

Quilter Investors Emerging Markets Equity Fund TCFD Report 2023

Published: June 2024

This report provides you with information on the impact of the fund on climate change and the exposure of the fund to climate-related risks consistent with the recommendations of the [Task Force on Climate-related Financial Disclosures \(TCFD\)](#).

For the purpose of comparison we show the same metrics for the MSCI All Country World Index (MSCI ACWI) as we do for the fund. The MSCI ACWI is a market index that includes a wide range of global companies, so is an appropriate comparator.



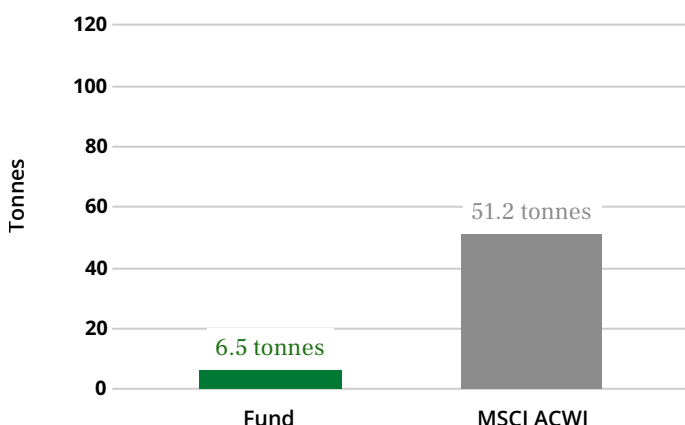
The climate data used in this report is only available for companies, so we can only look at equities (company shares) and corporate bonds (issued by companies). Also, the portion of the fund and the MSCI ACWI that we have data for varies from one metric to another, so we show a 'data coverage' percentage under each metric.

The information in this report is based on the available data and then scaled for the rest of the fund. If the fund has a lower level of data coverage (below 50%) then the validity of the information can become stretched.

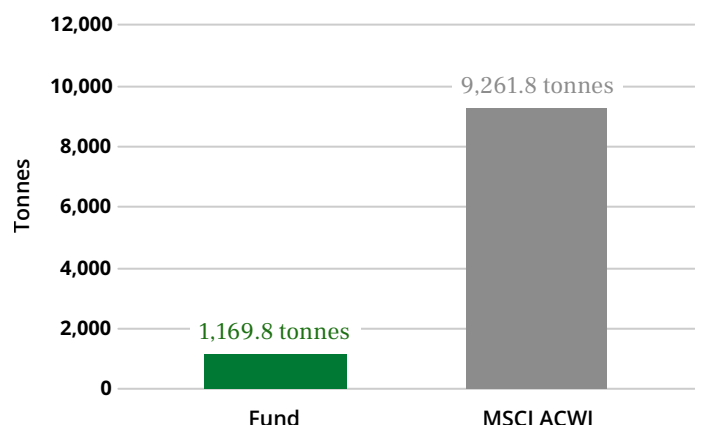
Scope 1 and 2 carbon emissions

The amount of [scope 1](#) and [scope 2](#) emissions that the fund is responsible for, measured in tonnes of carbon dioxide equivalent (tCO₂e) emissions. 'Carbon dioxide equivalent' is a methodology to convert the emissions of other greenhouse gases, such as methane, into the equivalent carbon dioxide emissions to allow for easier comparisons.

Scope 1 and 2 emissions per \$1 million invested



Scope 1 and 2 emissions of the entire fund



The fund has scope 1 and 2 emissions

87%

lower than the MSCI ACWI.

