

Product(s) LEI: 213800HA1B43MTQHVV66

## A. Summary

This section provides detailed sustainability-related disclosures regarding the **Cantor Fitzgerald Global Equity Income Fund** (hereinafter referred to as “the Fund”) now categorised as Article 8 as outlined in Article 10 of the Sustainable Finance Disclosure Regulation (“SFDR”):

Cantor Fitzgerald Asset Management Europe (CFAME), originally established in 1986, is one of Ireland’s leading performing pension and investment fund managers in the Irish market since its inception over 20 years ago. The Cantor Fitzgerald Global Equity Income Fund is a fund that gains exposure to a range of companies through investments in underlying funds and/or direct investments in the equities/bonds of such companies or governments, integrating sustainability criteria throughout the investment selection process. The selection of these investments range across all sectors and focuses on maximising the rate of capital appreciation whilst considering the impact made by the investee company on the environment and society. In selecting its investments, the Investment Manager uses a screen to identify companies that do not align with the characteristics promoted by the Fund. Using this criterion, the Fund promotes environmental and social characteristics and is categorised in accordance with Article 8(1) of the SFDR.

Although the Fund does not have a sustainable investment objective, it does promote environmental and social characteristics and will have a minimum proportion of investments (10%) in sustainable investments. The Fund promotes the reduction of thermal coal generation and extraction, universal human rights, controversial weapons, tobacco consumption, and as well good governance practices. The Fund dedicates at least 70% of its net assets in investments that are aligned with the promoted environmental and social characteristics, and as well 10% in sustainable investments. To ensure achievement of this capital allocation, the Fund uses a series of sustainability indicators from external ESG data providers. The sustainability indicators consist of the percent portfolio revenue generated from thermal coal generation and extraction, the number of investee companies that violate the UNGC, ILO or OECD Guidelines for Multinational Enterprises, the percent of portfolio involved in the manufacturing or selling of controversial weapons, the percent of the portfolio tied to tobacco products, and the number of holdings voted on.

The Fund does not use a benchmark to assess its environmental or social performance but uses the indicators mentioned to assess such performance of investee companies. In addition, the Fund uses third-party software, which the Investment Manager actively uses to engage with investee companies with very severe global norms violations where there is a reasonable chance of influencing a company’s behaviour positively.

## B. No Sustainable Investment Objective

The Fund has a minimum of 10% of its holdings being invested in sustainable investments, and as well the fund promotes environmental and social characteristics, however the fund does not have a sustainable investment objective.

## C. Environmental or Social Characteristics of the Financial Product

The Fund promotes the following environmental and social characteristics:

1. Environmental
  - a. Promotion of the reduction of thermal coal generation and extraction;
2. Social

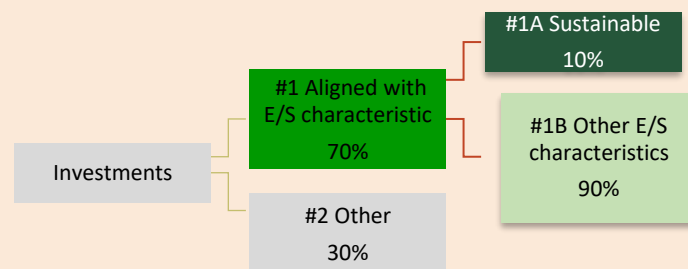
- a. Promotion of universal human rights;
  - b. Reduction of exposure to controversial weapons
  - c. Promotion of reducing consumer consumption of tobacco
3. Promotion of good governance practices.

## D. Investment Strategy

The Fund pursues an actively managed investment strategy that gains exposure to a range of companies through investments in underlying funds and/or direct investments in the equities and bonds of such companies/sovereigns, integrating sustainability criteria throughout the investment selection process. The selection of these investments range across all sectors and focuses on maximising the rate of capital appreciation whilst considering the impact made by the investee company on the environment and society. In selecting its investments, the Investment Manager uses a screen to identify companies and sovereigns that do not align with the characteristics promoted by the Fund. Additionally, the Fund incorporates a good governance assessment into their investment selection process. To do this the Investment Manager uses a third-party ESG research provider to identify a company's performance in four key governance areas: management structure, employee relations, remuneration of staff, and tax compliance. The Investment Manager then uses a proprietary screen to identify companies that it considers are underperforming in these areas and makes a materiality assessment. For further details on the screen and process used, please consult the Investment Manager's [Good Governance Policy](#).

