

# Qblue Global Sustainable Leaders Fund

C USD Acc (IE000145W962)

SFDR Classification: Article 9

## Portfolio Management

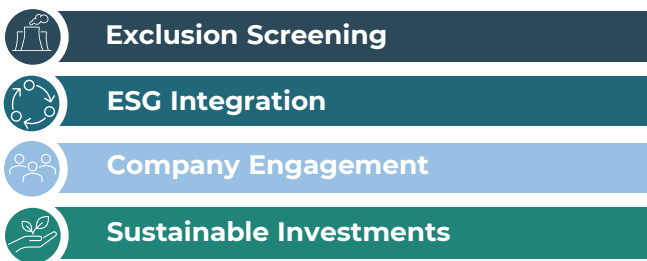


**Fredrik Martinsson**   **Lars Voss Toft**   **Thomas Stryger Olsen**   **Martin Richter**   **Lars Hougaard Nielsen**

## ESG Summary

The Fund uses a systematic investment approach to identify companies that have come the furthest in the field of sustainability globally. Qblue's proprietary investment framework, The Sustainability Cube™, systematically builds a portfolio of companies located around the world that have been identified as sustainability leaders. The ESG characteristics of the portfolio sees outperformance in the ESG Industry Leadership Score, Climate Transition Score, UN SDG Score, in addition to a significant reduction in the weighted average carbon intensity.

**The Fund integrates the below ESG strategies as an intrinsic part of the investment process.**



## Exclusions

The Fund excludes companies that do business in industries with excessive risk of principal adverse sustainability impacts. This includes, but is not limited to, the following industries:

- Tobacco
- Thermal coal mining
- Nuclear weapons
- Controversial weapons
- Oil sand extraction
- Adult entertainment
- Arctic drilling and exploration
- Gambling
- Alcohol
- Cannabis

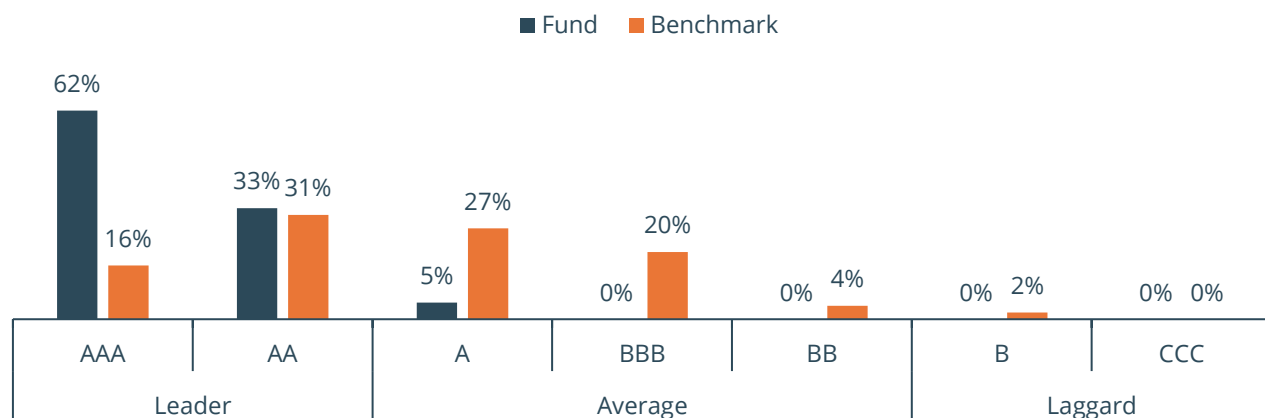
The Fund also does not invest in companies that have violated the UN Global Compact or are on EU and UN sanctions lists. Additionally, companies with the 10% worst social scores in The Sustainability Cube™ are excluded from the portfolio.

