

# Sustainable Future positive investment themes: how they are aligned with Sustainable Development Goals

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SF Investment themes: trends we believe will drive profitable growth		SDG#	Primary SDG	Primary SDG longer explanation	Our Justification for alignment of Theme and Primary SDG (KPI)
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MORE EFFICIENT	Improving the efficiency of energy use	Products or service	7	Affordable and clean energy	Ensure access to affordable, reliable, sustainable and modern energy for all	Double rate of energy efficiency by 2030 (SDG 7.3 KPI)
	Improving Sanitation and Access to Clean Water	Products or service	6	Clean water and sanitation	Ensure availability and sustainable management of water and sanitation for all	6.3: Improve water quality by reducing pollution, doubling proportion of waste water treatment, reducing pollution of waterways
	Increasing electricity generation from renewable sources	Products or service	7	Affordable and clean energy	Ensure access to affordable, reliable, sustainable and modern energy for all	7.2: Increasing penetration of renewables lowers the carbon intensity of power which mitigates global warming. There is a direct link between renewables and climate action. The others being from energy efficiency and adaption. (Not combating climate change SDG, this is policy based)
	Improving Industrial Processes	Products or service	9	Industry, innovation and infrastructure	Build resilient infrastructure, promote inclusive and sustainable industrialisation and foster innovation	9.4: Upgrade infrastructure and retrofit industries with increased resource efficiency and greater adoption of clean and environmentally sound technologies and industrial processes
	Increasing Waste Treatment and Recycling	Products or service	12	Responsible consumption and production	Ensure sustainable consumption and production patterns	12.5: Substantially reduce waste generation through prevention, reduction, recycling and reduce.
	Accelerating the transition to lower carbon fuels	Products or service	7	Affordable and clean energy	Ensure access to affordable, reliable, sustainable and modern energy for all	Reducing the carbon intensity of energy use by substituting highest carbon energy sources (coal) by lower carbon transition fuels such as conventional natural gas (in distribution to end users). We do not invest in any companies extracting or producing significant fossil fuels (coal, oil, natural gas of any kind).
	Improving the fuel efficiency of cars	Products or service	7	Affordable and clean energy	Ensure access to affordable, reliable, sustainable and modern energy for all	Double the rate of energy efficiency by 2030 (including transport) (SDG 7.3 KPI)
	Making transportation more efficient	Products or service	11	Sustainable cities and communities	Make cities and human settlements safe, resilient and sustainable	Our exposure in transport to modal shift (away from ICE cars towards cycling and public transport, especially trains) links to SDG KPI: 11.2 sustainable transport systems in sustainable cities and consumption. 11.2: By 2030, provide access to safe, affordable, accessible and sustainable transport systems for all, improving road safety, notably by expanding public transport, with special attention to the needs of those in vulnerable situations, women, children, persons with disabilities and older persons

HEALTHIER AND WITH HIGHER QUALITY OF LIFE	Providing affordable healthcare globally	Products or service	3	Good health and well-being	Ensure healthy lives and promote wellbeing for all at all ages	Numerous links, such as 3.2: End preventable deaths for under fives (vaccination, see our investment theme Healthcare in Emerging Markets: lots of healthcare names exposed to this (Gilead AIDS, GSK Vaccinations). 3.8: Achieve universal health coverage (UHC), including financial risk protection, access to quality essential health care services, and access to safe, effective, quality, and affordable essential medicines and vaccines for all. In addition some more indirect investment policies that are completely aligned with this SDG, such as our refusal to invest in tobacco is in direct alignment with SDG 3.a WHO convention on tobacco control - which tries to regulate policy around addictive substances and ultimately reduce tobacco use.
	Delivering healthier foods	Products or service	3	Good health and well-being	Ensure healthy lives and promote wellbeing for all at all ages	KPI 3.4: By 2030, reduce by one third premature mortality from non-communicable diseases through prevention and treatment and promote mental health and well being. KPI 3.4.1: Mortality rate attributed to cardiovascular disease, cancer, diabetes or chronic respiratory disease. "Healthier lifestyles", this is a part of a healthier, fitter (less obese) society. Our two investment themes: Delivering healthier foods and Enabling healthier lifestyles (through increased exercise) clearly play an important part to promote healthier lifestyles and reduce non-communicable disease.
	Building better homes	Products or service	11	Sustainable cities and communities	Make cities and human settlements safe, resilient and sustainable	11.1: By 2030, ensure access for all to adequate, safe and affordable housing and basic services, and upgrade slums
	Providing education services and content	Products or service	4	Quality education	Ensure inclusive and equitable quality education and promote lifelong learning opportunities for all	4.3: By 2030 ensure equal access for all women and men to affordable quality technical, vocational and tertiary education, including university
	Enabling innovation within the healthcare system	Products or service	3	Good health and well-being	Ensure healthy lives and promote wellbeing for all at all ages	Innovation can help us better achieve KPI 3.8: Achieve universal health coverage (UHC), including financial risk protection, access to quality essential health care services, and access to safe, effective, quality, and affordable essential medicines and vaccines for all
	Enabling healthier lifestyles	Products or service	3	Good health and well-being	Ensure healthy lives and promote wellbeing for all at all ages	KPI 3.4: By 2030, reduce by one third premature mortality from non-communicable diseases through prevention and treatment and promote mental health and well being. KPI 3.4.1: Mortality rate attributed to cardiovascular disease, cancer, diabetes or chronic respiratory disease. "Healthier lifestyles", this is a part of a healthier, fitter (less obese) society. Our two investment themes: Delivering healthier foods and Enabling healthier lifestyles (through increased exercise) clearly play an important part to promote healthier lifestyles and reduce non-communicable disease.
	Connecting people	Products or service	9	Industry, innovation and infrastructure	Build resilient infrastructure, promote inclusive and sustainable industrialisation and foster innovation	9.c: Significantly increase access to ICT and strive to provide universal and affordable access to the internet (in LDCs)

