

ANNUAL REPORT (IN ACCORDANCE WITH ARTICLE 29 OF THE ENERGY AND CLIMATE LAW)

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Period covered by the report: 1 January – 31 December 2021

Date of publication: no later than June 30, 2022.

Article 29 of Law No. 2019-1147 Energy and Climate of 8 November 2019 replaces and improves the provisions of Article 173 of Law No. 2015-992 Energy Transition for Green Growth (LTECV) of 17 August 2015. These provisions also aim to align and coordinate French regulations with SFDR.

These provisions are transposed into Articles L. 533-22-1 and D. 533-16-1 of the Monetary and Financial Code.

1-Information relating to the general approach of the entity

FundLogic is licensed for collective management (direct or by delegation) and management on behalf of third parties.

Today, FundLogic may have to manage funds that integrate sustainability risks into their investment policies, but only on the basis of an instruction to replicate a specific index or to manage a protected fund exposed to a specific active allocation with ESG constraints managed by an external asset manager.

Thus, due to its passive management style, FundLogic does not take into account the negative impacts of investment decisions on sustainability factors and does not have specific policies on integrating sustainability risks into its investment decision-making process.

As of December 31, 2021, FundLogic managed USD 7.615 billion through two OPC platforms (a French sicav and an Irish Open Ended Investment Company), an Irish *unit trust*, a Caymanian Trust with ten sub-funds and three managed accounts.

Of all these products, only two sub-funds of the Irish UCITS platform, the management of which was received by delegation, were classified as article 8 SFDR, all the others being classified as article 6. These two sub-funds represented 9.31% of the total AUM as at 31 December 2021.

FundLogic SAS is not a signatory of the UNPRI as such, however as part of the Morgan Stanley Group, the company has to commit to the same high standards the Group has set out (Morgan Stanley Investment Management is a signatory). Morgan Stanley is one of three financial institutions that founded and drafted the Carbon Principles with three leading NGOs: the Environmental Defense Fund, the National Resources Defense Council and Ceres. The Principles provide a consistent approach for banks and their U.S. power clients to evaluate and address the carbon risks associated with financing traditional power production facilities and aim to encourage development of low-power generation. Morgan Stanley is committed to a broad vision of sustainability encompassing environmental and long-term social sustainability that can be

¹ There is no board of directors or supervisory board, FundLogic being a SAS

achieved only by empowering communities to participate fully in economic development. The global Code of Conduct available at <http://www.morganstanley.com/about-us-governance/index.html> reflects the group's vision in that respect.

2-Information on the internal means deployed by FundLogic (means to contribute to the transition)

There have been no financial, technical and human resources dedicated to ESG for 2021, or internal capacity building actions for the reasons stated above.

3-Information relating to the approach to taking into account ESG criteria at the level of the entity's governance (strategy + contribution to the transition)

N/A

4-Information on the engagement strategy with issuers or management companies and its implementation (strategy, contribution to the transition, voting rights)

FundLogic's voting policy states that due to the type of management implemented, the company does not attend shareholder meetings and does not exercise its voting rights.

In the event that FundLogic delegates the management of a UCITS with active management, it ensures that the delegate has a voting policy in place.

5-Information on the alignment strategy with the international objectives of limiting global warming provided for in the Paris Agreement (alignment)

N/A

6-Information on the alignment strategy with the long-term objectives related to biodiversity (alignment and contribution to the transition)

N/A

7-Information on approaches to taking into account environmental, social and governance quality criteria in risk management (policy on sustainability risks)

N/A

8-Improvement approach and corrective measures (contribution to the transition)

Given the passive nature of FundLogic's management of extra-financial criteria, no improvements or corrective actions are currently being considered.