

ESG REPORT

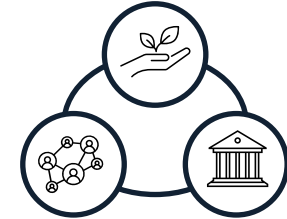
DYNASTY GLOBAL CONVERTIBLE



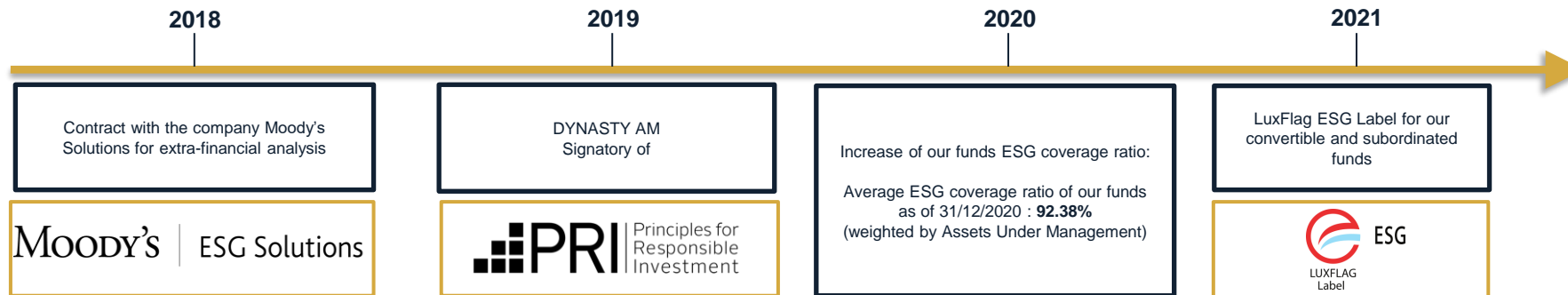
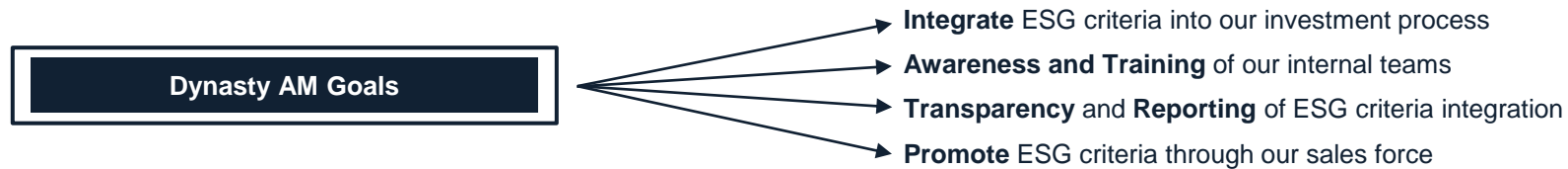
31st March 2024

ESG POLICY

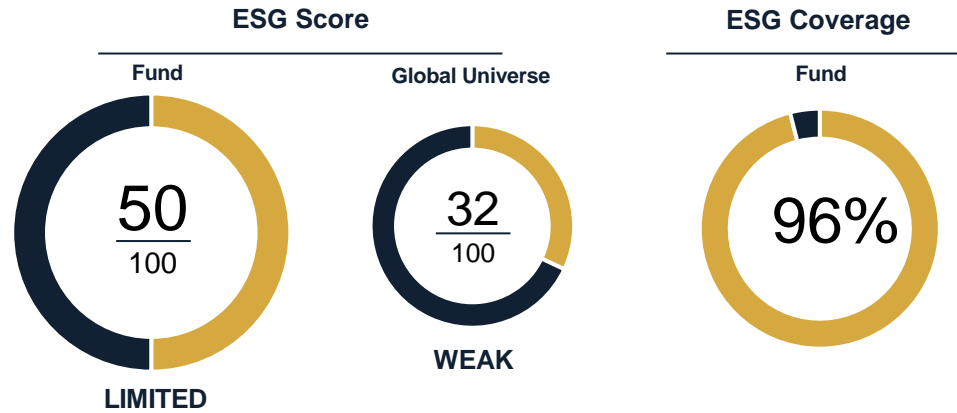
Dynasty AM S.A.'s **ESG (Environment, Social and Governance)** philosophy is based on the principle that there is a positive correlation between taking into account extra-financial criteria and generation of added value. We therefore aim to obtain the best long-term risk- return ratio for our clients, **by incorporating ESG criteria into our financial analysis.**



Objectives established by the working group were determined using the PRI Principles:



