

COLUMBIA THREADNEEDLE (LUX) SUSTAINABLE OUTCOMES PAN EUROPEAN EQUITY

AT A GLANCE

A concentrated European equity fund that invests in high-quality companies targeting positive sustainable outcomes and strong financial returns.

REASONS TO INVEST

- 1. Twin rewards:** The fund aims to provide positive sustainable outcomes and strong financial returns – these two objectives are perfectly in harmony and enable clients to invest in a better future.
- 2. Strong credentials:** We are a pioneer in responsible investment with capabilities dating back over 20 years. We were a UN PRI founding signatory and have consistently rated A+ for equities ever since.¹
- 3. Integrated approach:** Our team of responsible investment analysts are fully integrated with fundamental research specialists, and our approach dovetails with the UN Sustainable Development Goals.



ANDREA CARZANA
Portfolio Manager

KEY FACTS

Fund inception date

19 May 2021

Fund objective

Please refer to the Fund KIID for the objective and policy of this fund

Typical number of stocks

40 to 50

“We are investing in high-quality companies to help our clients with two aims – to protect and support the planet whilst generating strong and sustainable financial returns.”

– Andrea Carzana

¹Source: PRI, as at May 2021. Threadneedle Asset Management Limited was a founding signatory to the Principles for Responsible Investment in 2006.

INVESTMENT APPROACH

We aim to invest in companies that generate long-term growth and support sustainable outcomes. We draw on the UN Sustainable Development Goals (SDGs), a framework to deliver key sustainable development needs. From the SDGs, we have identified investable environmental and social outcomes across eight themes. We seek companies engaged with these themes, to generate strong returns while supporting sustainable development.

We use financial, sustainable-outcome, ESG criteria and engagement to invest in high-quality companies which:

1) Contribute to sustainable outcomes. Businesses exposed to sustainable themes can enjoy superior growth and returns, with wide competitive moats. We analyse company revenues for alignment with sustainable themes. We categorise them as leaders (majority of revenues aligned) or contributors (minority of revenues aligned).

2) Boast strong ESG risk management and corporate governance. Such companies are better placed to succeed. We assess ESG risk management through our own analysis as well as using MSCI ratings, and target a portfolio rating profile better than the index.

3) Enjoy sustainable competitive advantages and high/rising returns on invested capital. Durable competitive advantages boost long-term returns and earnings growth. We aim to understand the company's competitive edge and the structure of the industry. We assess if it can maintain its market position and deliver high returns and stable growth. We focus on companies where management are strong stewards of shareholder capital. We target business models where processes are environmentally and socially sustainable, engaging with management to promote sustainability outcomes.

OUR PHILOSOPHY



The world is changing

- Companies that contribute to sustainable outcomes by offering solutions to meet changing demands may enjoy superior growth and returns in the long term.
- Strong and/or improving Environmental, Social and Governance (ESG) credentials are a key indicator of the quality of a company and its management.
- A strong and sustainable competitive advantage enables well-managed companies to consistently deliver high returns on capital.

KEY RISKS

Past performance is not a guide to future returns and the fund may not achieve its investment objective. The value of investments can fall as well as rise and investors might not get back the sum originally invested. Where investments are in assets that are denominated in multiple currencies, or currencies other than your own, changes in exchange rates may affect the value of the investments. The Fund has a concentrated portfolio (holds a limited number of investments and/or has a restricted investment universe) and if one or more of these investments declines or is otherwise affected, it may have a

pronounced effect on the fund's value. The investment policy of the fund allows it to invest in derivatives for the purposes of reducing risk or minimising the cost of transactions. The fund may exhibit significant price volatility. The Fund aims to invest in companies which deliver sustainable outcomes and in doing so adheres to a set of Sustainable Investment Guidelines. The Guidelines will affect the Fund's exposure to certain sectors, which may impact the performance of the Fund positively or negatively relative to a benchmark or other funds without such restrictions.



To find out more visit columbiathreadneedle.com



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The SICAV issues, redeems and exchanges shares of different classes. The management company of the SICAV is Threadneedle Management Luxembourg S.A. Certain sub-funds of the SICAV are registered in Austria, Belgium, Denmark, France, Finland, Germany, Iceland, Ireland, Italy, Liechtenstein, Luxembourg, the Netherlands, Norway, Singapore, Spain, Sweden, Switzerland, and the UK; however, this is subject to applicable jurisdictions and some sub-funds and/or share classes may not be available in all jurisdictions. Shares in the Funds may not be offered to the public in any other country and this document must not be issued, circulated or distributed other than in circumstances which do not constitute an offer to the public and are in accordance with applicable local legislation. Het compartiment is op grond van artikel 1:107 van de Wet op het financieel toezicht opgenomen in het register dat wordt gehouden door de Autoriteit Financiële Markten. / Pursuant to article 1:107 of the Act of Financial Supervision, the subfund is included in the register that is kept by the AFM. Columbia Threadneedle (Lux) is a collective investment scheme pursuant to Section 235 of the United Kingdom's Financial Services and Markets Act 2000, as amended ("FSMA"). Notification has been made to the FCA under the National Private Placement Regime (NPPR) to market this fund in the UK. Prospective Investors are advised that all, or most, of the protections afforded by the United Kingdom regulatory system will not apply to an investment in the Fund and that compensation will not be available under the United Kingdom Financial Services Compensation Scheme. Subscriptions to a Fund may only be made on the basis of the current Prospectus and the Key Investor Information Document, as well as the latest annual or interim reports and the applicable terms & conditions. Please refer to the 'Risk Factors' section of the Prospectus for all risks applicable to investing in any fund and specifically this Fund. Documents other than KIIDs are available in English, French, German, Italian, Spanish and Dutch (no Dutch Prospectus). KIIDs are available in local languages. The summary of investor rights is available on our website in English. Documents can be obtained free of charge on request by writing to the management company at 44, rue de la Vallée, L-2661 Luxembourg, Grand Duchy of Luxembourg, from International Financial Data Services (Luxembourg) S.A. at 47, avenue John F. 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Accordingly, this offering as well as any documents and materials relating to the offering may not be advertised, offered or distributed in any other way, directly or indirectly, to any other person located and/or resident in Belgium other than to professional investors within the meaning of the UCITS Law and in circumstances which do not constitute an offer to the public pursuant to the UCITS Law. The Fund has not been approved by the Swiss Financial Market Supervisory Authority (FINMA) as a foreign collective investment scheme pursuant to Article 120 of the Swiss Collective Investment Schemes Act of 23 June 2006 (the "CISA"). Accordingly, the Shares may not be offered to the public in or from Switzerland and neither this document nor any other offering materials relating to the Shares may be made available through a public offering in or from Switzerland. Threadneedle Management Luxembourg S.A. may decide to terminate the arrangements made for the marketing of the Fund. 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Valid from 07.21 | Valid to 12.21 | J31721 | 3785647