

State Street World Screened Index Equity Fund

Opplysninger på nettstedet til et artikkel 8-fond



A. Sammendrag

State Street World Screened Index Equity Fund ("**fond**") er et indeksfond som sporer utviklingen til MSCI World ex UNGC og CW Index ("**indeks**"). De miljømessige og sosiale egenskapene fremmes av fondet gjennom indeksen fondet har valgt. Indeksen representerer resultatene til de modne aksjemarkedene globalt. Samtidig ekskluderes selskaper som er knyttet til kontroversielle våpen eller ikke overholder FNs Global Compact-prinsipper ("**UNGC**").

Fondet fremmer miljømessige eller sosiale egenskaper, men har ikke bærekraftig investering som mål.

De miljømessige og sosiale egenskapene fremmes av fondet gjennom indeksen fondet har valgt.

Fondets investeringspolitikk er å følge utviklingen til indeksen så tett som mulig ved hjelp av replikasjonsstrategien, som nærmere beskrevet under "Investment Strategies" i prospektet. Samtidig søker man i størst mulig grad å minimere sporingsforskjellen mellom fondets og indeksens avkastning. Vurderingen av god eierstyringspraksis gjennomføres gjennom den negative utsorteringen som indeksen benytter.

Investeringsforvalteren benytter en bindende ESG-metodologi som tar sikte på å sette sammen en portefølje der minst 90 % av fondets eiendeler investeres i verdipapirer som er i samsvar med de miljømessige og sosiale egenskapene som fondet fremmer. Den gjenværende delen (<10 %) av porteføljen, som består av kontanter og kontantekvivalenter som investeringsforvalteren holder etter eget skjønn, vil ikke være i samsvar med de miljømessige og sosiale egenskapene som fremmes. I den utstrekning fondet kan bruke finansielle derivater, vil disse ikke bli brukt til å oppnå de miljømessige eller sosiale egenskapene som fondet fremmer.

Fondet forplikter seg ikke til å gjøre bærekraftige investeringer i henhold til SFDR eller taksonomiforordningen.

Hvor stor andel av fondets portefølje som investeres i verdipapirer som inngår i indeksen, utgjør en bærekraftindikator som brukes til å måle oppnåelsen av de ulike miljømessige og sosiale egenskapene som fondet fremmer.

Koblingen til indeksmetodologien som fanger opp de miljømessige og sosiale egenskapene som fondet fremmer, er gjort tilgjengelig i det relevante tillegget og er inkludert nedenfor.

Datakildene som brukes til å oppnå de relevante miljømessige og sosiale egenskapene, er nærmere beskrevet i indeksmetodologien.

Det foreligger en risiko for at indeksleverandøren gjør feil, som for eksempel kan være feilvurdering

av sorteringskriteriene beskrevet i investeringspolicyen, inkludering av ukorrekte komponenter og/eller utelatelse av korrekte komponenter i screeningsprosessen. ESG-data kan være basert på visse forutsetninger, prognoser, fremskrivinger, synspunkter og meninger, som igjen kan være basert på dagens markedstrender eller forventede fremtidige hendelser. Gitt den evolverende og innovative naturen til datamodeller, metodologier og forutsetninger og den iboende usikkerheten ved prognoser om fremtidige hendelser, kan det ikke garanteres at ESG-dataene alltid er nøyaktige eller korrekte, eller at ESG-dataene vil tilfredsstillere målene eller kravene til en bestemt kunde eller investor. Videre kan det forekomme at data ikke kan hentes inn på grunn av manglende tilgang til datakilder.

SSGA fører tilsyn med eksterne leverandører, inkludert indeksleverandører, i henhold til dets tredjeparts risikostyringsprogram. SSGA er regelmessig i kontakt med indeksleverandører for å gjennomgå servicenivå, og de foretar også målrettede gjennomganger av indeksleverandørenes prosesser, systemer, systemkontroller, data, kvalitetskontroller og IT-sikkerhet.

SSGAs retningslinjer for engasjement er ikke direkte integrert i fondets investeringsstrategi. SSGAs Asset Stewardship-program konsoliderer imidlertid alle stemme- og engasjementsaktiviteter på tvers av aktivaklasser uavhengig av investeringsstrategi eller geografisk region, og dette gjør de også på vegne av fondet.

Fondet har valgt indeksen for å oppnå de miljømessige og sosiale egenskapene som fremmes av fondet.

Indeksen gjennomgås og rebalanseres kvartalsvis, og det gjennomføres endringer ved slutten av siste virkedag i februar, mai, august og november.

Det henvises til MSCIs beskrivelse av indeksmetodologien, som du finner på følgende lenke: <https://www.msci.com/index-methodology> (indekskode 731077)

Du finner nærmere opplysninger i de relevante delene nedenfor samt prospektet og det relevante tillegget.



B. No sustainable investment objective

The Fund promotes environmental or social characteristics, but does not have as its objective a sustainable investment.



C. Environmental or social characteristics of the financial product

The State Street World Screened Index Equity Fund is an index fund tracking the performance of the MSCI World ex UNGC and CW Index. The environmental and social characteristics promoted by the Fund is the Index designated by the Fund. The Index represents the performance of the broad global developed equity markets while excluding companies that are associated with Controversial Weapons or fail to comply with UNGC principles.



D. Investment Strategy

The investment policy of the Fund is to track the performance of the Index as closely as possible using the Replication Strategy as further described in the “Investment Strategies” section of the Prospectus, while seeking to minimise as far as possible the tracking difference between the Fund’s performance and that of the Index.