## MSCI ESG Rating

**AAA** Fund: Qblue Global Sustainable Leaders Fund

**A** Benchmark: MSCI World

## ESG Rating Distribution

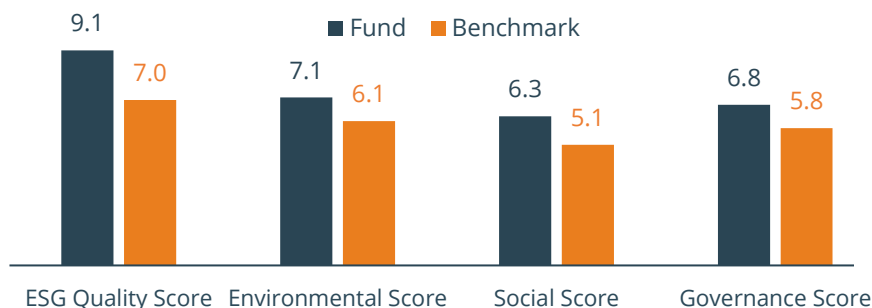


**MSCI rating data is no guide to future performance and the value of investments and income from them can fall as well as rise.**

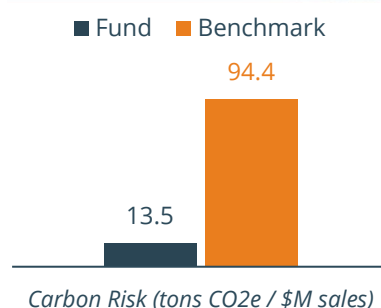
The definitions of the aforementioned ESG strategies are in accordance with Heptagon's sustainable investment framework. Please also be aware that third party data providers, such as MSCI, are used to support some aspects of the in-house research as well as for reporting purposes. Investors should therefore draw no specific inference between data provided by MSCI and the size of positions held within the Fund. The MSCI ESG ratings for the Fund are calculated by aggregating the ratings associated with each of the Fund's individual positions as of the reporting date.

Source: Heptagon Capital, MSCI ESG Research. ESG Ratings are on a scale of AAA to CCC. Data as of 30/06/2024.

## ESG Quality Scorecard



## Carbon Risk



## Carbon Footprint

	Fund	Benchmark
Scope 1+2 Carbon Intensity (tons CO2e / \$M sales)	12.4	97.4
Scope 3 Carbon Intensity (estimated) (tons CO2e / \$M sales)	340.6	634.1
Scope 1+2 Carbon Emissions (tons CO2e / \$M invested)	7.3	56.8
Scope 3 Carbon Emissions (estimated) (tons CO2e / \$M invested)	252.2	385.1

## Sustainability Factor Exposures

	Fund	Benchmark
The Sustainability Cube Score (percentile)	7.3 (96%)	6.2 (47%)
Climate Transition Score (percentile)	7.1 (83%)	6.4 (61%)
ESG Industry Leaders Score (percentile)	8.7 (91%)	6.8 (46%)
UN SDG Score (percentile)	6.5 (81%)	5.7 (37%)

## Market Value Coverage

	ESG Quality	Carbon Risk	Reputational Risk	Governance Risk
<b>Fund</b>	100%	100%	100%	100%
<b>Benchmark</b>	100%	100%	100%	100%

**MSCI rating data is no guide to future performance and the value of investments and income from them can fall as well as rise.**

The definitions of the aforementioned ESG strategies are in accordance with Heptagon's sustainable investment framework.

Please also be aware that third party data providers, such as MSCI, are used to support some aspects of the in-house research as well as for reporting purposes. Investors should therefore draw no specific inference between data provided by MSCI and the size of positions held within the Fund. The MSCI ESG ratings for the Fund are calculated by aggregating the ratings associated with each of the Fund's individual positions as of the reporting date.

Source: Heptagon Capital, Qblue Balanced A/S, MSCI ESG Research. Data as of 30/06/2024. Carbon Footprint and Sustainability Factor Exposures are calculated using Qblue's proprietary models, the methodology of which can be found on page 3.

## Methodology

**ESG Quality Score** measures the ability of underlying holdings to manage key medium to long-term risks and opportunities arising from environmental, social, and governance factors. It is based on MSCI ESG Ratings and is measured on a scale of 0 to 10 (worst to best). The distribution of scores is based on the universe of approximately 28,000 funds included in MSCI ESG Fund Metrics.

**ESG Ratings Distribution** represents the percentage of a portfolio's market value coming from holdings classified as ESG Ratings Leaders (AAA and AA), Average (A, BBB, and BB), and Laggards (B and CCC).

