund (#1 Aligned with the E/S characteristics).

The proportion allowable to be held in investments for liquidity purposes (#2 Other) is expected to be 20% of the NAV of the fund.



**#1 Aligned with E/S characteristics** includes the investments of the financial product used to attain the environmental or social characteristics promoted by the financial product.

**#2 Other** includes the remaining investments of the financial product which are neither aligned with the environmental or social characteristics, nor are qualified as sustainable investments.

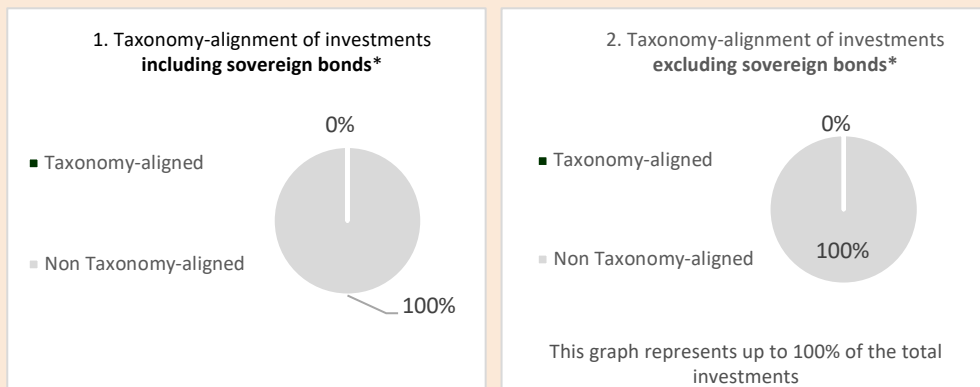
### To what minimum extent are sustainable investments with an environmental objective aligned with the EU Taxonomy?

The fund promotes environmental and social characteristics but does not aim to make sustainable investments. Therefore, the fund does not commit to a minimum extent of sustainable investments with an environmental objective aligned with the EU Taxonomy.

**Does the financial product invest in fossil gas and/ or nuclear energy related activities that comply with the EU Taxonomy<sup>1</sup>?**

- Yes:
- In fossil gas     In nuclear energy
- No

*The two graphs below show in green the minimum percentage of investments that are aligned with the EU Taxonomy. As there is no appropriate methodology to determine the Taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.*



**What is the minimum share of investments in transitional and enabling activities?**

The Fund promotes environmental and social characteristics but does not commit to making any sustainable investments. As a consequence, the Fund does not commit to a minimum extent of sustainable investments with an environmental objective aligned with the EU Taxonomy, neither to a minimum share of investments in transitional and enabling activities.

**What is the minimum share of sustainable investments with an environmental objective that are not aligned with the EU Taxonomy?**

The Fund promotes environmental and social characteristics but does not commit to making any sustainable investments. As a consequence, the Fund does not commit to a minimum share of sustainable investments with an environmental objective that are not aligned with the EU Taxonomy.

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm any EU Taxonomy objective. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

**What investments are included under “#2 Other”, what is their purpose and are there any minimum environmental or social safeguards?**

Investments included in "#2 Other" include cash, derivatives (e.g. futures), ETFs and funds where the objective does not include the promotion of environmental or social characteristics. These investments are primarily used for cash management and streamlining the fund's management and under normal circumstances amount to a maximum of 10% of the fund's NAV. No minimum safeguards are taken.



**F. Monitoring of environmental or social characteristics**

**What sustainability indicators are used to measure the attainment of the environmental or social characteristics promoted by this financial product?**

The following sustainability indicators are monitored to measure the attainment of the environmental and social characteristics promoted by the fund:

- Percentage of companies with exposures to any of the activities/sectors prohibited under the fund’s exclusion criteria;
- Percentage of assets violating the UN Global Agreements or the OECD Guidelines for Multination Enterprises;
- Percentage of assets showcasing a gender equality on their boards,
- Average ESG rating score of the portfolio.

**How are the environmental or social characteristics and the sustainability indicators monitored throughout the lifecycle of the financial product?**

The sustainability indicators used to measure the attainment of the sustainable investment objective are monitored on a regular basis throughout the lifecycle of the Fund. This is done by collecting third party data according to the Fund’s investment process as well as through ex-post evaluation.



**G. Methodologies**

**What are the methodologies used to measure the attainment of the environmental or social characteristics promoted by the financial product?**

The ESG ratings of the underlying companies are compiled by gathering data from external suppliers as well as performing in-house fundamental analysis and ranking the companies in relation to industry competitors.



The proportion of the fund's assets in controversial sectors is measured by regularly screening the fund's underlying holdings with the help of a third party.

The proportion of the fund's assets that violate principles according to the UN Global Compact or OECD guidelines for multinational companies is measured by regularly screening the fund's underlying holdings with the help of a third party.



## H. Data sources and processing

### What are the data sources used to attain each of the environmental or social characteristics?

To analyze investments, the fund primarily uses the following data sources:

- MSCI, Bloomberg, Corporate Knights, and ISS:
  - Input for ESG ratings
- Sustainalytics:
  - Data on holdings in controversial sectors
  - Monitoring of controversial events
  - Sustainalytics Global Standards Screening (GSS): Data on companies that violate or risk violating international norms according to the UN Global Compact or OECD guidelines for multinational companies

The proportion of estimated data varies between different metrics. For metrics such as indicators of negative consequences and carbon intensity, both reported data from companies and estimated data are used in cases where reported data is not available. When estimated data is used, it comes from third-party providers whose methods are considered robust and reliable. For some metrics, estimated data may account for up to 100%.



## I. Limitations to methodologies and data

### What are the limitations to the methodologies and data sources?

The manager uses third-party data deemed reliable but cannot guarantee the accuracy of the provided data. The manager reserves the right not to use this data if it is considered incorrect or irrelevant. In some cases, company-specific data may be unavailable or estimated by the manager using its internal processes. Potential cases where data is missing may include newly listed companies where third-party data is not yet available. In cases where data providers use their own assessments and valuations, the manager does not verify these. The manager also does not assess to what extent these assessments affect company analysis.



### J. Due diligence

**What is the due diligence carried out on the underlying assets?**

The fund company has due diligence procedures in place to ensure that sustainability risks and the sustainability requirements established for each fund are considered in investment decisions.

See the fund company's due diligence policy at [www.ruthassetmanagement.com](http://www.ruthassetmanagement.com) for further information: <https://www.ruthassetmanagement.com/media/wzhlqn24/policy-for-due-diligence-2024.pdf>



### K. Engagement policies

**Is engagement part of the environmental or social investment strategy?**

Yes

No



### L. Reference benchmark

**Has a specific index designated as a reference benchmark to meet the environmental or social characteristics promoted by the financial product?**

Yes

No

**Where can more product-specific information be found?**

More product-specific information can be found in the periodic reports:  
<https://www.ruthassetmanagement.com/media/cfpfih42/a-rsbera-ttelse-2023.pdf>