Securities in the Fund are selected primarily from the constituents of the Index. Essentially, the portfolio of the Fund would be a near mirror-image of the Index. The Fund also may, in exceptional circumstances, invest in securities not included in the Index but that are believed to closely reflect the risk and distribution characteristics of securities of the Index. The Fund may also hold (i) securities which, in the opinion of the Investment Manager, are likely to become part of the Index and (ii) securities acquired through corporate activity which may not form part of the Index. Securities in the Index are weighted by free float-adjusted market capitalisation after screening out securities based on an assessment of their adherence to ESG criteria i.e., non-compliance with UNGC principles and controversial weapons.

The assessment of good governance practices is implemented through the negative screening utilised by the Index. Companies deemed by the Index provider to not violate UNGC principles are considered to exhibit good governance.



E. Proportion of investments

The Investment Manager employs a binding ESG methodology which aims to build a portfolio where at least 90% of the Fund’s assets are invested in securities which are aligned with environmental and social characteristics promoted by the Fund. The remaining portion (<10%) of the portfolio, consisting of cash as well as cash equivalents in place held at the Investment Manager’s discretion, will not be aligned with the promoted environmental and social characteristics.

To the extent that the Fund may use financial derivative instruments, these will not be used to attain the environmental or social characteristics promoted by the Fund.

The Fund does not commit to making sustainable investments within the meaning of the SFDR or the Taxonomy Regulation.



F. Monitoring of environmental or social characteristics

The Index represents the performance of the broad global developed equity markets while excluding companies that are associated with Controversial Weapons or fail to comply with UNGC principles. Consequently, the attainment of the associated environmental and social characteristics is measured through the Index exclusions of companies that are associated with Controversial Weapons and the companies that fail to comply with the UNGC principles. The proportion of the Fund's portfolio invested in securities included in the Index will constitute sustainability indicator used to measure the attainment of each of the environmental or social characteristics promoted by the Fund.

The Fund rebalances on a quarterly basis, in line with the Index rebalancing frequency.



G. Methodologies

The link to the Index methodology which captures the environmental or social characteristics promoted by the Fund is made available in the Relevant Supplement and in Section L below.



H. Data sources and processing

The data sources used to attain the relevant environmental or social characteristics are detailed in the Index methodology.



I. Limitations to methodologies and data

There is a risk that the index provider may make errors, such as incorrect assessment of the screen criteria described in the Investment Policy and/or include incorrect/exclude correct constituents in the screening process. ESG scoring and screening is subject to inherent methodological limits. Any assessment of ESG criteria by an Index is based on the data provided by third parties. Such assessments are dependent upon information and data that may be incomplete, inaccurate or unavailable, which could cause incorrect assessment of a company's ESG performance. In particular there may be potential inconsistencies, inaccuracy or a lack of availability of required ESG data, particularly where this is issued by external data providers. These limitations may include but are not limited to issues relating to:

- missing or incomplete data from companies (for example, relating to their capacity to manage their Sustainability Risks) which have been used as input for any scoring model;
- the identification of relevant factors for the ESG analysis; and
- the quantity and quality of ESG data to be processed.

ESG data may be based on certain assumptions, forecasts, projections, views and opinions which may be based on current market trends or anticipated future events. To assess company involvement in different activities and to estimate revenue shares as accurately as possible, data providers strive to obtain information directly from companies and issuers. Sources of data include annual reports, regulatory filings, sustainability reports, press releases, investor presentations, company websites, and other company disclosures. Given the developing and innovative nature of data models, methodologies and assumptions and the inherent uncertainty in predicting forward-looking events, it cannot be guaranteed that the ESG data is always accurate or correct or that the ESG data will satisfy the aims or requirements of any specific client or investor. Furthermore, there may be data that cannot be sourced due to the lack of availability of data sources.



J. Due diligence

SSGA oversees external vendors, including index providers, in line with its third party risk management programme. SSGA engages with index providers regularly for service level reviews and also undertakes targeted reviews of index providers' processes, systems & systems controls, data, quality controls & IT security.



K. Engagement policies

Is engagement part of the environmental or social investment strategy?

Yes

No

While SSGA engagement policies are not directly embedded into the Fund's investment strategy, for SSGA the informed exercise of voting rights coupled with targeted and value-driven engagement is the most effective mechanism of creating value and managing Sustainability Risk for the investors. SSGA's Asset Stewardship programme consolidates all voting and engagement activities across asset classes, irrespective of investment strategy or geographic region. The engagement strategy is built on SSGA's ability to prioritise and allocate resources to companies and issues that have the greatest potential impact. SSGA's Asset Stewardship programme is underpinned by 3 separate pillars, that is, (i) providing information and guidance to investee companies on the development of ESG practices across key issues, (ii) engaging with portfolio companies to encourage transparent, accountable, high performing boards and companies, and (iii) by exercising voting rights in a manner that reflects long term investment objectives for the purpose of influencing the activity or behaviour of the issuers. To support this process, SSGA has developed proprietary in-house tools to help identify companies for active engagement based on various financial and ESG indicators.



L. Reference benchmark

Has a reference benchmark been designated for the purpose of attaining these characteristics promoted by the Fund?

- Yes
- No

The Fund is an index fund tracking the performance of the MSCI World ex UNGC and CW Index. The Index has been designated for the purpose of attaining the environmental and social characteristics promoted by the Fund. The Index integrates exclusion criteria relating to companies that are associated with Controversial Weapons or that fail to comply with the UNGC Principles.

The Index is reviewed and rebalanced on a quarterly basis, with the changes implemented as of the close of the last business day of February, May, August and November.

Please refer to MSCI's index methodology description which can be found at the following link:

<https://www.msci.com/index-methodology> (index code 731077)

The MSCI World ex UNGC and CW Index is a trademark of MSCI Inc.