

JPMorgan Fund ICVC – JPM UK Sustainable Equity Fund

Exclusion Policy

November 2021

The JPMorgan Fund ICVC – JPM UK Sustainable Equity Fund reflects many of the shared environmental, social and governance values of our clients through the exclusion of some industries and companies engaged in certain activities. Please see below for details of how exclusions are applied to the portfolio. As shown, we fully exclude some industries and apply maximum percentage thresholds on revenue or production to others, which can vary depending on whether the company is a producer, distributor or service provider.

	THRESHOLD EXCLUSIONS		FULL EXCLUSIONS
VALUES BASED	Electricity generation - oil & gas ² , nuclear: 30% of power production	Conventional weapons: 10% of revenue	Tobacco production
	Electricity generation* - Coal: 10% of power production	Gambling: 10% of revenue	Controversial weapons (including white phosphorus)
	Thermal coal extraction: 10% of revenue	Adult entertainment: 5% of revenue	Nuclear weapons
	Tobacco related activities: 10% of revenue	Unconventional oil & gas extraction: 10% revenue	
	Conventional oil & gas extraction ^{2, 3}		
NORMS BASED ¹			Companies in breach of the UN ⁴ Global Compact

¹ Where the norms violation cannot be remediated in the near future or where the company has not shown any signs of addressing the issue, we will immediately exclude that company. Where it is less clear, we will engage with the company on the issue.

² The fund may invest up to 5% of its assets in companies that would otherwise be excluded for being active in oil & gas extraction and electricity generation if the portfolio managers believe they are best in class and leading the transition to the low carbon economy.

³ The fund may invest in companies that derive more than 40% of their revenue from activities related to natural gas extraction or renewable energy sources.

⁴ UN stands for United Nations. The UN Global Compact is an initiative to encourage businesses worldwide to adopt sustainable and socially responsible policies, and to report on their implementation.

The above exclusion and inclusion criteria are subject to periodic changes without advanced notice. Any changes will be reflected in this policy document.

J.P. Morgan Asset Management is the brand name for the asset management business of JPMorgan Chase & Co. and its affiliates worldwide. To the extent permitted by applicable law, we may record telephone calls and monitor electronic communications to comply with our legal and regulatory obligations and internal policies. Personal data will be collected, stored and processed by J.P. Morgan Asset Management in accordance with our [EMEA Privacy Policy](https://www.jpmorgan.com/emea-privacy-policy) www.jpmorgan.com/emea-privacy-policy. This communication is issued in the UK by JPMorgan Asset Management (UK) Limited, which is authorised and regulated by the Financial Conduct Authority. Registered in England No. 01161446. Registered address: 25 Bank Street, Canary Wharf, London E14 5JP.