



# WAVERTON

INVESTMENT MANAGEMENT

## WS Waverton Charity Growth & Income Fund Ethical Exclusion Criteria

### Introduction

The assets of the WS Waverton Charity Growth & Income Fund (the “Fund”), will be invested in accordance with Waverton Investment Management’s investment process and the Fund’s ethical investment policy, which was developed specifically with UK charities’ values in mind. For inclusion in the Fund’s investible universe, certain potential investments will be screened against an ethical exclusion criteria using third party research provider, MSCI.

### Ethical Exclusion Criteria

These restrictions apply to the directly held investments in the categories listed below.

#### Equities

Potential investments in companies will be screened using MSCI. The screen ensures that the Fund will not invest in directly held securities deriving significant revenue from involvement in the following sectors:

#### Tobacco

- Generates more than 10% of its total revenue from tobacco production

#### Gambling

- Generates more than 10% of its total revenue from gambling operations

#### Adult Entertainment

- Generates more than 10% of its total revenue from adult entertainment

#### Controversial Weapons

- Any tie to cluster munitions, landmines, biological / chemical weapons, depleted uranium weapons, blinding laser weapons, incendiary weapons and / or non-detectable fragments
- Companies which are more than 50% owned by a company with biological or chemical weapons involvement

#### Fixed Interest

- Direct corporate bond securities are subject to the same ethical restrictions as for equities, but government bonds are excluded from the screen

#### Third party funds

- Third party funds may not have the same ethical policy as the Fund, but Waverton will monitor any third party funds and endeavour to avoid investing in such funds if there appears to be a conflict

#### Portfolio Monitoring

Where an investment is identified as one which no longer meets the Fund’s ethical policy, the Investment Manager will seek to sell the investment within the following 90 days. The prices at which such an investment can be sold in these circumstances may be lower than the prices that might have otherwise been realised for the investment if such a sale was not required.

#### Responsible Investment

Waverton Investment Management’s approach to responsible investment can be read in detail on our website: <https://www.waverton.co.uk/responsible-investment>

#### Risk Warning

All financial investments involve an element of risk. Clients should note that investments may fall as well as rise. There is no guarantee that the objective will be met or that a positive return will be delivered over any time period. Capital security is not guaranteed. For full details of investment risks, please refer to the Prospectus and the KIID. A copy is available from the Authorised Corporate Director, Link Fund Solutions Limited.