SARASIN

Non-UCITS Retail Scheme Key Investor Information

This document provides you with key investor information about this Fund. It is not marketing material. The information is required by law to help you understand the nature and the risks of investing in this Fund. You are advised to read it so you can make an informed decision about whether to invest.

Sarasin Climate Active Endowments Ex-Energy Fund, a sub-fund of Sarasin Charity Authorised Investment Funds

Class A GBP Accumulation Units ISIN:GB00BMWG6F67

This Fund is managed by Sarasin Investment Funds Limited

Objectives and Investment Policy

Objective

We seek to grow the Fund (through increases in investment value and income) by 4.0% per year more than the Consumer Prices Index (CPI) over a rolling 5 year period after deducting fees and costs. This target is not guaranteed over any period of time and the Fund could lose value.

Investment Policy

We invest the Fund approximately as follows;

- Shares: 70% in 40 to 70 companies listed on major stock exchanges around the world.
- Bonds: 15% issued by companies, governments and supranational and quasi-governmental organisations.
- Real estate investments: 5%
- Cash or Alternatives: 10%

The strategic asset mix of the Fund (as defined by the blended benchmark) sets out how the portfolio will be allocated in normal market conditions. However, the Fund is managed on an active basis and when there is a strong sentiment, positive or negative, on a particular asset class or classes, we will actively deviate away from this asset mix and the securities in the underlying indices to try to meet the investment objective.

The Fund combines a thematic investment approach with an emphasis on promoting alignment with the goal of the Paris Agreement to keep global temperature increases to well below 2°C,and ideally 1.5°C, above pre-industrial times. The Fund seeks broad economic exposure, rather than avoiding carbon-intensive sectors and, as a result, may hold companies that have a large carbon exposure.

The Fund will invest in companies that are either well placed to benefit from a transition to net zero carbon emissions by 2050; are in hard-to-abate sectors which have a vital role to play in meeting the Paris Agreement targets, as well as those that can enable hard-to -abate entities to meet those targets, that we are supporting to transition to net zero carbon emissions by 2050; or those that are aligned to our thematic investment approach, tend to be in lower carbon sectors, and are more neutrally exposed to climate-related risks.

We identify the long-term investment themes that drive growth and lead to disruption in global economies and industries, and will shape the world in which we live and invest. We select companies based on our own analysis of which are most likely to benefit from our themes, and are well placed to grow their revenues and cash flows as a result of them.

Integral to this analysis is an in-house tool devised to examine and quantify any material environmental, social and/or governance (ESG") factors. A comprehensive assessment of the related risks and opportunities resulting from these factors are then embedded within our financial modelling and analysis of companies.

We undertake fundamental analysis on bond issuers, which includes an evaluation of risks that ESG factors pose. We implement an in-house scoring system which combines our assessment of the materiality of ESG risks associated with each industry sector with data on each bond issuer to generate an overall issuer-specific ESG rating and only invest in bonds whose issuer has as ESG rating above a pre-determined level.

As far as possible, we engage with companies with a focus on those that are most materially exposed to environmental, social or governance risks, particularly those most materially exposed to climate-related risks, aiming to support a faster transition onto a 1.5°C temperature increase pathway, thereby reducing climate-related risks and cutting real-world emissions and may disinvest if we believe that those companies are not sufficiently addressing the material risks associated with climate change. Voting is integral to our engagement work and, where we are a shareholder, we seek to ensure our voting is aligned with our engagement priorities.

The Fund avoids investment in companies which are categorised as being in the Energy sector according to the Global Industry Classification Standard (GICS). In addition, the Fund avoids investment in companies which are materially engaged in certain sectors including extraction of thermal coal, production of oil from tar sands, tobacco, alcohol, armaments, gambling and adult entertainment.

The Fund will not passively track an index. Derivatives (financial instruments whose value is linked to the expected future price movements of an underlying asset) may be used to meet the Fund's investment objective. They may also be used to assist with the efficient management of the Fund with the aim of reducing risk or costs, managing currency exposures or generating additional capital or income.

The Fund's performance can be assessed by reference to a blended benchmark of:

- 7.5% - ICE BofA UK Gilts All-Stocks Index;
- 7.5% - ICE BofA Sterling Corporate & Collateralised Index;
- 10% SONIA+2%;
- 10% - MSCI All Countries World Index Ex-Energy (Local Ccy - GBP);
- 60% - MSCI All Countries World Index Ex-Energy (Net Total Return);
- 5% - MSCI All Balanced Property Funds Index (One Quarter Lagged);

Distribution Policy

Any income due from your investment is reflected in the value of your units rather than being paid out. The Fund can use an ‘income reserve’ to smooth income payments or accumulations to from year to year.

Dealing Frequency

You can buy and sell units in the Fund before 12 noon GMT on any business day in London.

Recommendation

The Fund is only available for investment by Charities. This Fund may not be appropriate for investors who plan to withdraw their money within 5 years. For full investment objectives and policy details please refer to the Prospectus.

Risk and Reward Profile

Lower risk ← → **Higher risk**

Potentially lower reward **Potentially higher reward**

1	2	3	4	5	6	7

The Risk and Reward Indicator table demonstrates where the fund ranks in terms of its potential risk and return, calculated using the volatility of monthly returns over five years. As it simulates how the fund may have performed in the past, you should note that the Fund may well perform differently in the future. The risk category shown is not guaranteed and may shift over time.The higher the rank the greater the potential reward but the greater the risk of losing money.