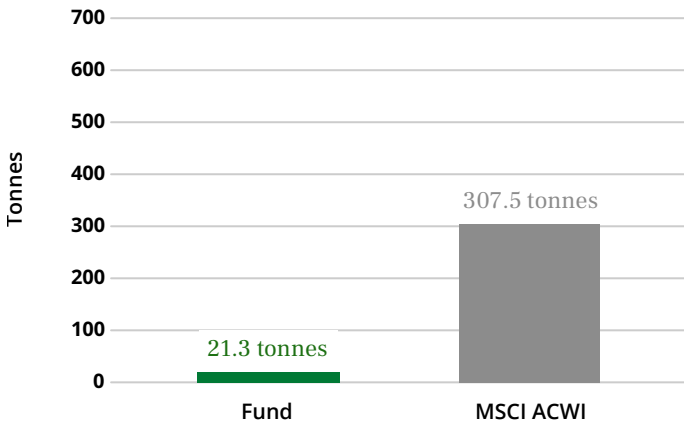
Fund data coverage: 93.5%

MSCI ACWI data coverage: 99.8%

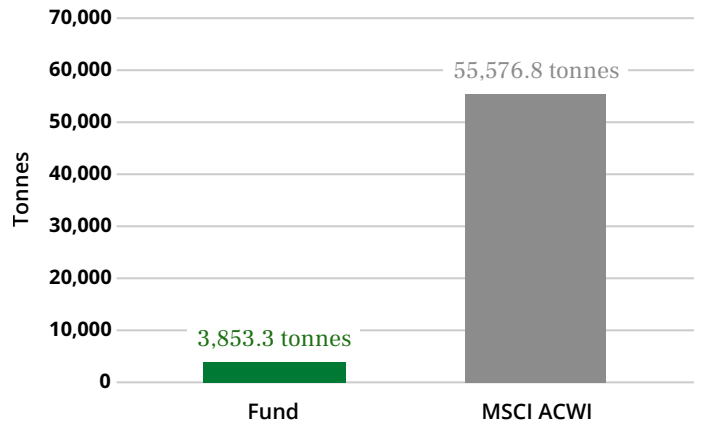
Scope 3 carbon emissions

The amount of [scope 3](#) emissions that the fund is responsible for, measured in tonnes of carbon dioxide equivalent (tCO2e) emissions.

Scope 3 emissions per \$1 million invested



Scope 3 emissions of the entire fund

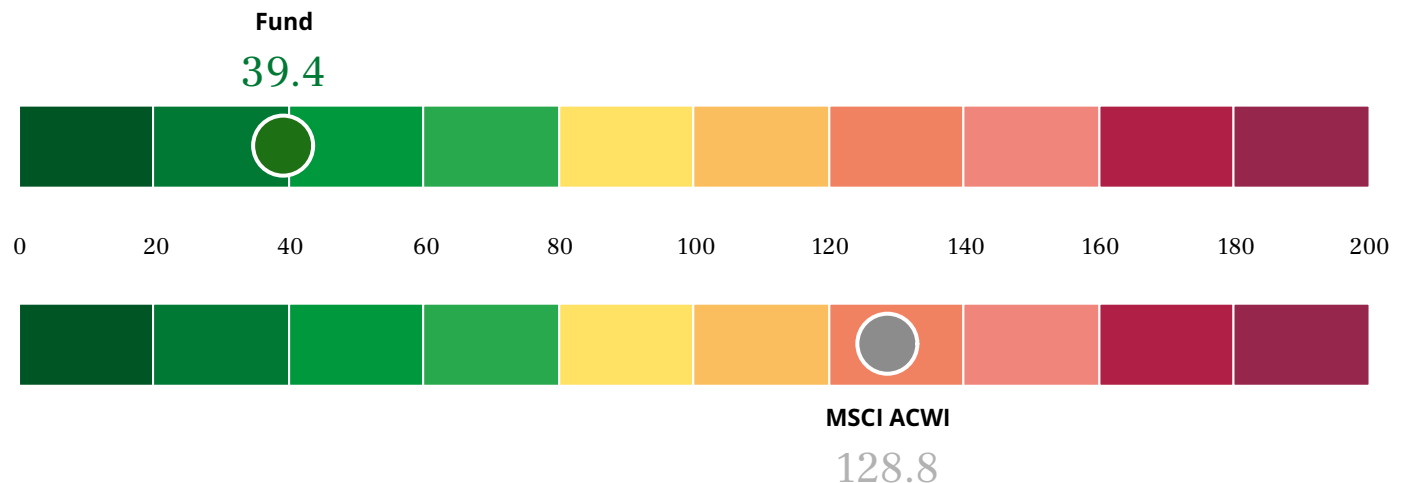


Fund data coverage: 59.1%

MSCI ACWI data coverage: 79.2%

Weighted average carbon intensity (WACI)

