

Regnan Global Equity Impact Fund

Ethical Survey, as voted by members of the Ethical Advisers Co-Op



Average

Poor | Disappointing | Average | Appealing | Excellent

As voted by Ethical Adviser Co-op members. Find a specialised ethical adviser near you: www.ethicaladviserscoop.org/find-an-adviser.html

Fund Overview

The Regnan Global Equity Impact Solutions Fund is an actively managed global equities portfolio that aims to provide a positive impact by investing in companies that have the potential to address the world's major social and environmental challenges, alongside a financial return. The strategy seeks to identify companies that are delivering products and services that are meeting one or a number of UN Sustainable Development targets.

Ethical Concerns

Investments

- We are unaware of any investments in the Fund that may be problematic for ethical investors.
- ✗ Underlying products and services sold by the portfolio's investee companies are at the early stages of their adoption, therefore difficult to get detailed information on.

Other concerns

- ✗ Disclosure on underlying holdings are not published on website, fund manager had to be contacted for comprehensive list.
- ✗ The fund has a 10% tolerance; ie. companies which derive 10% or more of their total revenue directly from fossil fuel-based power generation, or fossil fuel distribution or refinement (coal, oil and gas), the production of alcoholic beverages, manufacture, ownership or operation of gambling facilities, gaming services or other forms of wagering, manufacture of non-controversial weapons or armaments, manufacture or distribution of pornography; and mining of uranium for the purpose of weapons manufacturing.

Good Points

- ✓ Access to a professionally managed portfolio of global equity securities.
- ✓ Regnan/Pendal is a signatory with PRI, RIAA, Investor Group Climate Change, The Global Foundation, BFO, FSC, CDP, Australian Advisory Board on Impact Investing and Australian Sustainable Finance Initiative.
- ✓ Full holding list does not contain any companies of concern currently in terms of uranium, fossil fuels etc.
- ✓ exposure to companies aim to generate positive, measurable social and environmental impact, alongside a financial return.
- ✓ avoidance of investing in companies directly involved in areas such as tobacco or controversial weapons production or other activities.
- ✓ The Fund will avoid investing in companies which directly extract or explore for fossil fuels (specifically, coal, oil and gas); or produce tobacco (including e-cigarettes and inhalers); or manufacture controversial weapons (such as cluster munitions, landmines, biological or chemical weapons, depleted uranium weapons, blinding laser weapons, incendiary weapons, and/or non-detectable fragments).
- ✓ The Fund will also avoid investing in companies which derive 10% or more of their total revenue directly from fossil fuel-based power generation, or fossil fuel distribution or refinement (coal, oil and gas), the production of alcoholic beverages, manufacture, ownership or operation of gambling facilities, gaming services or other forms of wagering, manufacture of non-controversial weapons or armaments, manufacture or distribution of pornography; and mining of uranium for the purpose of weapons manufacturing.
- ✓ The fund currently has 8 investment themes including health & well-being, future mobility, circular economy, food, education, financial inclusion, energy transition and water.
- ✓ Regnan works collaboratively with multiple industry and investor stakeholders to drive improved company outcomes.
- ✓ Regnan provides a quarterly impact report and also provides disclosure around stewardship activities

*This survey, and the information contained in this document, consider **ethics only** and do not include ANY analysis of fees, performance or financial suitability. It is **general advice only**. The ethical score is subjective and benchmarked to each adviser's average ethical client. Your ethics may differ. We recommend you speak to an experienced ethical financial adviser for personalised advice before making any decisions.*

About the 'Ethical Survey'

About the Ethical Advisers Co-Op

The Ethical Advisers Co-op is a group of 35 financial advisers who are passionate about ethics and finance. The Co-op was established as a not-for-profit over 10 years ago to enable likeminded financial advisers to work together to represent the voice of the consumer. We work to shift the super and investment industry into being more ethically aligned with their clients' objectives. The Co-op's nationwide membership of ethical financial advisers help over 3,300 Australians make financial decisions and invest in line with their ethical values.

How the Leaf-System Works

The ethical rating is voted by Australian financial advisers who specialise in ethical investments (Co-op members). The advisers assess if fund ethics suit their average ethical client, and if it matches with the average client's expectations and objectives. The advisers consider how successful the fund is at; 1) removing industries and stocks harmful to the environment and society 2) including companies with environmental or social benefits, and 3) providing evidence of actions from the fund which benefit society and/or the environment. The quality of information the fund provides on its ethical policies, companies invested in, and proxy voting is important in assessing if a fund is as ethical as claimed. The final rating is an average of these votes.

Financial advisers are voluntarily participating to help ethical consumers gain a quick understanding of how the clients of a group of industry professionals view the ethics of each fund. The Co-op and the advisers do not receive any form of remuneration or reward for participating.

Further Research

Does your fund walk the talk?

The Australasian Centre for Corporate Responsibility (ACCR) – a not-for-profit shareholder advocacy organisation – pushes for transparency around whether your super fund 'walks the talk' on issues such as climate and human rights. They published a detailed report looking at the voting records of major Super funds in June 2020. You may find information relating to your super fund [here](#) (see page 18 & 19).

Is your fund investing in fossil fuels?

Market Forces is a not-for-profit delivering transparency on fossil fuel lending, insuring and investing within super funds, banks and insurance companies. You can see how exposed your super fund, bank or insurance company is to the fossil fuel industry [here](#).

If the fund is certified by the Responsible Investment Association Australasia (RIAA)

You can find more ethical and investment information for certified funds [here](#).

More information on this fund

For exact details of the fund's claimed ethics, costs and legal details see the fund's Product Disclosure Statement - available on their website.

Vote based on information last updated 1st April 2021