The Fund is ranked at 5 reflecting simulated historical returns. This ranking is typically higher than a fund which invests in cash deposits but lower than a fund which invests solely in equities.

The following risks may not be fully captured by the Indicator:

- Investing in bonds offers you the chance to earn returns through growing your capital and generating income. Nevertheless, there is a risk that the organisation which issued the bond will fail, which would result in a loss of income to the Fund, along with its initial investment. Bond values are likely to fall if interest rates rise.
- Counterparty and Settlement Risk: The Fund may enter into derivative transactions in over-the-counter markets, which will expose the Fund to the credit risk of their counterparties. The Fund may be exposed to the risk of settlement default where the counterparty may default on its obligations to perform under the relevant contract. In the event of the bankruptcy or insolvency of a counterparty, the Fund could experience delays in liquidating the position as well as significant losses, including declines in value during the period in which the Fund seeks to enforce its rights.
- Derivatives Risk, which are linked to the rise and fall of other assets, may be used both to achieve the investment objective, and to simply reduce the risk or manage the Fund more efficiently. The price movements in these assets can result in larger movements of the Fund unit price.
- Market Risk: This is a general risk that the value of a particular derivative may change in a way which may be detrimental to the Funds' interests and the use of derivative techniques may not always be an effective means of, and sometimes could be counter-productive to, the Funds' investment objectives.
- Sector Exclusion Risk: The implementation of sector exclusions can impact the Fund's investment performance, causing it to differ from similar funds that do not employ such criteria. The Sub-fund is exposed to risks associated with changes reclassifications of companies into or out of the GICS Energy sector. Such changes may lead to the Sub-fund having to sell an investment at a time when it is disadvantageous to do so in order to comply with its exclusion criteria.
- Emerging Market Equities Risk: Emerging markets may face more political, economic or structural challenges than developed markets and shares may be less liquid, meaning that investments may not be sold quickly enough to prevent or minimize a loss; they may therefore involve a higher risk than investing in developed markets.
- The Fund has charges deducted from capital. This may reduce the potential for growth.
- Bonds Liquidity Risk: In stressed market conditions the value of certain bond investments may be less predictable than normal. In some cases this may make such investments harder to sell at the last quoted market price, or at a price considered to be fair. Such conditions could result in unpredictable changes in the value of your holding.

Charges

The charges you pay are used to pay the costs of running the Fund, including the costs of marketing and distributing it. These charges reduce the potential growth of your investment.

One-off charges taken before or after you invest	
Entry charge	No charge
Exit charge	No charge
This is the maximum that might be taken out of your money before it is invested	
Charges taken from the Fund over a year	
Ongoing charges	0.94% (estimated)
Charges taken from the Fund under certain specific conditions	
Performance fee	No charge

- The ongoing charges figure is based on an estimated expenses for the year ending 31/12/2023. This figure may vary from year to year. It excludes: Portfolio transaction costs, except in the case of an entry/exit charge paid by the Fund when buying or selling in another fund.
- For more information about charges, please refer to the relevant sections of the Prospectus available at www.sarasinandpartners.com

Past Performance

- Due to the recent launch of the share class there is insufficient data to provide a useful indication of past performance to investors.
- The Fund was launched on 09/07/2024
- The Share Class was launched on 09/07/2024.

Practical Information

Depositary: National Westminster Bank plc.
Further Information: You can get further detailed information regarding the Fund, including how to buy, sell and switch units, within the Prospectus and the Annual and Semi-annual Reports and Accounts which you can get free of charge from Sarasin & Partners LLP. These are available in English only. You can also call us on 0333 300 0373, or look on our website: www.sarasinandpartners.com for further information including the latest unit prices.
Fund Information: The Fund is a sub-fund of Sarasin Charity Funds which is an umbrella authorised unit trust. Sarasin Charity Funds is registered with the Charity Commission for England and Wales and authorised by the UK Financial Conduct Authority (the FCA) to operate as a Charity Authorised Investment Fund (CAIF). It is a non-UCITS retail scheme as defined in the FCA Collective Investment Schemes Handbook. This Non-UCITS Retail Scheme Key Investor Information describes a sub-fund under the Sarasin Charity Funds umbrella and the Prospectus and Annual Reports will be prepared for the entire range of Sarasin Charity Funds.
Liability Statement: Sarasin Investment Funds Limited may be held liable solely on the basis of any statement contained in this document that is misleading, inaccurate or inconsistent with the relevant parts of the Prospectus for the Fund.
Fund Liability: The assets of the Fund are segregated from those of the other sub-funds under the Sarasin Charity Authorised Investment Funds umbrella; therefore, the assets of the Fund will not be available to meet a claim of a creditor or another third party made against another sub-fund.
Tax Legislation: The Fund is subject to the tax laws and regulations of the United Kingdom. Depending on your own country of residence, this might have an impact on your investment. For further details you should consult a tax adviser.
Remuneration Policy: The Remuneration Policy of the Manager, which describes how remuneration and benefits are determined and awarded, and the associated governance arrangements, is available at www.sarasinandpartners.com or free of charge from Sarasin & Partners LLP, Juxon House, 100 St Paul's Churchyard, London, EC4M 8BU.
Practical Information: This document contains information on Class A GBP Accumulation Units only which have been selected as a representative unit class of the Fund. Other unit classes of the Fund are available and further details can be found in the Prospectus. You are entitled to switch from one unit class to another, provided that you meet the criteria for that unit class. Details of how to do this are contained in the Prospectus.