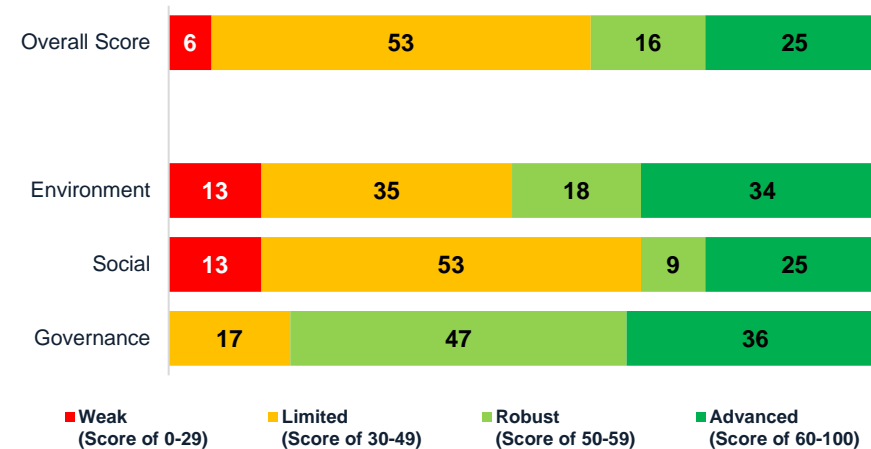
DYNASTY GLOBAL CONVERTIBLES



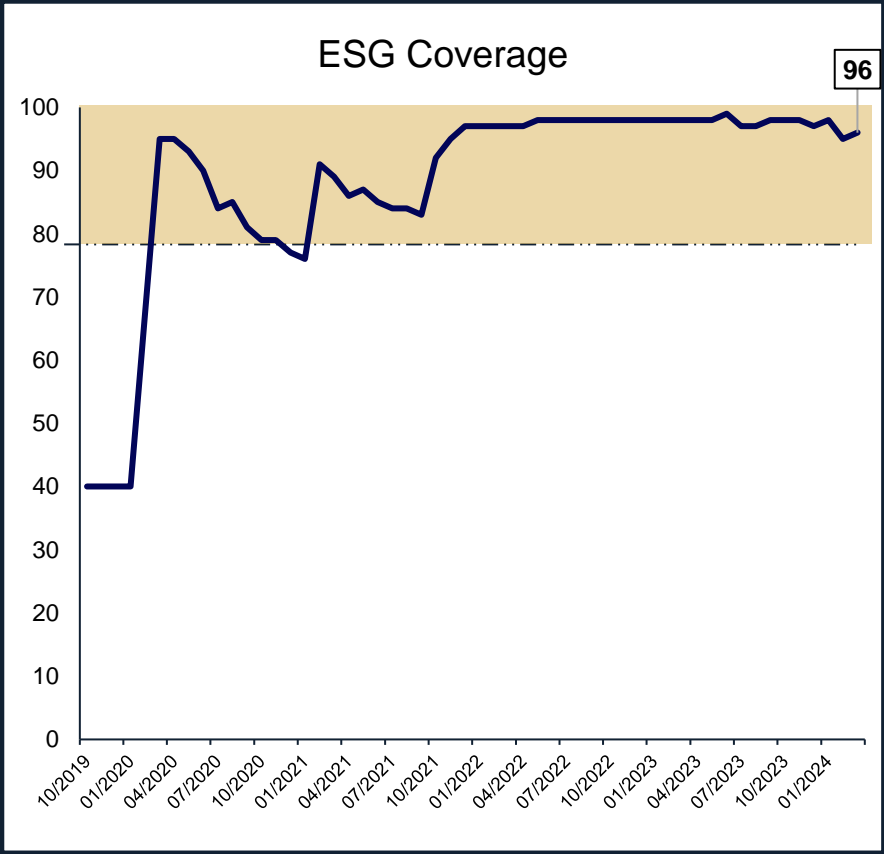
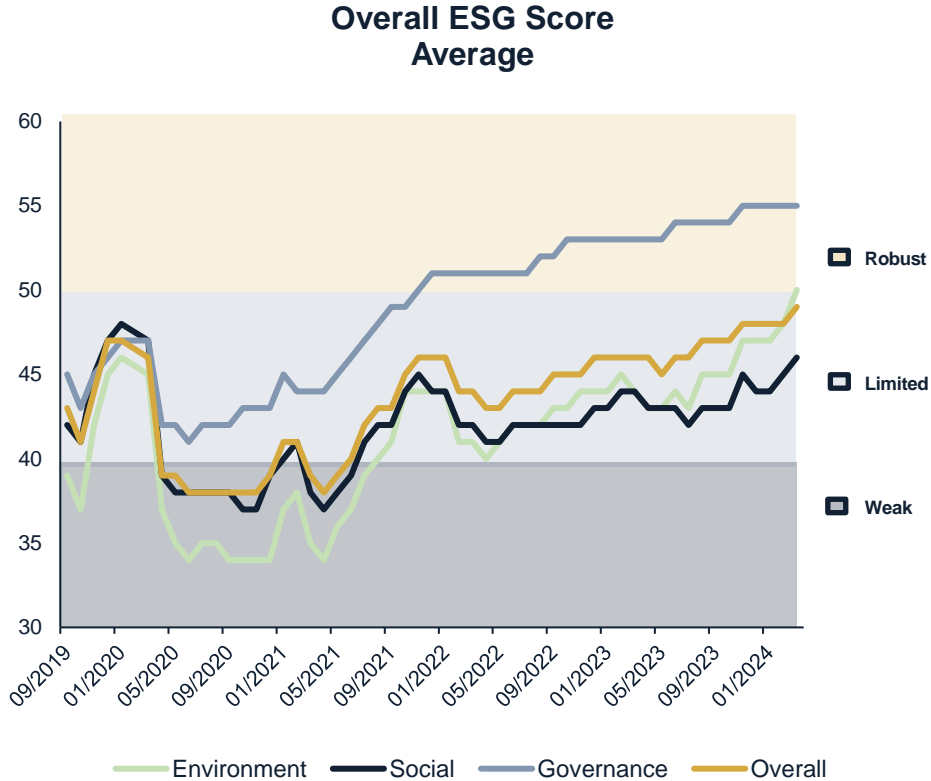
Overall and Domain Scores

