



CH edition

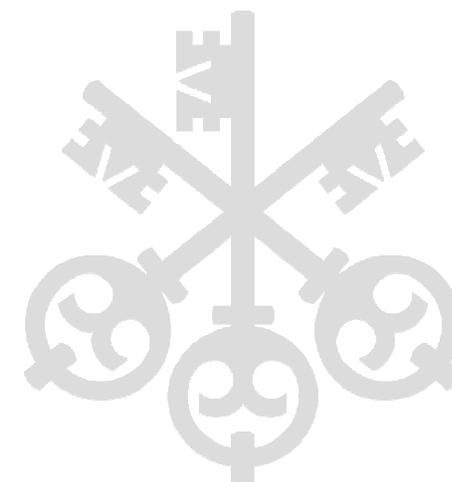
Wissenschaft & Praxis für Grüne Finanzen

Round Table on ESG Integration

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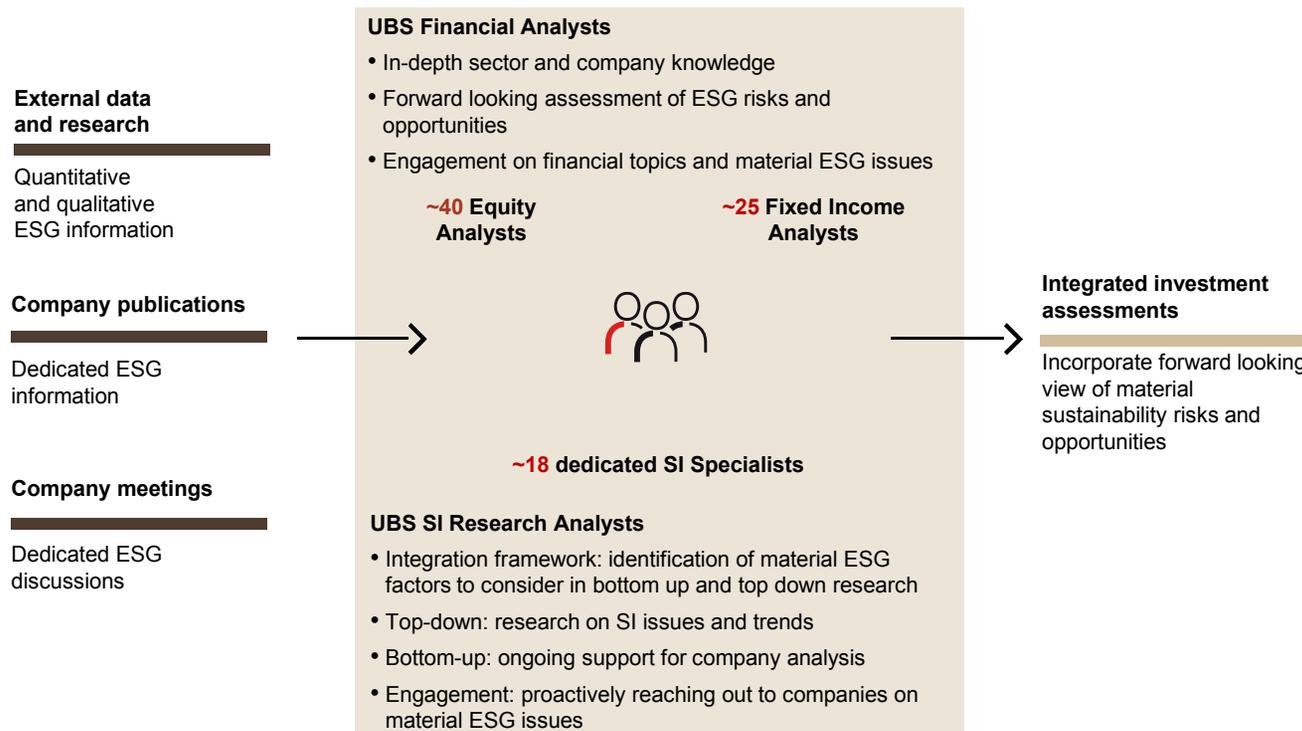
UBS Asset Management

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ESG integration: Solid platform and strong collaboration

Truly integrated research platform: Equity and Fixed Income investment teams work closely with SI Research Analysts to systematically integrate material ESG risks and opportunities into fundamental research



Notes: as of September 2018
Source: UBS Asset Management
For illustrative purposes only

Outlook: Enhance and extend the scope of ESG integration in the investment process



Financial performance

Prove with reliable data that integrating ESG criteria into the investment process generates better risk-adjusted returns



Process "proof points"

Document and proof the systematic and structured process of ESG integration incl. engagement progress and how this contributed to impact maximization



Illiquid asset classes

Extend the scope of ESG integration to also cover illiquid asset classes



Engagement linked to investment cases

Encourage companies to progress towards net positive impact and align their strategy with UN Sustainable Development Goals (to also capture a core driver for business model risks and opportunities).

Needed additional research and data in context of ESG integration

- Enhance insights on financially material issues, risks and opportunities related to operations, supply chain and products
- Have uniform metrics and reliable data that can be connected to the business value and overall business strategy
- Solidification of industry reporting standards to enhance comparability and consistency (esp. for non-financial disclosures)
- Leverage liquid assets research to develop an ESG integration framework for illiquid asset classes, e.g. private markets, real estate, infrastructure.

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