



Carbon Portfolio Report

Portfolio Information		Carbon Risk Rating Coverage	
Name	Number of Constituents	By Portfolio Weight	By Number of Constituents
Portfolio BEL ESG	20	100%	20
Benchmark BEL 20	20	92%	18

Overview

The Carbon Portfolio Report provides a deeper understanding of a portfolio's position with regards to the transition towards a low-carbon economy. It compares the portfolio with a benchmark across four carbon assessments: Carbon Risk Rating, Carbon Intensity, Fossil Fuel Involvement and Carbon Solutions Involvement. The combination of these assessments provides a multi-dimensional view of the portfolio's performance versus the benchmark and provide useful insights about the portfolio holdings.

- Portfolio
- Benchmark

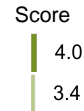


Carbon Risk Rating

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The Carbon Risk Rating quantifies the company's exposure and management of material carbon issues in its own operations as well as its products and services.

Overall, the portfolio falls into the Low carbon risk category, and has 17% higher carbon risk than the benchmark.



Category
Low
Low



Carbon Risk Rating

- Portfolio
- Benchmark

The Carbon Risk Rating quantifies the company’s exposure and management of material carbon issues in its own operations as well as its products and services. At each value chain stage, a company’s vulnerability to carbon risks is assessed. This is followed by an assessment of how much of this risk is manageable as opposed to systemic, with a final step of evaluating the degree to which management policies are already in place.

Overall, the portfolio falls into the **Low** carbon risk category, and has 17% higher carbon risk than the benchmark.

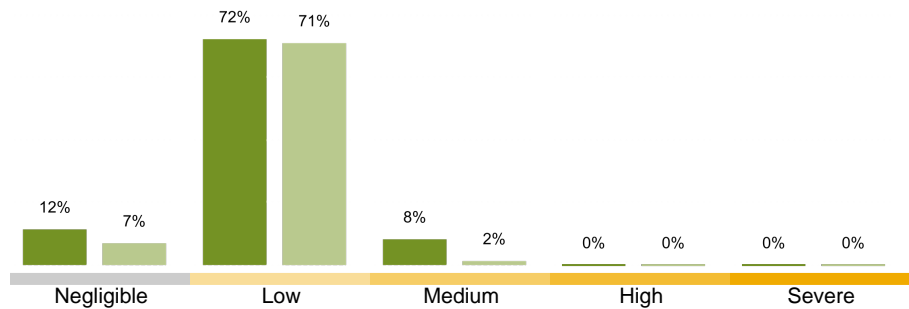
Overall Carbon Risk

Score	Category
4.0	Low
3.4	Low

Carbon Risk Categories

- Negligible: 0**
The portfolio has little to no material carbon risk
- Low: 0 - 10**
The portfolio has carbon risk that could have material impact
- Medium: 10 - 30**
The portfolio has carbon risk that is material
- High: 30 - 50**
The portfolio has carbon risk that is highly material
- Severe: > 50**
The portfolio has severe carbon risk

Carbon Risk category by aggregate portfolio weight



Carbon Exposure

Exposure considers a company’s sensitivity or vulnerability to carbon risks. Very low exposure suggests that an issue is not material to a company; higher exposure suggests that the issue is material.

Overall, the portfolio has 18% more exposure to carbon risk factors than the benchmark, and falls into the Low exposure category.

Overall Exposure

Score	Category
15.1	Low
12.8	Low

Carbon Management

Management considers a company’s commitments and actions to determine how a company approaches and handles carbon issue through policies, programmes, quantitative performance and involvement in controversies. Higher scores indicate stronger management.

Overall, the portfolio has 25% stronger management of carbon risk than the benchmark, and falls into the Strong management category.

Overall Management

Score	Category
69.4	Strong
55.7	Strong

Operations

■ Portfolio
■ Benchmark

Operations

Score	Category
1.1	Low
1.8	Low

Overall, the portfolio falls into the Low operations carbon risk category, and has 41% lower operations carbon risk than the benchmark.

Exposure

Score	Category
2.8	Low
3.6	Low

Overall, the portfolio has 23% less exposure to carbon risk factors in operations than the benchmark.