	Average
Overall	50
Environment	50
Social	46
Governance	55

ESG Score Breakdown (% investment)



DYNASTY GLOBAL CONVERTIBLES



DYNASTY GLOBAL CONVERTIBLES

5 highest rated ESG positions

Rank	Holding Name	Portfolio Weight	Sector (GICS)	Rating
1	Carrefour 0.750% 2024	0.8%	Consumer, Non-cyclical	Advanced
2	Enel 0% 2024	0.3%	Utilities	Advanced
3	Danone 1.250% 2024	0.8%	Consumer, Non-cyclical	Advanced
4	L'Oréal 0.375% 2024	0.9%	Consumer, Non-cyclical	Advanced
5	Schneider Electric 0.250% 2024 / 0% 2026	4.2%	Industrial	Advanced

5 lowest rated ESG positions

Rank	Holding Name	Portfolio Weight	Sector (GICS)	Rating
1	Voyageurs du Monde 3.0% 2028	0.2%	Consumer, Cyclical	Weak
2	Airbnb 0% 2026	0.4%	Consumer, Cyclical	Weak
3	Digi Communications 2.5% 2025	0.1%	Communications	Weak
4	Liberty Media 2.250% 2027	0.4%	Communications	Weak
5	Kingsoft 0.625% 2025	0.6%	Technology	Weak

DYNASTY GLOBAL CONVERTIBLES

5 largest positions

Rank	Holding Name	Portfolio Weight	Sector (GICS)	Rating
1	Rheinmetall 2.250% 2030	3.5%	Industrial	Limited
2	Booking 0.750% 2025	3.2%	Consumer, Cyclical	Limited
3	Schneider Electric 0% 2026	3.1%	Industrial	Advanced
4	Pioneer 0.250% 2025	3.0%	Energy	Limited
5	Artemis/Puma 0% 2025	2.9%	Consumer, Cyclical	Robust



DYNASTY GLOBAL CONVERTIBLES

We will implement a formal upstream **exclusion policy** on our **article 8** investable universe that will formally prohibit investments in companies that have as main activity :

- Thermal coal mining and extraction



- Tobacco production



- Gambling



We also comply with the U.S. Executive Order 13959 “Addressing the Threat from Securities Investments that Finance Communist Chinese Military Companies”