## E. Proportion of Investments

The Fund invests at least 70% of its net assets in investments that are aligned with the promoted environmental and social characteristics (#1 Aligned with E/S characteristics). The asset allocation is constantly monitored by the Investment Manager and reviewed quarterly.



**#1 Aligned with E/S characteristics** includes the investments of the financial product used to attain the environmental or social characteristics promoted by the financial product.

**#2 Other** includes the remaining investments of the financial product which are neither aligned with the environmental or social characteristics, nor are qualified as sustainable investments.

The category **#1 Aligned with E/S characteristics** covers:

- The sub-category **#1A Sustainable** covers sustainable investments with environmental or social objectives.
- The sub-category **#1B Other E/S characteristics** covers investments aligned with the environmental or social characteristics that do not qualify as sustainable investments.

Up to 30% of the investments are not aligned with these characteristics (#2 Other). These assets consist of ETFs, derivatives, cash, and other cash equivalents. No minimum safeguards are applicable to these assets.

Additionally the Fund will have a minimum proportion of 10% of sustainable investments composed of investments with an environmental or social objective in economic activities that are classified as sustainable within the meaning of Article 2(17) of the Disclosure Regulation.

The Fund's sustainable investments will be those which have been categorised as such by MSCI ESG Research which consider three criteria in determining what qualifies as a 'sustainable investment', namely whether each issuer:

1. Abides by the Do No Significant Harm principles;
2. Practices good governance; and
3. Contributes to the achievement of at least one of the following objectives:
  - I. Mitigating climate change and transitioning to a low carbon economy: the issuer must have an emission reduction target approved by the Science Based Target Initiative (SBTI);
  - II. Financing economic activities from issuers that generate at least 20% of their revenues providing a significant sustainable impact solutions in the areas highlighted below.

Regarding impact solutions mentioned at (ii) above, investments are classified as having a significant "sustainable impact" if 20% of their revenue contributes to one or multiple of the following objectives:

1. Climate change mitigation and energy efficiency:
  - a. Alternative Energy
  - b. Carbon & Energy Efficiency
  - c. Green Building
  - d. Climate Adaptation
2. Natural Capital:
  - a. Sustainable Water
  - b. Pollution Prevention
  - c. Sustainable Agriculture
3. Basic Needs:
  - a. Nutrition
  - b. Major Diseases Treatment
  - c. Sanitation
  - d. Affordable Real Estate
4. Empowerment:
  - a. SME Finance
  - b. Education
  - c. Bridging the Digital Divide

These sustainable impact metrics align with the 17 United Nations Sustainable Development Goals. Revenues in these areas are considered to provide products and services that are consistent with the 17 United Nations Sustainable Development Goals. Sustainable impact data from MSCI ESG Research is used to measure these impacts. The contribution to meeting these objectives will be assessed by the Sub-Investment Manager and monitored on an

ongoing basis. For further information on criteria methodology, please visit MSCI ESG Research.

The Fund's sustainable investments will seek to create positive environmental and social impacts by investing in issuers that fulfil designated environmental criteria and are targeted for related improvement by the Sub-Investment Manager's specialized team of internal shareholder advocates.

In the investment process, the Sub-Investment Manager's consideration of these indicators is based on a positive list of issuers that have developed a strategy against at least one of the above key indicators and have a track record in addressing environmental and/or social objectives. Information from MSCI ESG Research for the individual key indicators is used as the basis for this positive list and is kept under review to ensure that the Fund's sustainable investments continue to contribute to these objectives.

From time to time, the Fund may be invested in sustainable investments that contribute to anyone (or more) of the environmental objectives identified in Article 9 of the Taxonomy Regulation (Regulation (EU) 2020/852), namely:

- climate change mitigation;
- climate change adaptation;
- the sustainable use and protection of water and marine resources;
- the transition to a circular economy;
- pollution prevention and control; and
- the protection and restoration of biodiversity and ecosystems.

## F. Monitoring of Environmental or Social Characteristics

The following sustainability indicators are used to measure the attainment of the environmental and/or social characteristics promoted by the Fund.

### 1. Environmental

- a) The percent of portfolio revenue generated from thermal coal generation and extraction;

### 2. Social

- a) The number of investee companies that violate the UNGC, ILO or OECD Guidelines for Multinational Enterprises and are therefore part of the Investment Manager's norms-based engagement programme. Further details can be found [here](#);
- b) Percent of portfolio involved in the manufacture or selling of controversial weapons.
- c) Percent of portfolio tied to tobacco products

### 3. Good Governance

- a) The number of holdings voted;
- b) Number of holdings that violate Sovereign and Fund screen as mentioned in the Investment Managers [Good Governance Policy](#).