**Carbon Risk** measures exposure to carbon intensive companies. It is based on MSCI Carbon Metrics and is calculated as the portfolio weighted average of issuer carbon intensity. At the issuer level, Carbon Intensity is the ratio of annual scope 1 and 2 carbon emissions to annual revenue. Carbon Risk is categorized as Very Low (0 to <15), Low (15 to <70), Moderate (70 to <250), High (250 to <525), and Very High (>=525).

**Carbon Emissions - Scope 1+2 intensity.** This figure represents the company's most recently reported or estimated Scope 1 + Scope 2 greenhouse gas emissions normalized by sales in USD (t/USD million sales), which allows for comparison between companies of different sizes.

**Climate Transition Score.** Measures how well a company is positioned to deal with the current and future challenges imposed by climate changes. Current carbon footprint, carbon targets and decarbonization progress are considered. All companies are scored on an absolute scale between 0 10, where 10 is the best.

**ESG Industry Leadership Score.** Measures how well a company is positioned to deal with the potential risks related to Environmental, Social and Governance issues. All companies are scored on an industry relative scale between 0 10, where 10 represents the leading company within an industry.

**UN SDG Score.** Measures how aligned a company is with the 17 UN Sustainable Development Goals (SDG). Measured e.g. by identifying revenue and R&D that can be attributed to products and services that can help solve some of the world's major social and environmental challenges. All companies are scored on an absolute scale between 0 10, where 10 is the best.

## SFDR

The Fund has been classified as an Article 9 for the purposes of the EU's Sustainable Finance Disclosure Regulation ("SFDR"). The Fund has sustainable investment as its objective alongside financial return. The Fund invests primarily in assets classified as sustainable investments as defined under the SFDR. Please see [Prospectus](#) for further information on the Fund's sustainable objective and relevant sustainability risks and principal adverse impacts which may impact the Fund's performance.

## ESG Credentials

Signatory of:



**PRI** is a leading global network for investors who are committed to integrating environmental, social and governance considerations into their investment practices and ownership policies. The Investment Manager, Heptagon Capital signed the UN PRI on 10th July 2019. The Sub-Investment Manager, Qblue Balanced signed the UN PRI on 7<sup>th</sup> June 2022.

## Risk warnings

The Fund is subject to special risk considerations including geographic concentration risk, portfolio concentration risk and operational risk. The investment return and principal value of an investment will fluctuate so that the investor's shares, when redeemed, may be worth more or less than their original cost. Any investor should consider the investment objectives, risks and charges and expenses of the Fund carefully before investing. Where an investment is denominated in a currency other than the investor's currency, changes in rates of exchange may have an adverse effect on the value, price of, or income derived from the investment.

**MSCI rating data is no guide to future performance and the value of investments and income from them can fall as well as rise.**

*The definitions of the aforementioned ESG strategies are in accordance with Heptagon's sustainable investment framework.*

*Please also be aware that third party data providers, such as MSCI, are used to support some aspects of the in-house research as well as for reporting purposes. Investors should therefore draw no specific inference between data provided by MSCI and the size of positions held within the Fund. The MSCI ESG ratings for the Fund are calculated by aggregating the ratings associated with each of the Fund's individual positions as of the reporting date.*

## Important Information and Disclosure

Heptagon Capital Limited, Heptagon Capital LLP and its affiliate companies and its members, officers, employees, agents and advisors disclaim any and all liability relating to these materials, except to the extent required by applicable law or regulations, including, without limitation, any express or implied representations or warranties for statements or errors contained in, and omissions from, these materials. Certain assumptions have been made, and/or parameters set, in the preparation of these materials which have resulted in the returns detailed herein, and no representation or warranty is made that any returns indicated will be achieved. Changes to assumptions or parameters may have a material impact on the returns detailed. This document should not be copied to any other person without our express consent. This document should not be considered an offer to buy or sell investments.