EXCLUSION

Thermal coal mining and extraction

Holding Name	ISIN	Portfolio Weight
None in portfolio		

Tobacco production

Holding Name	ISIN	Portfolio Weight
None in portfolio		

Gambling

Holding Name	ISIN	Portfolio Weight
None in portfolio		

Chinese Military-Industrial Complex

Holding Name	ISIN	Portfolio Weight
None in portfolio		

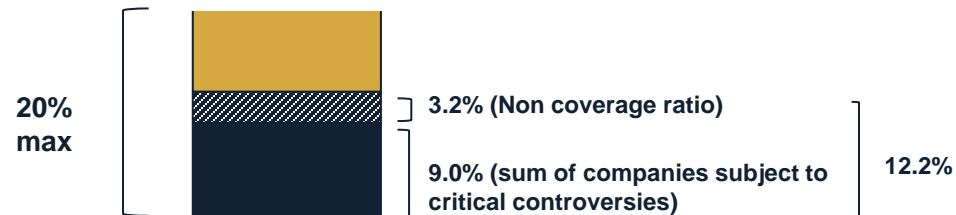


DYNASTY GLOBAL CONVERTIBLES

We have decided to include a **special filter** on companies subject to critical controversies (i.e., the most severe) in domains we consider to be the most impacting.

These domains are :

- (1) Environmental Strategy
- (2) Climate Change
- (3) Waste
- (4) Fundamental Human Rights
- (5) Audit and Internal Controls








Companies subject to critical controversies*

Holding Name	Portfolio Weight	Sector (GICS)	Domains impacted by the critical controversy
Volkswagen 3.375% Perp (Call 2024)	0.9%	Consumer, cyclical	5
Uber 0.375% 2024 / 0% 2025	4.5%	Communications	4 - 5
Glencore 0% 2025	1.0%	Basic Materials	2 - 3
Stellantis 3.75% 2024	1.5%	Consumer, cyclical	5
Bayer 0.375% 2024	1.0%	Consumer, non-cyclical	5
Shell 0.750% 2024	0.1%	Communications	1 - 2 - 3 - 4

*These companies will remain investable, but the sum of these investments may not exceed a ratio of **10%** of the portfolio in case the investment universe is European or **20%** of the portfolio if the investment universe is global. Furthermore, these ratios are to be cumulated within the non-coverage ratios.

DYNASTY GLOBAL CONVERTIBLES

If the **critical** controversy is linked to one of the following **sub domains** the company is not eligible for investment and if the company is subject to the controversy whilst already in the portfolio the fund manager has **3 months** to sell the position, whilst the company will be added to the list of **excluded investments**.

- Cluster Munitions

- Controversial Weapons

- Nuclear Weapons

- Anti Personal Mines

- Anti Personal Landmines


EXCLUSION

Cluster Munitions

Holding Name	ISIN	Portfolio Weight
None in portfolio		

Anti Personal Mines

Holding Name	ISIN	Portfolio Weight
None in portfolio		

Controversial Weapons

Holding Name	ISIN	Portfolio Weight
None in portfolio		

Anti Personal Landmines

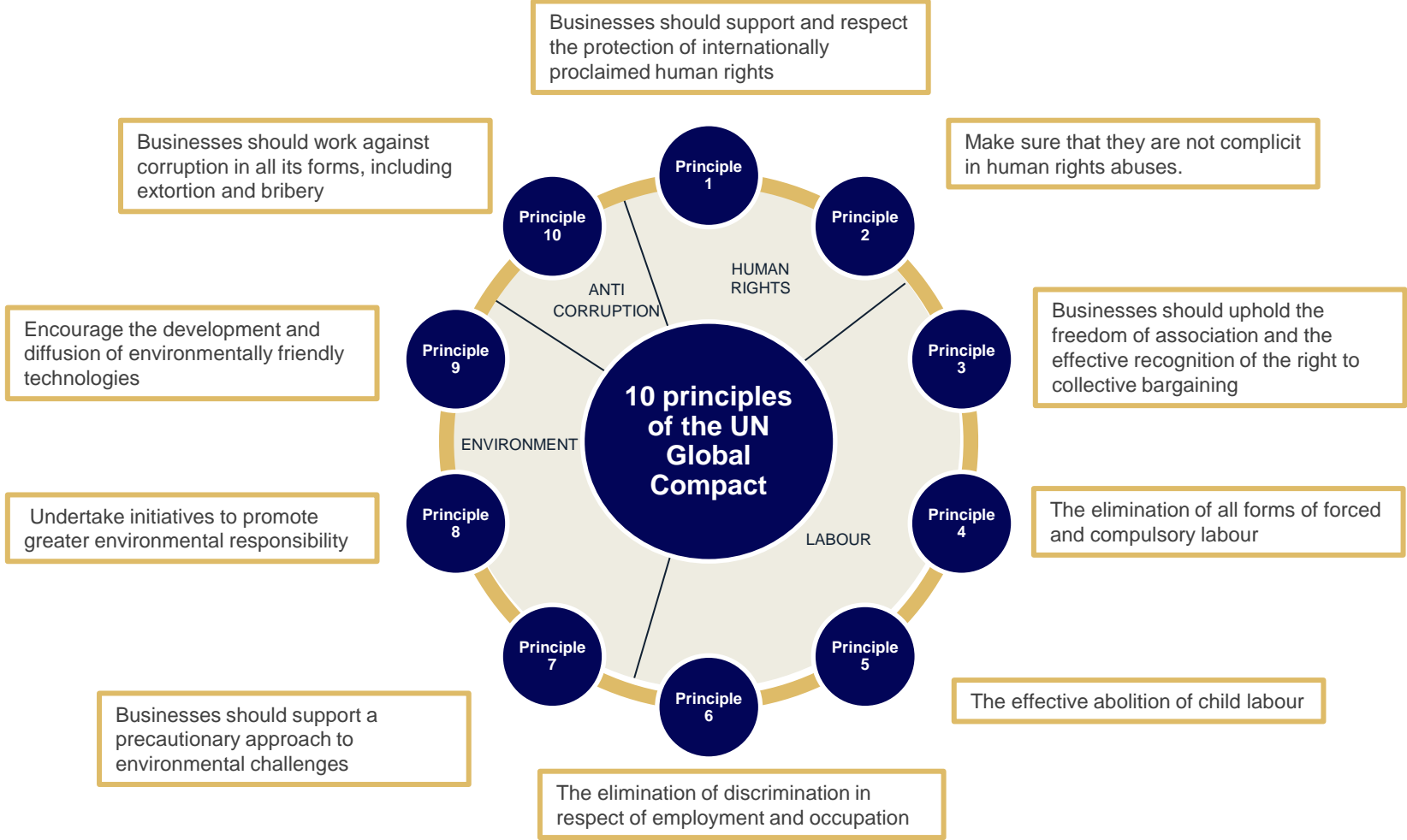
Holding Name	ISIN	Portfolio Weight
None in portfolio		

