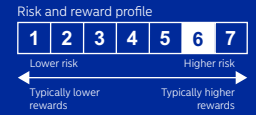




Fund Portrait



Nordea 1 – Global Social Empowerment Fund

LU2257592514 (BP-USD) / LU2257592787 (BI-USD)

SFDR classification
ARTICLE **9**

Highlights

- The majority of the UN 2030 SDGs are dedicated to social empowerment, yet there is a significant investment gap in this area
- The lack of research on this attractive global growth segment is paving the way for **strong alpha generation**
- Investing in a thematic, global equity solution that focuses on businesses providing positive social solutions is being an **active player** of the social empowerment trend
- Create value by investing in companies that provide successful solutions and **make a difference with your investment**



Asset Management at Nordea

As an active investment manager, Nordea Asset Management manages asset classes across the full investment spectrum and aims to serve its clients in every market condition. Nordea's success is based on a sustainable and unique multi-boutique approach which combines the expertise of specialised internal resources with exclusive external competences with the aim to deliver alpha over time for the benefit of our clients¹.

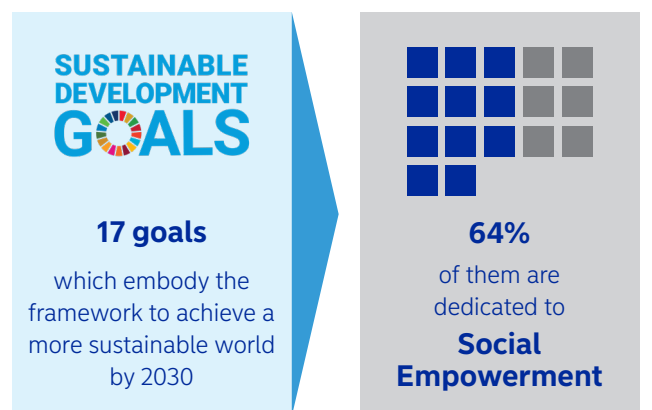
The Nordea 1 – Global Social Empowerment Fund, launched in December 2020, has been managed internally by Nordea's Fundamental Equities Team (FET), the same successful ESG thematic boutique behind the well-known Nordea's Global Climate and Environment Strategy and ESG STARS Strategies.

The Nordea 1 – Global Social Empowerment Fund is managed by two portfolio managers, Olutayo Osunkunle and Thomas Sørensen, who are part of and supported by the rest of the FET. The team is further supported by the Nordea Responsible Investment (RI) Team, one of the largest and most experienced teams in Europe, as well as a dedicated Impact Analyst.

The importance of "S" in ESG

ESG considerations continue to gain traction in society as investors, politicians, regulators and companies acknowledge social issues are time sensitive. However, over the last four years, the majority of investment inflows related to the UN Sustainable Development Goals (SDGs) have made their way to environ-

ment-focused strategies only, even though 64% of them are dedicated to social empowerment. In fact, there is an estimated USD 5 to 7 trillion investment needed per year to achieve the goals, yet only USD 3 trillion is currently being invested. Hence, there is a clear investment gap within the Social pillar, which has been left behind.



Source: <https://www.unpri.org/download?ac=5909>

1) There can be no warranty that an investment objective, targeted returns and results of an investment structure is achieved. The value of your investment can go up and down, and you could lose some or all of your invested money.

Making the “S” in ESG investible

In December 2020, Nordea Asset Management launched a new fund with a strong focus on the “S” factor. The Nordea 1 – Global Social Empowerment Fund has three main goals:

- To generate attractive risk-adjusted long-term returns²
- To support sustainable global growth by supporting businesses which provide social solutions creating a positive impact
- To be a responsible investor by fostering corporate improvement via engagement and active ownership

Importantly, we believe all three goals can be achieved at the same time. We should not underestimate the power of capital allocation, which we have seen first-hand through the success of our Global Climate and Environment Strategy.

The Nordea 1 – Global Social Empowerment Fund applies the same proven toolbox – rigorous fundamental analysis with full ESG and Impact integration, a disciplined risk management framework and engagement as a key component to foster change. Hence it comes with no surprise that we also leverage on the very same investment team, that successfully managed the Global Climate and Environment Strategy for more than a decade.

