

EU TAXONOMY ALIGNMENT SOLUTION

Quantify the share of your taxonomy aligned investment

Comply with incoming disclosure obligations for your products sold in the EU.

The Taxonomy regulation establishes an EU-wide classification framework, enabling firms to identify economic activities and investments that can be treated as 'environmentally sustainable'.

ISS ESG has developed a dedicated solution that offers more than 400 taxonomy-specific screening factors across a five-step screening process. ISS ESG's EU Taxonomy Alignment Solution enables asset managers, pension funds, insurers, banks and other investors to identify the level of alignment of their investments and financial products with defined taxonomy activities and quantify respective revenues in order to comply with the upcoming disclosure obligations.

5 STEPS TO ASSESS THE TAXONOMY ALIGNMENT OF COMPANY REVENUES



Identify Relevant Activities



Quantify Respective



Check if Substantial Contribution Criteria Are Met



Check if Do No Significant Harm Criteria Are Met



Check if Social Safeguards Are Met

IDENTIFY YOUR RELEVANT TAXONOMY ACTIVITIES

ISS ESG's EU Taxonomy Solution assists in the analysis of your investments against relevant taxonomy activities, which **substantially contribute to one** of the six primary taxonomy objectives and **do not harm any** of them:

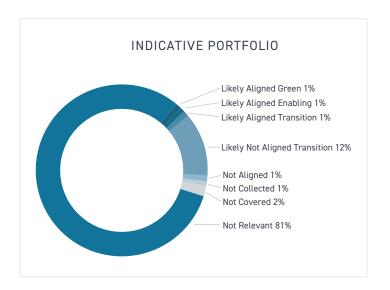
- Climate change mitigation
- Climate change adaptation
- Sustainable use and protection of water and marine resources
- Transition to a circular economy, waste prevention and recycling
- Pollution prevention and control
- Protection of healthy ecosystems





BENEFIT FROM SPECIFIC TAXONOMY DATA TO REPORT ALIGNMENT

- Measure and report on the taxonomy compliance of investment funds
- Select holdings and design investment products
- Customize your reporting and include 'likely aligned' revenues on specific activities and/or assessment steps and more
- Report on overall taxonomy alignment at portfolio level



Example: Use our data to report at portfolio level and quickly provide an overview on overall taxonomy alignment

ISS ESG provides a granular level of revenue assessment, including Likely Aligned, Potentially Aligned and Likely Not Aligned revenues. This allows for different approximations of alignment.

RELY ON OUR COMPREHENSIVE AND DEDICATED TAXONOMY SOLUTION









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