Nuclear Weapons

Holding Name	ISIN	Portfolio Weight
None in portfolio		



DYNASTY GLOBAL CONVERTIBLES



DYNASTY GLOBAL CONVERTIBLES

We associated each **principle** to a specific **analysis' criteria**:

- Principle 1 and 2: Human Rights → Fundamental Human Rights
- Principle 3: Human Resources → Social Dialogue
- Principle 4 and 5: Human Rights → Child and Forced Labour
- Principle 6: Human Rights → Non-Discrimination
- Principle 7 and 8: Environment → Environmental Strategy
- Principle 9: Environment → Use and Disposal of Products
- Principle 10: Business Behaviour → Corruption

If a company has a **controversy** linked to one of these criteria and the status of the controversy in question is considered “**Critical**”, an **engagement process** shall be undertaken with companies.

If this engagement does not lead to the desired change in a period of **2 years** from the **start** of this engagement, the company will join our **Global Compact Exclusion List**.

Holding Name	Portfolio Weight	UN Global Compact principle	Dynasty AM Status	Start of engagement	Time remaining below 2 years ?
Volkswagen 3.375% Perp (Call 2024)	0.9%	Principles No. 9	Not Active		
Uber 0% 2025 / 0.875% 2028	4.5%	Principles No. 1, 2	Not Active		
Glencore 0% 2025	1.0%	Principles No. 1, 2	Ongoing Controversy	31/01/2022	No
Stellantis 3.75% 2024	1.5%	Principles No. 9, 10	Not Active		
Bayer 0.375% 2024	1.0%	Principles No. 9	Not Active		
Shell 0.750% 2024	0.1%	Principles No. 7,8	Not Active		



