

Principal SDG Contributions of Index Constituents



Graph: The Sustainable Development Goals highlighted for each company represent the goals correlated to the theme(s) for which they were eligible for selection in the index.

SOLACTIVE SUSTAINABLE GOALS WORLD MV INDEX

Contributions to the 17 SDG

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SDG Contribution

The contribution to the 17 objectives of the SDG is achieved through a projection model of the 8 SDG themes taking into account the behaviour and services of the issuers

Issuer Focus

Corporate governance

Kingfisher, a UK-based company engaged in the supply of home improvement products and services, obtains an advanced score in Corporate governance. The review of CSR issues at Board level coupled with the regular election and evaluation of its functioning contribute to the Company's advanced performance. The majority of Board members are considered independent and 44% are women. The Audit Committee has a comprehensive role that includes the mapping of CSR risks and the monitoring of the related key indicators. With respect to shareholders rights, no anti-takeover devices have been found, the company respects the "one share-one vote" principle and shareholders can vote on major issues in separate resolutions. The Company discloses all relevant information on executive remuneration, including the performance conditions linked to short and long-term incentives, and severance payment do not exceed 1 year's base salary.

**KINGFISHER
(5%)**

Natural Resources

Kingfisher has an advanced approach to environmental management. The company has set ambitious targets by 2020 to reduce its energy intensity (- 45%), its CO2 emissions in absolute terms (-25%) and CO2 emissions from transport (-20%), from a 2010/2011 baseline. Kingfisher adopts natural overhead lighting in some of its stores and 27% of them were equipped of LED lighting in 2015. As a result, the company's energy consumption, normalised by sales, has decreased by 17% from 2011 to 2015. The company implemented several relevant measures to reduce the environmental impacts related to the transport of its products : efficient fleet (dual-fuel trucks that run on low-carbon biomethane and trucks powered by natural gas), rationalisation of transport flows (strategic location of its new distribution centres), improvement of production and personnel transport mix (car-sharing website, assessment of carbon footprint of transport suppliers), sharing of containers with other companies.

Natural resources

BT displays an advanced performance on this theme. The British telecommunication company has set targets to reduce its CO2 emissions and, as member of the RE100 initiative, aims to purchase 100% of its electricity from renewable sources by 2020, where markets allow. In 2017, the company has sourced 81% of its electricity from renewable energy sources. Normalised to turnover, BT's energy consumption has decreased over the 2013-2017 period while its CO2 emissions have increased between 2015 and 2017. Regarding waste management, the company commits to increase the tonnage of recyclable waste segregated at site by 10% annually. BT reports reducing the amount of waste sent to landfill by reusing and recycling materials and equipment. The Company's total and hazardous waste production, normalised to turnover, has decreased over the 2013-2017 period while the percentage of waste recycled has increased over the same period.

**BT GROUP
(1%)**

Issuer Focus

Basic needs

Sanofi specialises in the production of pharmaceuticals. Part of Sanofi's products, notably under the vaccines business (14.5% of the Group's sales in 2017), addresses WHO priority diseases (e.g. pneumonia, diphtheria, cholera, tuberculosis, influenza, etc.). Other drugs address vascular, heart diseases and diabetes (20% of Group's sales), cancer, epilepsy, among others. Sanofi additionally distributes drugs that are included in the WHO list of essential medicines, namely clopidogrel, an antithrombotic medicine, and enoxaparin, a product affecting blood coagulation. Sanofi provides over-the-counter medicines for the treatment of allergy, flu and cough, and digestive medicines. Altogether, all of Sanofi's sales are derived from pharmaceuticals in 2017, except for a very minor share of probiotics and food supplements.

Societal development

Sanofi appears to make significant contributions to promote sustainable development of healthcare systems of communities where it operates and to expand access to medicines. The company has set specific targets to eliminate sleeping sickness and lymphatic filariasis by 2020 in partnership with WHO and Bill and Melinda Gates Foundation and explicitly support WHO's objective to reduce dengue mortality by 50% and morbidity by 25% by 2020, among others. The company has allocated comprehensive measures to combat infectious and non-infectious diseases, such as price cutting scheme for several illnesses (epilepsy, cancer, diabetes, malaria...), support of local production capacity to increase access, gifts to organisations, sharing of R&D discoveries on neglected and orphan diseases. With regard to the respect of fundamental human rights during clinical trials and genetics-based research activities. Sanofi has set a Research & Development Data Privacy Office and a chief Medical Officer (CMO) is in charge of supervising all bioethics-related issues including the dedicated Bioethics Committee. Relevant internal controls are in place, regular safety monitoring are conducted during all clinical trials and each study protocol is reviewed by internal and external ethics committees. Member of the Pharmaceutical Supply Chain Initiative (PSCI) since 2017, Sanofi evaluates its suppliers based on CSR criteria, including on labour practices. The company provides trainings to its employees, conducts a CSR performance annual evaluation of its high-risk suppliers, has non-compliance procedure annual performance objectives set for regional heads of procurement include suppliers' compliance.

SANOFI
(5%)

Energy & climate change

Algonquin Power Company owns and operates renewable energy facilities, producing hydro, wind and solar power. Renewable sources represented 85% of the Company's generation capacity and 93% of its power production in 2015.

ALGONQUIN
POWER & UTILITIES
(5%)

Corporate Governance

Keppel Corporate (Keppel) achieves an advanced performance in Corporate Governance. More than 50% of Board members are considered independent, and most relevant CSR issues appear to be discussed at a Board level within a dedicated Committee. The Audit Committee plays a comprehensive role in overseeing internal and external controls, and CSR risks are covered by the internal controls system. On executive remuneration, CSR performance objectives appear to be linked to variable remuneration. Finally, no voting rights restrictions have been identified.

KEPPEL
CORPORATION
(5%)