Securis

Sustainability Disclosure Statement

March 2021

Statement Document

In accordance with the requirements of Article 3 of Regulation EU 2019/2088 on sustainability-related disclosures in the financial services sector ("SFDR" or the "ESG Disclosure Regulation") Securis Investment Partners LLP ("Securis" or the "Firm") has voluntarily chosen to formulate and disclose its policy on the integration of sustainability risks into its investment decision processes.

Securis' Investment Philosophy

Our investment philosophy at Securis is committed to delivering attractive risk-adjusted returns for our investors over the long-term. Our investment approach to achieve these investment return objectives is to primarily to invest in assets which carry exposure to insurance risk and, in particular, Insurance Linked Securities diversified by type of risk and by geography.

Consideration of Sustainability Factors in Securis' Investment Process

We believe it is important to recognise the Environmental, Social, and Governance related risks to our investments and the impact our investments may have on the world. Securis considers ESG sustainability criteria as part of the investment decision making process, however no funds have sustainability criteria within their investment objective. As a provider of ILS solutions, the vast majority of the underlying policies are covering properties which are residential, small to medium commercial buildings, or linked to the lives of individuals. As such, a negligible proportion of our investments have exposure to those classes typically considered as harmful to society or the environment and with associated reputational risks for our investors.

Securis considers and takes account of sustainability factors as part of its underwriting and investment decisions. Securis has developed a bespoke framework to score the ESG aspects of each investment as part of the analysis and due diligence process; the scores are assessed on a consistent deal by deal basis within the Investment Committee. A low score in any or all of the elements does not preclude making an investment but serves as a framework to inform the decision making. For example, the environmental factors score will assess the extent to which an investment is exposed to risks affected by climate change and whether the investment protects exposures with a high carbon footprint. For the social score, Securis may consider how the proceeds of underwriting are being used and the consequences for society, whether the investment helps society build resilience, and whether it is tackling the challenge of under-insurance. For the governance score, Securis may consider the particulars of the investment contract to determine coverage, exclusions and trigger levels, funding and collateral release terms, as well as the counterparties own governance structures. Securis aims to review and update its modelling framework and pricing analysis to reflect its current view of all relevant risks on an ongoing basis, including sustainability-related risks.

Limited Disclosure

Securis supports the objectives of SFDR in encouraging financial market participants to embrace consideration of sustainability risk within their investment decision making processes and endeavours to do so through the ESG Investment Policy. However, no Securis Funds have sustainable investment as their objective and are not intended to promote specific environmental or social characteristics. In particular, these strategies do not take account of the criteria for environmentally sustainable economic activities under the EU Taxonomy Regulation.

Although Securis, where appropriate, takes account of sustainability factors in its investment decision framework, we do not currently consider the adverse impacts of our investment decisions on sustainability factors as part of the investment process.

Securis' Corporate Philosophy

Securis acknowledges the importance of embedding environmental, social responsibility and corporate governance factors into our corporate operational framework, ethics and culture. Our aim is to align our principles with those of our investors through a diligent and responsible approach to Environmental, Social and Governance considerations at both an investment and corporate level.

Within the context of its global operations, Securis defines environmental sustainability as its efforts to reduce energy consumption, water usage, waste disposal, and carbon emissions, and the promotion of strategies that progress towards encouraging these reductions. Securis has determined that any environmental sustainability initiatives implemented by the business must be practical and proportional to our business, whilst keeping us aligned with our investors and allowing us to continue delivering the highest standards of service and value.

Securis defines "social responsibility" as the obligation of our company to make decisions and take actions that will enhance the welfare of our own employees and to act in the interests of society as a whole. As an organisation, Securis is committed to being a responsible member of the community and supporting a number of programs and activities that enhance local, regional and global communities, particularly those closely associated with the ILS industry. Securis has established a charitable foundation and our Corporate Social Responsibility Working Group leads our charitable endeavours.

Corporate governance and ethical conduct are recognised by Securis as essential drivers of long-term success. Ensuring proper and transparent practices are embedded throughout the company's operations is core to our risk management framework and operations in a globally regulated environment.

Governance

Securis' internal ESG framework contains details and examples on how the scoring methodology is to be applied to our investments. Each deal is analysed from a sustainability perspective by the relevant investment analyst and an ESG section is included in the investment report. The Chief Underwriting Officer reviews and challenges the ESG attributes of each deal as part of the overall underwriting review. The Investment Committee takes account of sustainability factors in its investment decisions. Oversight is performed by the Operational Governance Committee, Firm Board and Fund Board.

Transparency and Reporting

Securis publishes this Sustainability Disclosure Statement, along with the ESG Investment Policy and ESG Corporate Policy on our website. Fund specific ESG reports are provided to investors upon request.

Securis became a signatory to the UN Principles for Responsible Investment (UN PRI) in September 2017 and fulfils the reporting requirements that being a PRI signatory entails, in the form of the annual Transparency Report which is available on the PRI website.

Remuneration Policy

Securis has reviewed its Remuneration Policy in accordance with the requirements of Article 5 of SFDR to ensure consistency with the Firm's integration of sustainability risks as described above. The relevant details incorporated in that respect are featured below:

- Central to Securis' remuneration policy is the promotion of sound and effective risk management and this has now been extended beyond financial risks to encompass sustainability risks. In summary, relevant individuals who are involved in implementing and/or overseeing Securis' Sustainability Risks Policy will be assessed in this respect as part of the determination of variable remuneration awards by reference to their risk-adjusted performance. Securis does not have any quantitative sustainability-focused performance targets at either a portfolio or asset level and therefore this is a qualitative assessment in respect of adherence to the Firm's internal procedures for integration of sustainability risk as outlined above.
- Further, another key aspect of Securis' remuneration policy is with respect to avoiding creating an environment which rewards or encourages excessive risk-taking. Again, this principle has been extended beyond financial risk to incorporate sustainability risks and for those individuals who have a role in ensuring or overseeing that the Firm's sustainability risk policy is adhered to this is factored into decisions in respect of variable remuneration awards.