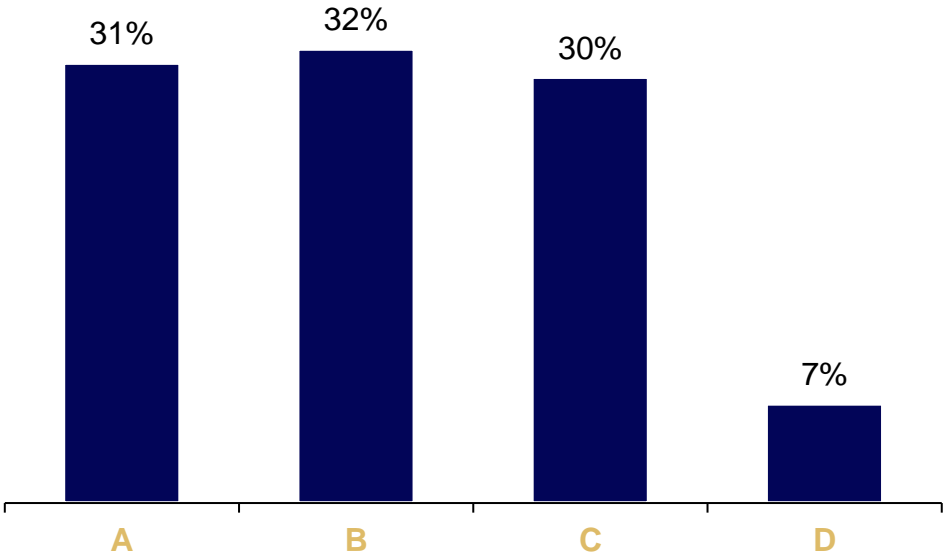
DYNASTY GLOBAL CONVERTIBLES

Carbon Footprint (of investments)

A B C D



Significant

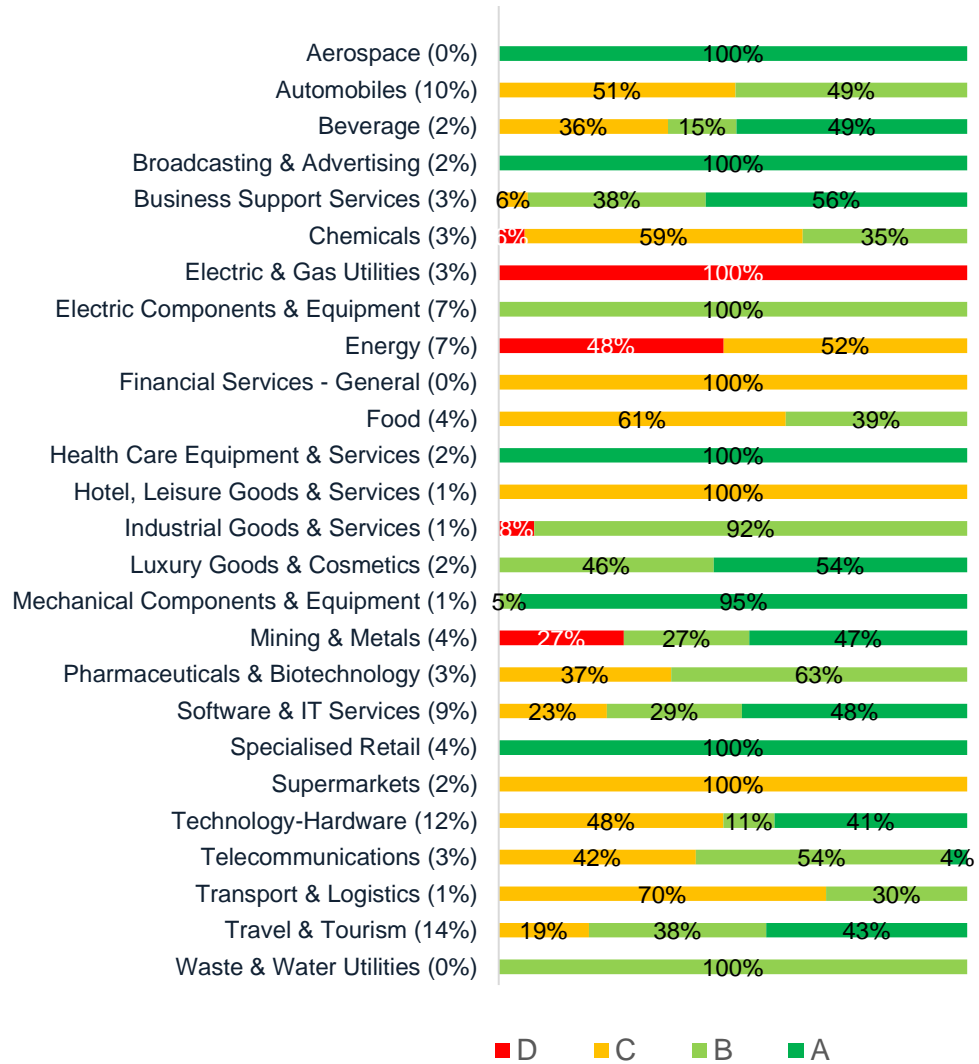


% of the covered companies

Scale	Emissions (T CO2 Equivalent)*	Categories
A	<100 000	Moderate
B	>= 100 000 and <1 000 000	Significant
C	>= 1 000 000 and <10 000 000	High
D	>= 10 000 000	Intense

* Scope 1 & 2

DYNASTY GLOBAL CONVERTIBLES



Carbon Footprint Breakdown by Sector (of investments)

