

Responsible Investment
Fact Sheet
Multi-Management
Funds

Dated January 2020

Screening and Engagement:

Screening Annual screening of the holdings in the investment funds on compliance with the principles of the UN Global Compact principles. Screening by Sustainalytics.

UN Global Compact [Principles of the UN Global Compact](#) on human rights, labour, environment and anti-corruption.

Engagement Engagement is conducted with companies which do not comply with the UN Global Compact principles. The engagement cycle may take up to three years. The objective is to convince the company to act in line with the UN Global Compact principles.

Sustainalytics carries out the engagement activities. In addition, the external asset managers will be asked to address the controversies with the company where possible.

Focuslist Engagement <https://tkpinvestments.com/tkpi-focuslijst-engagement/>

Exclusions:

Exclusion policy Companies may be excluded from investments based on certain criteria: controversial weapons, non-compliance with UN Global Compact (after engagement), thermal coal and tobacco.

Sovereign debt from certain countries may be excluded from investment in case of a systematic breach of human rights.

The exclusion list is updated on an annual basis. At the discretion of AAM the exclusion list may be updated intra year.

Exclusion list [Exclusion List 2020](#)

Criteria for exclusion of controversial weapons Exclusions are applicable to companies that are involved in the core weapon system, or components/services of the core weapon system that are considered tailor-made and essential for the lethal use of the weapon. Companies may be involved directly or indirectly through corporate ownership according to certain criteria. Exclusions are based on the research by Sustainalytics.

Exclusions cover the following types of controversial weapons:

- Anti-personnel mines
Anti-personnel mines are explosives that are designed to detonate at the proximity or contact of a person, which incapacitates, injures, or kills the person and/or others nearby.

- Cluster weapons
Cluster weapons are air-dropped explosives that release in flight 10 or more submunitions (bomblets), each weighing less than 4 kg.
- Depleted uranium munitions
Depleted uranium munitions are projectiles (bullets, rockets, etc.) that have been equipped with the radioactive chemical substance depleted uranium (with U-235 concentrations of 0.7% or lower).
- Nuclear weapon
A nuclear weapon is a device that is capable of releasing nuclear energy in an uncontrolled manner, due to fusion and/or fission reactions, making it a highly destructive explosive.
- White phosphorus
A white phosphorus munition is any projectile (e.g. flares, grenades, or mortars) that is equipped with white phosphorus, in order to act as a smoke-producing agent, or as tracer, illumination, or incendiary munition. White phosphorus is an allotrope of the chemical element phosphorus, which burns fiercely when exposed to oxygen.
- Biological or chemical weapons
Biological or chemical weapons are munitions that utilize biological or chemical agents, respectively, to inflict death or harm. Either type can be dispersed in gas, liquid, or solid forms.

Criteria for exclusion on UN Global Compact

Companies that are not compliant with the UN Global Compact principles and have not shown satisfactory results in the engagement within a three year period.

Criteria for exclusion of Thermal coal

Companies that derive 30% or more of their revenues from thermal coal exploration, mining or refining.

The threshold will be decreased to reach effectively zero (0-5%) by 2030.

Criteria for exclusion of tobacco

Companies that derive more than 5% of their revenues from tobacco production.

Tobacco producers are companies that manufacture tobacco products, such as cigars, blunts, cigarettes, beedis, kreteks, smokeless tobacco, snuff, snus, and chewing tobacco. This also includes companies that grow or process raw tobacco leaves. Retailers, suppliers, licensors and distributors are omitted.

Criteria for exclusion of oil sands

Companies that derive 30% or more of their total oil equivalent production from oil sands

	The threshold will be decreased to reach effectively zero (0-5%) by 2030.
	Pipeline operators that are significantly involved in the transportation of products derived from oil sands
Criteria for exclusion of Sovereign debt	Sovereign debt from countries that systematically breach human rights. Sanctions by the UN Security council or the European Union (such as an arms embargo) act as an indicator.
Voting:	
Voting scope	Voting applies to all listed equity holdings in the investment funds, where practically possible. The votes cast are published on the website ' proxy vote disclosure '.
Voting policy	The voting policy is based on the policy of our proxy voting advisor ' ISS International Sustainability Proxy Voting Guidelines ' This policy is aligned with the UN Principles for Responsible Investment .
Votes cast	In principle the advice from the proxy voting agent is followed (implied consent). In exceptional cases it may be decided to cast a vote that deviates, but only after having made a sound analysis. Reasons for an exception could be shareholder resolutions, an alert from an external manager, an alert from Eumedion or publications in the press.
Abstain from voting	To abstain from a potential conflict of interest no votes will be cast on listed companies that are the sponsor of TKPI pension plan sponsors, nor on that have an ownership relationship with TKPI. https://tkpinvestments.com/tkpi-lijst-met-bedrijven-waarvoor-geen-gebruikt-wordt-gemaakt-van-het-stemrecht/

