

# Kuylenstierna & Skog ESG Policy

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Kuylenstierna & Skog S.A. (K&S) believes that it is essential to hold environmental, social and governance (ESG) criteria to the highest standards. This is fundamental in reaching our collective ambition of creating a better everyday life for the future.

Companies and businesses that take responsibility and sustainability seriously also take climate-related risks seriously. K&S therefore pursues strategies that follow a clear path towards a more sustainable future.

We believe that climate change poses a significant risk to the economy and financial markets, but it is not yet fully reflected in pricing. Although it is urgently needed, we do recognise that the transition to a lower-carbon economy could have significant long-term impacts on companies and assets in which we invest. K&S sees a great opportunity in companies that recognise the need for this transition and a risk to companies that do not grasp the urgency. We are therefore proactive and this is reflected in our investment decisions.

Summary of activities and approach:

At Kuylenstierna & Skog S.A. we work with full transparency and reject greenwashing. In doing so:

- We prioritise the wellbeing of people and our planet without compromising return or liquidity.
- We seek out sustainable businesses and companies that both have a robust performance record and follow a clear transition path towards sustainability.
- We aim to make investments that hold a high degree of sustainability.

K&S use the Bloomberg ESG rating when assessing the level of sustainability for individual companies. On request, we share that information with our clients.

Kuylenstierna & Skog has the obligation to ask each client to fill in a sustainability questionnaire according to MiFID II. If Kuylenstierna & Skog find it unmanageable to stand up to special demands from the client, Kuylenstierna & Skog has the right to refuse such mandates. Kuylenstierna & Skog only provide green labelled active managed funds and index funds (ETFs), for the alternative that should represent Low (0-5 %) Medium (5-10 %) or High (above 15 %).