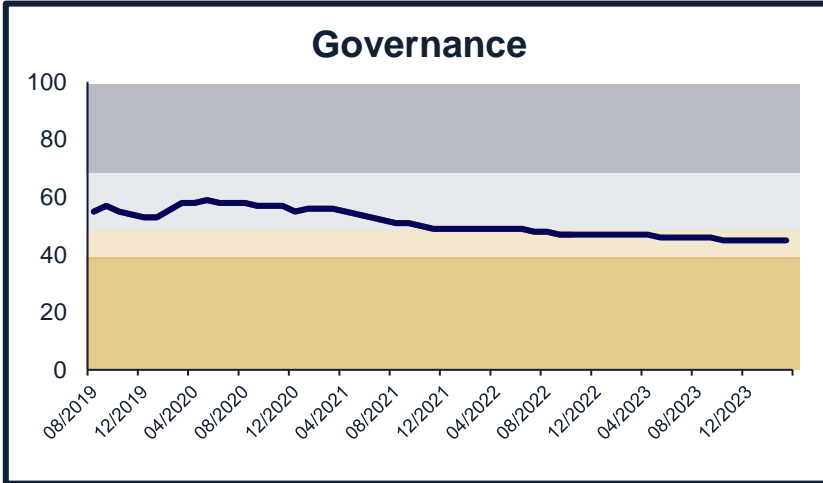
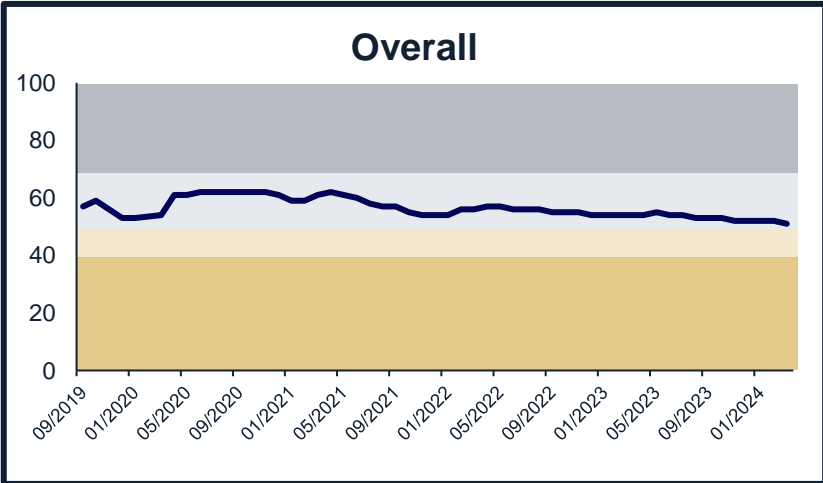
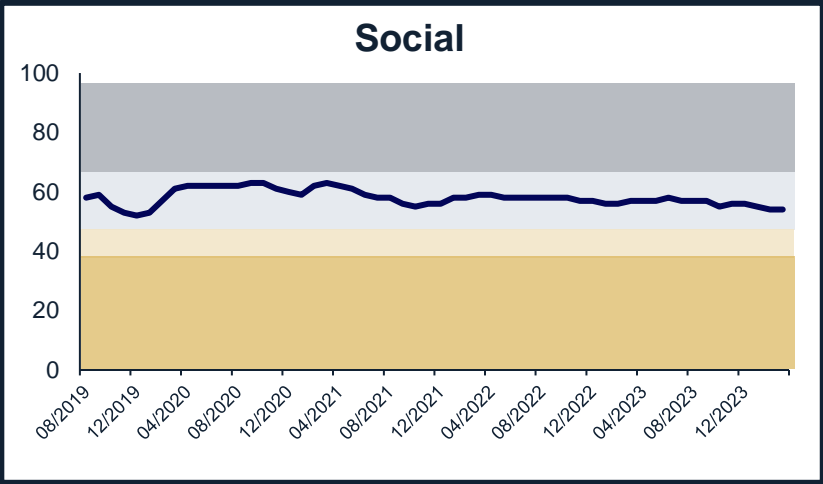
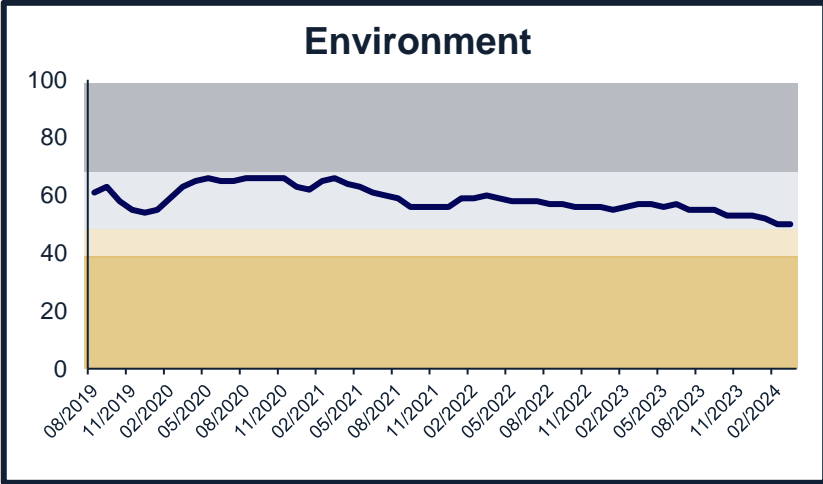