Heptagon Capital Limited has issued this communication as investment manager for Heptagon Fund ICAV (the "ICAV"), an umbrella fund with segregated liability between sub-funds (the "Funds") and authorised pursuant to the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations, 2011, as amended, and is licensed to conduct investment services by the Malta Financial Services Authority. Heptagon Capital LLP is authorised and regulated in the UK by the Financial Conduct Authority (FRN: 403304) and is the sub-investment manager for a number of the Funds. Heptagon Capital, 63 Brook Street, Mayfair, London W1K 4HS ~ Tel: +44 20 7070 1800

Representative and Paying Agent in Switzerland is Société Générale, Paris, Zurich branch, Talacker 50, PO Box 1928, 8021 Zurich, Switzerland. The prospectus, the key investor information document, the Articles and the annual and semi-annual reports are available free of charge from the Swiss representative.

The results given in this document are based solely upon historical fund performance as gathered and supplied by Morningstar. That past performance has not been independently verified by either Heptagon Capital Limited or Heptagon Capital LLP. It is not intended to predict or depict the future performance of any investment.

The information contained herein is provided for informational purposes only, is not complete, and does not contain certain material information about the Funds, including important disclosures and risk factors associated with an investment in the Funds. Before making an investment in any Fund, prospective investors are advised to thoroughly and carefully review the ICAV's prospectus (the "Prospectus") as well as the supplement to the Prospectus for the Fund and the Fund's key investor information document with their financial, legal and tax advisors to determine whether an investment is suitable for them. An investment in the Funds is not suitable for all investors.

For all definitions of the financial terms used within this document, please refer to the glossary on our website: <https://www.heptagon-capital.com/glossary>

Source: MSCI. The MSCI information may only be used for your internal use, may not be reproduced or re-disseminated in any form and may not be used as a basis for or a component of any financial instruments or products or indices. None of the MSCI information is intended to constitute investment advice or a recommendation to make (or refrain from making) any kind of investment decision and may not be relied on as such. Historical data and analysis should not be taken as an indication or guarantee of any future performance analysis, forecast or prediction. The MSCI information is provided on an "as is" basis and the user of this information assumes the entire risk of any use made of this information. MSCI, each of its affiliates and each other person involved in or related to compiling, computing or creating any MSCI information (collectively, the "MSCI Parties") expressly disclaims all warranties (including, without limitation, any warranties of originality, accuracy, completeness, timeliness, non-infringement, merchantability and fitness for a particular purpose) with respect to this information. Without limiting any of the foregoing, in no event shall any MSCI Party have any liability for any direct, indirect, special, incidental, punitive, consequential (including, without limitation, lost profits) or any other damages. (www.msci.com)

**MSCI rating data is no guide to future performance and the value of investments and income from them can fall as well as rise.**

*The definitions of the aforementioned ESG strategies are in accordance with Heptagon's sustainable investment framework. Please also be aware that third party data providers, such as MSCI, are used to support some aspects of the in-house research as well as for reporting purposes. Investors should therefore draw no specific inference between data provided by MSCI and the size of positions held within the Fund. The MSCI ESG ratings for the Fund are calculated by aggregating the ratings associated with each of the Fund's individual positions as of the reporting date.*

This disclosure was developed using information from MSCI ESG Research LLC or its affiliates or information providers. Although Heptagon Fund ICAV information providers, including without limitation, MSCI ESG Research LLC and its affiliates (the "ESG Parties"), obtain information (the "Information") from sources they consider reliable, none of the ESG Parties warrants or guarantees the originality, accuracy and/or completeness, of any data herein and expressly disclaim all express or implied warranties, including those of merchantability and fitness for a particular purpose. The Information may only be used for your internal use, may not be reproduced or re-disseminated in any form and may not be used as a basis for, or a component of, any financial instruments or products or indices. Further, none of the Information can in and of itself be used to determine which securities to buy or sell or when to buy or sell them. None of the ESG Parties shall have any liability for any errors or omissions in connection with any data herein, or any liability for any direct, indirect, special, punitive, consequential or any other damages (including lost profits) even if notified of the possibility of such damages.

***MSCI rating data is no guide to future performance and the value of investments and income from them can fall as well as rise.***

Heptagon Capital, 63 Brook Street, Mayfair,  
London W1K 4HS  
Tel: +44 20 7070 1800  
(FRN 403304)

Authorised & Regulated by the Financial  
Conduct Authority in the UK  
12 Endeavour Square, London, E20 1JN