The Investment Approach

The Nordea 1 – Global Social Empowerment Fund was launched in 2020 to invest in companies that provide social solutions, create a positive impact, and generate sustainable shareholder value.

The investment team utilises its proprietary investment universe targeting three overall investment clusters and nine underlying strategies which are strongly aligned with the United Nation Sustainability Development Goals³ as illustrated below.

| Asset Class & Investment Universe | | | |
|--|--|---|--|
| Supporting sustainable Global growth by allocating capital for positive social solutions | | | |
| Theme | Vital Needs | Inclusion | Empowerment |
| | | | |
| Strategies | <ul style="list-style-type: none"> • Air, water and Sanitation • Food and Nutrition • Affordable Housing and Other basics | <ul style="list-style-type: none"> • Human Capital Development • Digital Connectivity • Infrastructure | <ul style="list-style-type: none"> • Health and Wellness • Productive Innovation • Financial Engagement |
| SDGs | | | |

Source: Nordea Investment Management AB.

Vital Needs

In Vital Needs, we identify companies that help providing the minimum foundational resources for long-term wellbeing with their products and services. We have identified air, water and sanitation, food and nutrition and affordable housing and target companies with solutions within this theme. Our investments in this area are focused on companies in this regard because the World Employment Conference on 1976 proposed that the satisfaction of vital needs is the most important objective of national and international development policy, notwithstanding that the definition of the poverty line is defined as the minimum income to satisfy these needs.

Inclusion

In Inclusion, we are incorporating companies that promote equality. With vital needs satisfied, we believe that the participation in the formal global economy reduces inequality. We choose to invest in companies that demonstrate sound policies for empowering human capital, improving digital connectivity and building infrastructure to support economic, technology and social inclusion.

Empowerment

In Empowerment, we focus on solutions which empower people with means to create lasting wealth and to improve their wellbeing going beyond the foundational basics covered in earlier themes. We target Health & Wellness solutions, Innovators which help reduce operational costs whilst driving productivity as well as income generation possibilities of SMEs (Productive Innovation) and Providers who democratize the access to financial products (Financial Engagement).

Investment philosophy and process

The investment philosophy is based on the following beliefs:

- **Positive Impact** – we believe our solutions-oriented approach contributes a better society
- **Fundamental** – we believe free cash flows ultimately drive shareholder value
- **Discipline** – we believe our investment process can produce consistent results and reduce the risk of unintended biases
- **Long-term sustainability** – we believe in active ownership and take a long-term view

The Nordea 1 – Global Social Empowerment Fund follows a structured, disciplined investment process centred in long-term thinking, fundamental bottom-up analysis and a unique risk management framework.

As an integrated component to the investment process of this product, a thorough in-house ESG analysis is performed by our independent and experienced RI team. Together with all

2) There can be no warranty that an investment objective, targeted returns and results of an investment structure is achieved. The value of your investment can go up and down, and you could lose some or all of your invested money. 3) SDG refers to the UN's Sustainable Development Goals, 17 high level goals launched in 2015 to end poverty, protect the planet and ensure prosperity for all.



other relevant inputs, ESG is systematically impacting the valuation model, mainly via how we fade returns (sustainability of returns) in our DCF model. Moreover, we use both internal and external ESG analysis to assess companies' ESG profiles. As part of this assessment, we would not buy C-rated companies.

Furthermore, the investment process also incorporates an in-depth assessment of the potential impact of each investment. The impact framework aims to identify potential social and/or environmental solution within our clusters and measure the positive contribution to the SDGs (revenue alignment). At the same time, we also examine the EU taxonomy alignment of the respective solution and company.

Overall, our fundamental, bottom-up and ESG integrated approach aims to identify a portfolio of high conviction ideas – **40 to 60 under-valued stocks** – that invests in global equities, **typically with a mid-cap, growth bias**, that derive future cash flows from their innovative social solutions.

Engagement & Impact Management

Being a key part of the investment process, Engagement means having a constructive dialogue with the companies we invest in or that we are considering for investment. Such dialogue enables us to understand how a company is thinking about and addressing ESG risks or opportunities that are relevant for its business.