The Investment Manager does not use external control mechanisms to review monitoring of the sustainability indicators.

Additionally, the Investment Manager has direct communication lines with Cantor Fitzgerald Ireland's ("the group") Sustainable & Responsible Investing Team to discuss any changes or trends in environmental or social characteristics.

## G. Methodologies

The Fund uses a variety of methodologies and data sources to help measure how the environmental or social characteristics promoted by the Fund are met.

For example, the Fund uses an ESG Framework to ensure alignment with the Investment Manager's promoted environmental and social characteristics. The process begins with a negative screen, which identifies any investment not meeting the Investment Manager's criteria/promoted environmental and social characteristics. After the screen, the Investment Manager will identify the remaining securities norm-based alignment (further described below). In cases where norm-based criteria are violated, the Investment Manager will engage with a company. For further details please see the Investment Manager's engagement policy. Finally, the Investment Manager utilises an in-house principal adverse impact (PAI) scoring file that helps the Investment Manager view how a company is performing in all areas of the PAIs.

## H. Data Sources and Processing

The Fund uses multiple data sources, employing a combination of research, news, information gathered through dialogue with companies and data from external research providers including but not limited to the following:

- MSCI ESG Manager
- International Shareholders Service (ISS)
- Bloomberg ESG

The Fund uses MSCI ESG Manager for screening purposes, both MSCI ESG Manager and Bloomberg ESG for assessing a company's governance performance, and ISS for norm-based screening, engagement, and proxy voting purposes. When using ESG data from the selected providers, the Investment Manager scrutinises available data to perform proper due diligence. This includes both checking data discrepancies/accuracy between data vendors, as well as checking the data coverage/availability of each data vendor. If conflicting data is identified between data providers, the Investment Manager will be query and seek to remedy the data issues in order to achieve a consensus on the ESG performance of a company.

Data processing takes places in different forms, with the preferred method being automation, to avoid operational risks as well as human intervention. The Investment Manager uses a combination of the data provider and automated excel spreadsheets that display relevant metrics, as well as the data availability for each metric. The Investment Manager has chosen data providers with high amounts of data availability. As it stands now, evaluating the proportion of vendor sourced data that is estimated is difficult due to insufficient metadata.

## I. Limitations to Methodologies and Data

ESG data is reliant on third party data providers, which all can have different assessments of what ESG risks are financially material to a company. Additionally, in cases of insufficient data, ESG data providers may rely on estimates and approximations using internal methodologies that may be subjective and vary from other providers. Such limitations do not affect how the

promoted characteristics are met, even if returns are negatively impacted. In addition, it should be noted that the consideration of non-financial data when constructing portfolios may lead to the exclusion of certain issuers and imply the foregoing of certain investment opportunities that would nevertheless be available to a fund not considering such data.

## J. Due Diligence

The Investment Manager performs due diligence prior to any investment. Such due diligence includes the internal control mechanism of applying a negative ESG screener before making an investment, as well as ensuring a company meets the Investment Manager's good governance criteria. Additionally, the Investment Manager uses an internal PAI scoring file that provides a score of a company's performance on the mandatory PAI's. The outcome of the due diligence, including any information on sustainability risks and opportunities, guides the Investment Manager's investment decision. Further details on how sustainability risks are integrated into the investment decision making process for the Fund is provided in the Investment Manager's ESG Policy. The Investment Manager does not use any external control mechanisms.

## K. Engagement Policies

A key part of the Investment Manager's approach to ESG is actively engaging with companies which violate global norms. The Fund will engage with any company that breaches the United Nations Guiding Principles (UNGPs), International Labour Organizations (ILO) standards, United Nations Global Compact (UNGC) or Organization for Economic Cooperation and Development (OECD) Guidelines for Multinational Enterprises. Engagement is performed using a service from the Institutional Shareholders Services (ISS), which pools together investors to engage with companies. The Investment Manager actively uses the service and monitors ongoing engagements with companies and as well to assess whether an ongoing engagement is successful or not.

Additionally, the Investment Manager's proxy voting is carried out by ISS, who acts as the Investment Manager's proxy voting advisor. The Investment Manager therefore votes to be in line with ISS's Sustainable Proxy Voting policy and monitors the voting guideline to ensure alignment with the Investment Manager's approach to stewardship. For further information, please see the Investment Managers [Shareholder Engagement Policy](#).

## L. Designated Reference Benchmark

No reference benchmark has been designated for the purposes of attaining the environmental or social characteristics promoted by the Fund.