

Danske Invest SICAV Euro Sustainable High Yield Bond Class WA

ESG investment restrictions explained

A fund with ESG restrictions is not allowed to invest in companies that are involved in certain business activities. For instance, none of Danske Invest's funds may invest in companies deriving 30% or more of their revenue from coal. The restriction criteria for this specific fund is outlined in the section below.

Important information:

- Danske Invest continuously updates its ESG data, this can lead to new companies becoming restricted as well as restricted companies being opened for investments.
- Funds may not be exposed to any restricted companies in their investment universe and thus be unaffected by the ESG restrictions.
- For Fund-of-funds, restrictions may not apply to externally managed funds (not managed by Danske Invest).

Investment restrictions & definitions

The following investment restrictions are applied for the fund:

- | | | |
|---|---|--|
| <input type="checkbox"/> Alcohol
Companies deriving 5% or more revenue from activities linked to alcohol. | <input type="checkbox"/> Fossil fuels
Companies deriving 5% or more revenue from activities linked to fossil fuels. | <input checked="" type="checkbox"/> Tar sands
Companies deriving 30% or more revenue from the extraction of oil sands. |
| <input checked="" type="checkbox"/> Thermal coal mining
Companies deriving 30% or more revenue from thermal coal mining. | <input type="checkbox"/> Military equipment
Companies deriving 5% or more revenue from activities linked to military equipment. | <input checked="" type="checkbox"/> Tobacco
Companies deriving 5% or more revenue from activities linked to tobacco. |
| <input type="checkbox"/> Commercial gambling
Companies deriving 5% or more revenue from activities linked to commercial gambling. | <input checked="" type="checkbox"/> Norms
Companies not complying with criteria for international norms. | <input type="checkbox"/> Other
Other |
| <input checked="" type="checkbox"/> Controversial weapons
Companies involved in anti-personnel mines, biological, chemical weapons, cluster munitions or nuclear weapons. | <input type="checkbox"/> Pornography
Companies deriving 1% or more revenue from activities linked to pornography. | |

Basic information

ISIN code	LU1687330628
Benchmark	Bloomberg-Barclays Capital Euro High Yield 3% Issuer Capped Index in EUR.
Website	https://www.danskeinvest.com
Fund domicile	LU
Currency	EUR
Manager	Cecilie Hoffmeyer

Investment policy

The fund invests mainly in below investment grade (high yield) corporate bonds from anywhere in the world, including emerging markets, that are denominated in Euro (EUR) and issued by companies that have a positive or an improving Environment, Social and Governance (ESG) profile. Specifically, the fund invests at least two-thirds of net assets in bonds and other debt instruments that are traded on a regulated market and are denominated in EUR. While the fund invests mainly in below investment grade bonds, it may invest up to 50% of net assets in bonds with a minimum rating of Baa3/BBB- (or similar). In addition to the sustainable investment policy that applies to all funds in the SICAV, this fund seeks to minimise or avoid exposure to companies whose revenues mainly originate from sectors such as controversial weapons, tobacco, alcohol, pornography, fossil fuels and gambling. In actively managing the fund's portfolio, the management team selects securities that appear to offer superior investment characteristics, using both financial and ESG criteria to assess risks and opportunities. The fund generally expects that its holdings, and therefore its performance, may differ significantly from those of the benchmark. The fund may use derivatives for hedging and efficient portfolio management, as well as for investment purposes. The total duration, including cash, is the benchmark duration plus/minus 2 years. The duration indicates among others the price risk of the bonds in which the fund invests. The lower the duration, the more price stable the bonds, if interest rates change.

Disclaimer & contact information

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