SAFER AND MORE RESILIENT	Improving Auto Safety	Products or service	3	Good health and well-being	Ensure healthy lives and promote wellbeing for all at all ages	3.6: By 2020 halve global deaths and injuries from road traffic accidents. Secondary: Also referenced in SDG 11 sustainable settlements. 11.2: providing safe sustainable transport to all in cities
	Increasing Financial Resilience	Products or service	8	Decent work and economic growth	Promote sustained, inclusive and sustainable economic growth, full and productive employment and decent work for all	8.3: Encourage the growth of businesses through access to financial services. Also, more generally, implicitly through reducing risk through insurance, saving for the future and potentially providing some of the capital to fund investment to SDG achieve goals
	Enhancing Digital Security	Products or service	9	Industry, innovation and infrastructure	Build resilient infrastructure, promote inclusive and sustainable industrialisation and foster innovation	ICT and connectivity is important and making this safe from cyber attack is a key investment theme of ours, the result of which makes digital infrastructure more resilient. linked to SDG KPI 9.c: Significantly increase access to ICT and strive to provide universal and affordable access to internet in LDCs by 2020
	Making Food Production Sustainable	Products or service	2	Zero hunger	End hunger, achieve food security and improved nutrition and promote sustainable agriculture	2.4: Ensure sustainable food production systems (by means of reducing externalities of many modern agricultural inputs). Quote SDG KPI 2.4: By 2030 ensure sustainable food production systems and implement resilient agricultural practices that increase productivity and production, that help maintain ecosystems, that strengthen capacity for adaptation to climate change, extreme weather, drought, flooding and other disasters, and that progressively improve land and soil quality. Our work on Sustainable Palm Oil and insisting on adoption of certification which reduces harmful deforestation effects of palm oil clearing are part of rectifying unsustainable agricultural practices (of unfettered forest clearance to provide palm oil).
	Reducing pollution from cars and industry	Products or service	12	Responsible consumption and production	Ensure sustainable consumption and production patterns	12.4: Achieve environmental sound management of all wastes throughout their lifecycle and significant reduce release to environment. Car pollution in cities this but also is linked to Sustainable cities and communities 11.6: Reduce adverse environmental impact... in air quality
	Better monitoring of supply chains and quality control	How the business is managed operationally, in particular how they managed the ESG challenges	20	Multiple SDGs, company dependent on their operations	Our engagement on how operations are managed and includes various ESG aspects that are included in the SDGs including, working conditions, safety, diversity, environmental protection, ESG reporting and similar from corporates which includes SDG 8 Decent work and economic growth, SDG 5 Gender equality, SDG 12 Responsible consumption, SDG 14+15 Environmental protection of water and land, SDG 1 End poverty.	12.6: Encourage companies, especially large and trans-national companies, to adopt sustainable practices and to integrate sustainability information into their reporting cycle 8.5: Providing productive and decent employment. 8.7: Effective measures to eliminate child labour and forced labour.
	Companies with leading management of ESG exposures	How the business is managed operationally, in particular how they managed the ESG challenges	20	Multiple SDGs, company dependent on their operations	Our engagement on how operations are managed and includes various ESG aspects that are included in the SDGs including, working conditions, safety, diversity, environmental protection, ESG reporting and similar from corporates which includes SDG 8 Decent work and economic growth, SDG 5 Gender equality, SDG 12 Responsible consumption, SDG 14+15 Environmental protection of water and land, SDG 1 End poverty.	Part of our engagement and active voting policy on board diversity. Directly linked to the following SDGs in company operations and their supply chains. 5.5: Ensure women's full and effective participation, equal opportunities at all levels (here we look at economic aspect). 5.c: Adopt and strengthen the promotion of gender equality and empowerment (in workplace and supply chains of the companies we invest in).