The carbon intensity (tonnes of carbon dioxide equivalent emissions produced for every \$1m of revenue) of each company multiplied by their weight in the fund, i.e. on a weighted basis, the average company in the fund is responsible for 39.4 tonnes of carbon emissions for each \$1m it receives in revenue.



Fund data coverage: 93.5%

MSCI ACWI data coverage: 99.6%

Climate value at risk

Climate value at risk tries to estimate the potential financial loss or gain to the fund as a result of climate change. It measures the potential impact of **climate policy** (new regulations at national and international level impacting carbon activities); **technology opportunities** (increased demand for energy-efficient, lower-carbon products and services that disrupt markets); and **physical risks** (such as temperature increases, sea level rise, business interruption, and damage across operations and supply chains).

The fund is assessed under four different scenarios:

- 1. Orderly transition** - assumes climate policies are introduced early and become gradually more stringent limiting the global temperature increase to 1.5°C by 2100
- 2. Disorderly transition** - assumes higher transition risks due to policies being delayed or divergent across countries and sectors but still limits the increase to 1.5°C
- 3. Orderly transition** - assumes climate policies limits the global temperature increase to 2.0°C
- 4. 'Hot house world'** - assumes some climate policies are implemented in some jurisdictions, but global efforts are insufficient to halt significant global warming and the global temperature increases to 3.0°C

For example, based on an orderly transition limiting the global temperature increase to 1.5°C, the fund is expected to change in value by -3.2%, compared to a change of -13.0% to the MSCI ACWI.

	Orderly transition (1.5°C)		Disorderly transition (1.5°C)		Orderly transition (2.0°C)		'Hot house world' (3.0°C)	
	Fund	MSCI ACWI	Fund	MSCI ACWI	Fund	MSCI ACWI	Fund	MSCI ACWI
Climate policy	-1.9%	-12.0%	-2.6%	-13.9%	-0.3%	-3.0%	-0.2%	-2.9%
Technology opportunities	0.2%	2.2%	0.2%	3.0%	0.0%	0.5%	0.0%	0.4%
Physical risks	-1.5%	-3.2%	-1.5%	-3.2%	-2.2%	-4.5%	-2.8%	-5.5%
Total	-3.2%	-13.0%	-3.9%	-14.1%	-2.5%	-7.0%	-3.0%	-8.0%

Fund data coverage: 73.8%

MSCI ACWI data coverage: 97.1%

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Important information

Past performance is not a guide to future performance and may not be repeated. Investment involves risk. The value of investments may go down as well as up and investors may not get back the amount originally invested.

There are also other risks shown below of which investors should be aware. For more information on these risks, investors should read the key investor information document (KIID).

The fund is denominated in one currency, but may hold assets denominated in other currencies, which means exchange rate changes may cause the value of investments to rise or fall. The fund may have exposure (either directly or indirectly) to a wide range of different investments, which means the fund will be subject to the collective risks of those investments. The fund deducts the charges from the income of the fund, which means there is the potential for capital erosion if insufficient income is achieved to cover the charges. The fund may use derivatives, which means there may be a higher level of risk. The fund may hold investments that may be more difficult to sell, which may affect the ability of investors to withdraw their money. The fund invests in emerging markets, which may be more volatile than investments in developed markets. The fund may invest in China A-shares through Stock Connect (an equity trading link between the Hong Kong and mainland China stock exchanges) that is governed by regulations which are untested and subject to change, which may result in additional operational risks and constrain the fund's ability to pursue its investment strategy.

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