Scale	Emissions (T CO2 Equivalent)*	Categories
A	<100 000	Moderate
B	>= 100 000 and <1 000 000	Significant
C	>= 1 000 000 and <10 000 000	High
D	>= 10 000 000	Intense

* Scope 1 & 2

DYNASTY GLOBAL CONVERTIBLES

ESG RISKS



- Advanced
- Robust
- Limited
- Weak

DYNASTY GLOBAL CONVERTIBLES

LuxFLAG ESG Label – Exclusion List

List of sectors and activities, in which investments must be **excluded**:

- (1) Controversial Weapons
- (2) Controversial Jurisdictions
- (3) Tobacco
- (4) Controversial Behavior



ESG



LuxFlag Compliant

Controversial Weapons

Holding Name	ISIN	Portfolio Weight
None in portfolio		

Controversial Jurisdictions

Holding Name	ISIN	Portfolio Weight
None in portfolio		

Tobacco

Holding Name	ISIN	Portfolio Weight
None in portfolio		



DYNASTY GLOBAL CONVERTIBLES

LuxFLAG ESG Label – Exclusion List

List of sectors and activities, in which investments must be **excluded**:

- (1) Controversial Weapons
- (2) Controversial Jurisdictions
- (3) Tobacco
- (4) Controversial Behavior



LuxFlag Compliant

Controversial Behavior

Holding Name	Portfolio Weight	UN Global Compact principle	Dynasty AM Status	Start of engagement	Time remaining below 2 years ?
Volkswagen 3.375% Perp (Call 2024)	0.9%	Principles No. 9	Not Active		
Uber 0% 2025 / 0.875% 2028	4.5%	Principles No. 1, 2	Not Active		
Glencore 0% 2025	1.0%	Principles No. 1, 2	Ongoing Controversy	31/01/2022	No
Stellantis 3.75% 2024	1.5%	Principles No. 9, 10	Not Active		
Bayer 0.375% 2024	1.0%	Principles No. 9	Not Active		
Shell 0.750% 2024	0.1%	Principles No. 7,8	Not Active		



DISCLAIMER

— This document and its data are provided for information purposes only and should not be conceived as a solicitation or offer to buy or sell any securities or related financial instruments by **DYNASTY AM**. Any investment put in place on the basis of this presentation must be executed in respect of the laws and rules applicable to each investor.

— **DYNASTY AM** is not advisors and neither **DYNASTY AM**, nor any officers or employees accepts any liability whatsoever for any financial result or from any other nature arising from use of this publication or its content.

— You are advised to make your own risk analysis and consult any independent advisors you believe necessary (law, financial, tax, accounting or any other advisors).

— **DYNASTY AM** brings your attention to the fact that the value of, and income from, any investment in its products may largely fluctuate due to their natures. The products have prospectuses registered with the **CSSF** (Commission de Surveillance du Secteur Financier). They are available on the website www.dynasty-am.lu.

— This presentation is exclusively reserved for your private use and any dissemination or disclosure, either in whole or partial, is prohibited except with formal written approval by **DYNASTY AM**.

— Before any subscription, it is necessary to consult the prospectus of the fund. Past performances do not predict actual or future performances which may differ substantially from those reflected.



Get in touch/ Sales contact

DYNASTY AM S.A.
13-15, route d'Esch
L-1470 Luxembourg
Tel. : +352 24 69 77

Laurent PLUCHARD
Founder – Managing Director
Tel: +352 2469 77 642
Mobile: +352 621 380 785
laurent.pluchard@dynasty-am.lu

Henri RAYOT
Institutional Sales - Europe
Tel: +352 2469 77 644
Mobile: +352 621 379 155
henri.rayot@dynasty-am.lu



Thank You