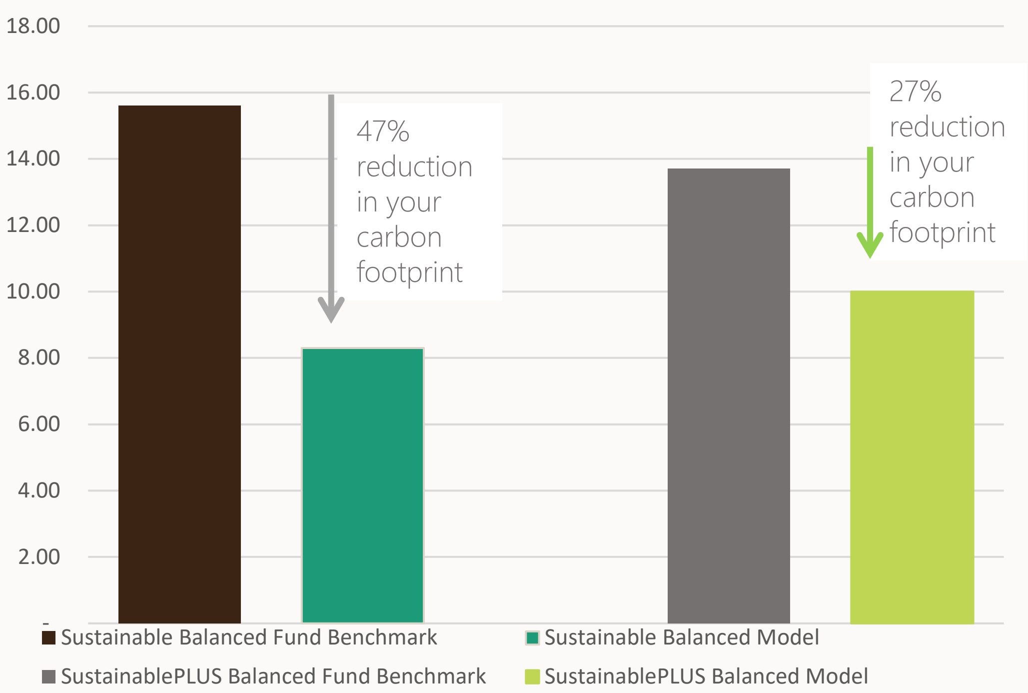
Carbon footprint of our global shares' allocation

Ethical Investment NZ believe that climate-related factors will have a material impact on investment outcomes. As a result, with our investment research partner, Māpua Wealth, we design portfolios that have a reduced exposure to climate change risks, and as part of this we have started to measure the carbon footprint for our clients' investments. We have included the total growth allocation (shares, listed property, and listed infrastructure) of our Sustainable and SustainablePLUS model portfolios.

The chart below shows how a balanced model portfolio compares against a multi-asset benchmark. It shows the "Scope 1 and 2" carbon footprint measured in tonnes of CO_2 equivalent. There is currently a 47% reduction in the carbon footprint of our Sustainable model portfolios and an 27% reduction in the SustainablePLUS models compared to each model's respective growth benchmark allocation. The SustainablePLUS Models have a higher carbon footprint due GMO Climate Change and Kernel S&P Global Green Energy, which invest into materials for battery technology.



Explanation:
The data in the chart is an asset-weighted average of holdings with scope 1 and scope 2 emissions data from global environmental, social and governance data firm Sustainalytics. Note, the global equity portfolio is an estimation only and generated from data provided by BlackRock using MSCI data.

Scope 1 emissions include direct greenhouse gas emissions from sources that are owned or controlled by the companies held in the fund. Scope 1 can include emissions from fossil fuels burned on site, emissions from entity-owned or entity-leased vehicles, and other direct sources.

Scope 2 emissions include greenhouse gas emissions from the generation of purchased energy consumed by the companies held in the fund. Scope 2 emissions physically occur at the facility where electricity is generated.