The portfolio managers and RI Team together build an engagement roadmap, where they identify the most relevant and material ESG topics for each company. Engagement can take various forms, from conference calls to face-to-face meetings, field visits and even active ownership & voting. While the RI Team typically takes the lead in engagement activities, our portfolio managers often participate as well. We see engagement as a way to preserve and enhance long-term shareholder value, as well as a great opportunity to create a positive impact for the broader society.

Engagement takes a new dimension with our Global Social Empowerment solution. It does not only consist of the traditional forms of engagement, like the exercise of voting rights or entering into a dialogue to encourage companies to improve

their management systems, their ESG performance or their reporting. When assessing a company's ESG risk profile, the RI team pays attention to specific themes utilising the UN Sustainable Development Goals.

We distinguish between two types of engagement:

- **Risk Engagement:** if a company is not managing its material ESG risks well, the RI team engages with the company on the issue. The ESG risks can be company specific or stem from the country in which the company operates or its industry. Violations of international norms and conventions are also addressed under Risk Engagement
- **SDGs Engagement:** We believe the UN Sustainable Development Goals (SDGs) form a useful framework, which helps us to understand company strategy in the context of global ESG themes. While companies' exposure to SDGs varies greatly, these exposures can be both a source of opportunity and risk, and hence a valuable area for engagement

Invest in social solutions and benefit from returns with responsibility

The Nordea Global Social Empowerment Strategy is a uniquely positioned thematic global equity solution well aligned with UN SDGs run by a passionate and experienced team from a successful ESG thematic boutique in charge of more than €24bn AuM mainly focused on sustainable solutions.

With the Nordea Global Social Empowerment Strategy investors can be an active player of the social empowerment trend. We create value by investing in businesses that provide successful solutions to close the existing social gap, while always having in mind the economic value of our investment. A robust ESG analysis is fully integrated into a proven fundamental process while engagement with the invested companies secure that ESG issues are identified and being discussed to foster a change towards a more sustainable and more social world.

Together, we make a difference with your investment.

| Nordea 1 – Global Social Empowerment Fund | |
|---|--|
| Fund manager | Fundamental Equities Team |
| Fund domicile | Luxembourg |
| ISIN codes* | LU2257592514 (BP-USD) LU2257592787 (BI-USD) |
| Annual management fees | 1.75% (BP-USD) 0.75% (BI-USD) |
| Base currency | USD |
| Reference index | MSCI ACWI Index (Net Return) |
| No. of holdings | 61 |
| Launch date | 03.12.2020 |

Risks

Please be aware that there are risks associated with investing in this sub-fund, amongst others in: **Country risk – China, Depositary receipt, Derivatives, Emerging and frontier markets, Securities handling, Taxation.** For further details, please refer to the Key Investor Information Document, which is available as described in the disclaimer at the end of this document.

To find out more, visit our local microsite:
nordea.lu/SocialEmpowerment



*Other share classes may be available in your jurisdiction.

The sub-funds mentioned are part of Nordea 1, SICAV, an open-ended Luxembourg-based investment company (Société d'Investissement à Capital Variable), validly formed and existing in accordance with the laws of Luxembourg and with European Council Directive 2009/65/EC of 13 July 2009. **This document is advertising material and does not disclose all relevant information concerning the presented sub-funds.** Any investment decision in the sub-funds should be made on the basis of the current prospectus and the Key Investor Information Document (KIID), which are available, along with the current annual and semi-annual reports, electronically in English and in the local language of the market where the mentioned SICAV is authorised for distribution, without charge upon request from Nordea Investment Funds S.A., 562, rue de Neudorf, P.O. Box 782, L-2017 Luxembourg, from the local representatives or information agents, or from our distributors as well as on www.nordea.lu. Investments in derivative and foreign exchange transactions may be subject to significant fluctuations which may affect the value of an investment. **Investments in Emerging Markets involve a higher element of risk. The value of your investment can go up and down, and you could lose some or all of your invested money. Investments in equity and debt instruments issued by banks could bear the risk of being subject to the bail-in mechanism (meaning that equity and debt instruments could be written down in order to ensure that most unsecured creditors of an institution bear appropriate losses) as foreseen in EU Directive 2014/59/EU. For further details of investment risks associated with these sub-funds, please refer to the relevant Key Investor Information Document (KIID), available as described above.** The investment promoted concerns the acquisition of units or shares in a sub-fund, not in any given underlying asset such as shares of a company, as these are only the underlying assets owned by the fund. Nordea Investment Funds S.A. has decided to bear the cost for research, i.e. such cost is covered by existing fee arrangements (Management-/Administration-Fee). Nordea Investment Funds S.A. only publishes product-related information and does not make any investment recommendations. A summary of investor rights is available in English through the following link: https://www.nordea.lu/documents/engagement-policy/EP_eng_INT.pdf. Nordea Investment Funds S.A. may decide to terminate the arrangements made for the marketing of its sub-funds in any respective EU-country of distribution in accordance with Article 93a of Directive 2009/65/EC. Published by Nordea Investment Funds S.A., 562, rue de Neudorf, P.O. Box 782, L-2017 Luxembourg, which is authorized by the Commission de Surveillance du Secteur Financier in Luxembourg. Further information can be obtained from your financial advisor. He/she can advise you independently of Nordea Investment Funds S.A. **Please note that all sub funds and share classes might not be available in your country of jurisdiction.**