Management

Score	Category
18.2	Weak
16.0	Weak

Overall, the portfolio has 14% stronger management of carbon risk in operations than the benchmark.

Products & Services

Products & Services

Score	Category
0.0	Negligible
0.0	Negligible

Exposure

Score	Category
0.0	N/A
0.0	N/A

Management

Score	Category
0.0	N/A
0.0	N/A

Sector Contribution

Looks at the Carbon Risk Rating score across sectors. Lower scores equal lower risk.

Sector	Score	Contribution	
		Portfolio Weight	Carbon Risk Contribution
Financials	0.7	38.4%	17.9%
Healthcare	0.3	13.6%	7.6%
Industrials	0.5	6.1%	13.1%
Information Technology	0.1	2.2%	2.6%
Real Estate	2.2	30.0%	55.4%
Telecommunication Services	0.1	2.3%	3.3%
Utilities		7.4%	

Companies with the Highest Carbon Risk in the Portfolio

Identifies the 10 companies with the highest carbon risk score.

Company Name	Sector	Portfolio Weight	Carbon Risk				
			Score	Weighted Score	Category	Exposure	Mngmt
Xior Student Housing NV	Real Estate	1.7%	16.9	0.3	Medium Risk	19.8	14.8
bpost SA	Industrials	0.9%	16.3	0.2	Medium Risk	29.4	74.3
Intervest Offices & Warehouses SA	Real Estate	1.0%	11.2	0.1	Medium Risk	17.8	37.1
MONTEA NV	Real Estate	2.6%	10.7	0.3	Medium Risk	16.6	35.4
Fagron NV	Healthcare	2.2%	10.1	0.2	Medium Risk	16.8	40.1
Aedifica SA	Real Estate	5.9%	8.8	0.5	Low Risk	14.4	39.1
Shurgard Self Storage Ltd.	Real Estate	2.3%	7.9	0.2	Low Risk	14.9	47.3
Sofina SA	Financials	6.1%	7.7	0.5	Low Risk	22.8	66.2
Azelis Group NV	Industrials	5.2%	7.1	0.4	Low Risk	14.4	63.6
Cofinimmo SA	Real Estate	4.6%	5.8	0.3	Low Risk	16.2	64.0

Companies with the Lowest Carbon Risk in the Portfolio

Identifies the 10 companies with the lowest carbon risk score.

Company Name	Sector	Portfolio Weight	Carbon Risk				
			Score	Weighted Score	Category	Exposure	Mngmt
Groupe Bruxelles Lambert SA	Financials	11.8%	0.0	0.0	Negligible Risk	21.6	100.0
UCB SA	Healthcare	11.4%	0.7	0.1	Low Risk	6.8	89.4
KBC Group NV	Financials	12.2%	1.1	0.1	Low Risk	15.3	93.0
Ackermans & van Haaren NV	Financials	6.7%	1.1	0.1	Low Risk	21.6	95.0
Gimv NV	Financials	1.7%	2.4	0.0	Low Risk	20.4	88.5
Warehouses De Pauw SA	Real Estate	9.1%	4.3	0.4	Low Risk	15.3	72.0
Barco NV	Information Technology	2.2%	4.7	0.1	Low Risk	10.6	55.4
Proximus SA	Telecommunication Services	2.3%	5.8	0.1	Low Risk	18.0	84.8
VGP NV	Real Estate	2.8%	5.8	0.2	Low Risk	15.3	62.0
Cofinimmo SA	Real Estate	4.6%	5.8	0.3	Low Risk	16.2	64.0

About This Report

Sustainalytics' Carbon Risk Ratings are designed to help investors identify and understand financially material carbon risks at the security and portfolio level and how they might affect the long-term performance for equity and fixed income investments. The Carbon Risk Ratings combined with qualitative analyses, provide clients with a differentiated risk signal and deeper insights into the materiality of certain carbon issues for a company and what the company is or is not doing to manage them effectively. Sustainalytics normalizes the security weights of the matched security results within the selected portfolio and benchmark to equal 100% of the total portfolio weight, by evenly redistributing unmatched security weights and by combining the weights of securities matched to the same company. If there are no security weights available, Sustainalytics will assign equal weights to all securities.

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