

» Summary of sustainability-related disclosures for asset management

VermögensManagement 5Invest nachhaltig

The asset management **VermögensManagement 5Invest nachhaltig** is a financial product pursuant to Art. 8 of Regulation (EU) 2019/2088 of the European Parliament and of the Council on sustainability-related disclosure requirements in the financial services sector ("Disclosure Regulation"). UniCredit Bank Austria AG publishes the following information on the environmental and social characteristics of this asset management pursuant to Art. 10 of the Disclosure Regulation.

NOT A SUSTAINABLE INVESTMENT TARGET

Asset management **VermögensManagement 5Invest nachhaltig** promotes ecological and social features, but no sustainable investments are strived for. This financial product contains a minimum share of 20% in sustainable investments.

ENVIRONMENTAL OR SOCIAL CHARACTERISTICS OF THE FINANCIAL PRODUCT

In the **field of ecology**, climate protection, the prevention and reduction of pollution and the protection and restoration of biodiversity and ecosystems are important principles in the assessment. The financial product avoids investments in economic activities that are particularly harmful to these ecological goals, such as the extraction of, and energy production from, coal, as well as the extraction of oil and gas using problematic methods (e.g. fracking) or particularly sensitive ecosystems (e.g. Arctic oil). In contrast, companies that work on improving their carbon footprint and do not endanger biodiversity in their sphere of influence are to be promoted. In addition, the asset management invests in bonds issued by countries that are committed to climate protection and the preservation of biodiversity.

In the **social sphere**, the asset management has set itself the goal of promoting democracy, respecting human rights, gender equality and overcoming discrimination. This is to be achieved through a catalogue of criteria based on the Universal Declaration of Human Rights and the principles of the UN Global Compact.

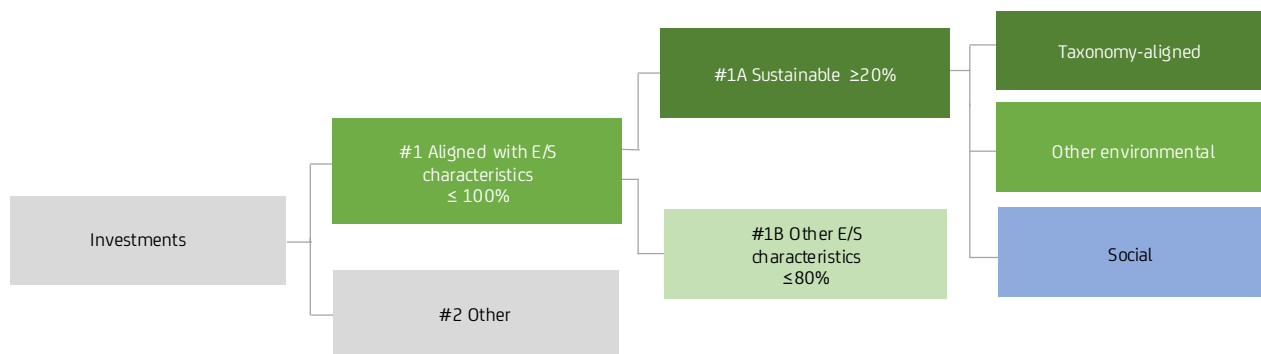
INVESTMENT STRATEGY:

UniCredit Bank Austria AG has implemented environmental and social criteria in its investment process. For this purpose, suitable metrics are accounted for in the investments, which assess the environmental and social characteristics. In a two-stage selection process, the investment options are initially limited by a series of exclusion criteria. The portfolio is compiled from the remaining investment options after applying these exclusion criteria. For this purpose, environmentally and socially positive criteria were defined to help identify those emitters that are particularly well suited to achieving the set goals.

Depending on the variant, the asset management invests in liquid assets (instruments that are classified as money market investments or in the form of account balances), bonds (bond funds and similar assets), shares (share funds and similar assets) and alternative investments (in funds). No derivatives are used. The portfolios are continuously reviewed with regard to the criteria. If the targets are not met – i.e. if exclusion criteria are violated or the minimum quota of sustainable investments is not met – then the portfolio management immediately adjusts the allocation to restore the required status.

ALLOCATION OF INVESTMENTS:

All securities in asset management must be in line with UniCredit Bank Austria AG's exclusion criteria and are reported under "#1 Aligned with E/S Characteristics" (E/S = Environmental or Social). As part of the investment strategy, a portion of the assets may be held in the form of account balances, which fall under "#2 Other" (Other investments).



Securities that meet all of UniCredit Bank Austria AG's positive environmental criteria in addition to the exclusion criteria are shown under "Other environmental" as investments with an environmental objective. Social investments must meet the exclusion criteria and all socially positive criteria of UniCredit Bank Austria AG.

MONITORING OF ENVIRONMENTAL OR SOCIAL CHARACTERISTICS:

UniCredit Bank Austria AG continuously checks whether all companies and countries in asset management comply with all exclusion criteria. Appropriate data for verification will be provided by ISS ESG. If deviations are found, the required condition is restored promptly through sales and new acquisitions.

METHODS:

The data provided by ISS ESG is implemented in UniCredit Bank Austria AG's IT system and aggregated at portfolio level. This concerns all criteria and also the PAI indicators. This allows the current status to be assessed with regard to the fulfilment of the exclusion and minimum criteria as well as the portfolio to be created or rearranged according to the desired characteristics.

DATA SOURCES AND PROCESSING:

To assess the environmental and social characteristics of an investment, UniCredit Bank Austria AG relies on data from ISS ESG, which in turn obtains this data either directly from the companies or from other sources. Some of the data may also be estimates by ISS ESG.

UniCredit Bank Austria AG checks the data provided by ISS ESG – including estimated values – on a sample basis for plausibility. UniCredit Bank Austria AG only uses data for the review of exclusion criteria which are available for all eligible investments. In the case of positive criteria, a characteristic is only assessed as positive if all the necessary data are available. Limitations in terms of methods and data:

UniCredit Bank Austria AG cannot fully verify the data provided by ISS ESG and the availability of the data is not yet ideal in the area of EU taxonomy or for individual PAI indicators. If new facts become known that call into question the suitability of an investment as an environmental or social investment, a sale of the position in question is required if the established exclusion criteria are violated.

DUTY OF CARE:

If deviations occur that require a reaction by the portfolio management, the portfolio is adjusted in a timely manner. The independent risk management function in UniCredit Bank Austria AG and Internal Audit monitor the process for compliance with the defined exclusion criteria and minimum criteria.

PARTICIPATION POLICY:

UniCredit Bank Austria AG does not exercise any direct influence on the companies in which investments are made by means of the exercise of voting rights. If a company no longer meets the required environmental and social criteria, the investment is sold promptly or, in the case of insufficient existing positive criteria, a replacement investment is sought.

DETERMINED REFERENCE VALUE:

No index was determined as a reference value for the environmental or social characteristics advertised with the financial product.

This marketing information was prepared by UniCredit Bank Austria AG, Rothschildplatz 1, A-1020 Vienna (media owner and producer).

Errors and misprints excepted.

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