Additional information for investors in Switzerland: The Swiss Representative and Paying Agent is BNP Paribas Securities Services, Paris, Succursale de Zurich; Legal successor (expected merger date: on or around 1 October 2022): BNP Paribas, Paris, Zurich branch, Selnaustrasse 16, 8002 Zurich, Switzerland. **Additional information for investors in Germany:** The Information Agent in Germany is Société Générale S.A. Frankfurt Branch, Neue Mainzer Straße 46-50, 60311 Frankfurt am Main, Germany. A hard copy of the above-mentioned fund documentation is also available here. **Additional information for investors in Austria:** The Facility Agent in Austria is Erste Bank der österreichischen Sparkassen AG, Am Belvedere 1, 1100 Vienna, Austria. **Additional information for investors in the Netherlands:** Nordea 1, SICAV is a Luxembourg Undertaking for Collective Investment in Transferable Securities (UCITS) registered in the Netherlands in the register kept by the AFM, and as such is allowed to offer its shares in the Netherlands. The AFM register can be consulted via www.afm.nl/register. **Additional information for investors in France:** With the authorisation of the AMF the shares of the sub-funds of Nordea 1, SICAV may be distributed in France. Centralising Correspondent in France is CACEIS Bank, located at 89-91 rue Gabriel Peri, 92120 Montrouge, France. **Investors are advised to conduct thorough research before making any investment decision.** **Additional information for investors in Belgium:** The Nordea 1, SICAV is registered in Belgium. Financial Service Agent responsibilities have been assumed by Nordea Investment Funds S.A. A hard copy of the above-mentioned fund documentation is available upon demand free of charge from the management company Nordea Investment Funds S.A. (562, rue de Neudorf, L-2017 Luxembourg, Grand Duchy of Luxembourg) or on the website: www.nordea.be. **Additional information for investors in Spain:** Nordea 1, SICAV is duly registered in the CNMV official registry of foreign collective investment institutions (entry no. 340) as authorised to be marketed to the public in Spain. The Depository of the SICAV's assets is, J.P. Morgan Bank Luxembourg S.A. In Spain, any investment must be made through the authorised distributors and on the basis of the information contained in the mandatory documentation that must be received from the SICAV's authorised distributor prior to any subscription. The Representative Agent is Allfunds Bank S.A.U., C/ de los Padres Dominicos, 7, 28050 Madrid, Spain. A complete list of the authorised distributors is available in the CNMV's webpage (www.cnmv.es). **Additional information for investors in Portugal:** The Management Company of the SICAV, Nordea Investment Funds S.A., and the Depository of the SICAV's assets, J.P. Morgan Bank Luxembourg S.A., are validly formed and existing in accordance with the laws of Luxembourg and authorized by the Commission de Surveillance du Secteur Financier in Luxembourg. The Paying Agent in Portugal is BEST - Banco Electrónico de Serviço Total, S.A., duly incorporated under the laws of Portugal and registered with the CMVM as a financial intermediary. **Additional information for investors in Italy:** Fund documentation as listed above is also available in Italy from the distributors and on the website www.nordea.it. The updated list of distribution agents in Italy, grouped by homogenous category, is available from the distributors themselves or from the Paying Agents: State Street Bank International GmbH – Succursale Italia, Allfunds Bank S.A.U. – Succursale di Milano, Société Générale Securities Services S.p.A., Banca Sella Holding S.p.A, Banca Monte dei Paschi di Siena S.p.A., CACEIS Bank S.A., Italian Branch and on the website www.nordea.it. Any requests for additional information should be sent to the distributors. **Before investing, please read the prospectus and the KIID carefully.** We recommend that you read the most recent annual financial statement in order to be better informed about the fund's investment policy. **The prospectus and KIID for the sub-funds have been published with Consob.** For the risk profile of the mentioned sub-funds, please refer to the fund prospectus. **Additional information for investors in the United Kingdom:** The Facilities Agent is FE Fundinfo (UK) Limited, 3rd Floor, Hollywood House, Church Street East, Woking GU21 6HJ, United Kingdom. **Additional information for investors in Ireland:** The Facilities Agent is Maples Fund Services (Ireland) Limited, 32 Molesworth Street, D02 Y512 Dublin 2, Ireland. **Additional information for investors in Sweden:** The Paying Agent is Nordea Bank Abp, Swedish Branch, Smålandsgatan 17, 105 71 Stockholm, Sweden. **Additional information for investors in Denmark:** The Representative Agent is Nordea Danmark, Filial af Nordea Bank Abp, Finland, Grønjørdsvej 10, Postbox 850 0900 Copenhagen C, Denmark. A hard copy of the above-mentioned fund documentation is available here. **Additional information for investors in Norway:** The Nordea 1, SICAV is registered in Norway. **Additional information for investors in Finland:** The Nordea 1, SICAV is registered in Finland. **Additional information for investors in Latvia:** The Representative Agent is Luminor Bank AS, 62 Skanstes iela 12, 1013 Riga, Latvia. **Additional information for investors in Estonia:** The Representative Agent in Estonia is Luminor Bank AS, Liivalaia 45, 10145 Tallinn, Estonia. **Additional information for investors in Lithuania:** The Representative Agent in Lithuania is Luminor Bank AB, Konstitucijos pr. 21 A, 03601 Vilnius, Lithuania. Shareholders must evaluate possible investment risks and take this into consideration when making investment decisions. **Additional information for investors in Brazil:** This is a strictly privileged and confidential document for the purposes of a potential investment in foreign securities on a one-on-one basis with potential investors with a pre-existing relationship with Nordea Investment Funds S.A. This document contains information addressed only to a specific individual and is not intended for distribution to, or use by, any other person. This document (i) is provided for informational purposes only, (ii) should not be construed in any manner as any solicitation or offer to buy or sell any securities or any related financial instruments, (iii) should not be construed in any manner as a public offer of any securities or any related financial instruments, and (iv) and will be addressed to a potential investor with restrict access of information. Neither Nordea Investment Funds S.A. nor Nordea 1, SICAV have been, and will not be, registered with the Brazilian Securities Commission (Comissão de Valores Mobiliários - CVM). Nordea 1, SICAV must not be offered or sold in Brazil except in circumstances which do not constitute a public offering or distribution under Brazilian laws and regulations. Any public offering, placement or distribution, as defined under Brazilian laws and regulations, of securities in Brazil, is not legal without prior registration under Law No. 6,385 of December 7, 1976, as amended. Documents relating to the offering of the Nordea 1, SICAV, as well as information contained therein, must not be supplied to the general public in Brazil (as the offering of the Nordea 1, SICAV is not a public offering of securities in Brazil) or used in connection with any offer for subscription or sale of the Nordea 1, SICAV to the general public in Brazil. Investors within Brazil should consult with their own counsel as to the applicability of these laws and regulations or any exemption there from. **Additional information for investors in Canada:** For further information please refer to the [Canadian Information Statement](#), [Canadian Marketing Legend](#) and [Notification to Canadian Clients](#). Source (unless otherwise stated): Nordea Investment Funds S.A. Unless otherwise stated, all views expressed are those of Nordea Investment Funds S.A. This document may not be reproduced or circulated without prior permission and must not be passed to private investors. This document contains information only intended for professional investors and financial advisers and is not intended for general publication. **Reference to companies or other investments mentioned within this document should not be construed as a recommendation to the investor to buy or sell the same but is included for the purpose of illustration.** The level of tax benefits and liabilities will depend on individual circumstances and may be subject to change in the future.