



In its function as management company or AIFM, LGT PB Fund Solutions AG (hereinafter "LGT PBFS") ensures that the execution of voting and creditor rights is in accordance with the European fund regulation and its implementation in Liechtenstein law.

Principles

As a general rule, the execution of the voting and creditors' rights associated with the managed funds is exclusively in the interest of the respective fund and its investors and must be in line with the investment objectives and the investment policy of the respective fund. Conflicts of interest resulting from the exercise of voting and creditor rights must be prevented or regulated and, if necessary, also disclosed. Any exercise of voting and creditors' rights shall be independent of the interests of third parties and shall comply with the relevant European and Liechtenstein regulatory provisions.

When executing voting and creditors' rights, those measures that can increase the value of the respective company in the long term are generally supported, always depending on any relevant fund-specific requirements. In addition to the financial interests of the funds, however, environmental and sustainability-related viewpoints (ESG criteria) are also of particular importance.

Criteria catalog

When exercising voting rights, LGT PBFS or the delegated asset manager attaches particular importance to the following points:

- a) Flawless accounting of the company
- b) Qualified and independent management (Corporate Governance)
- c) Appropriate compensation structure
- d) Transparent communication
- e) Balanced capital and ownership structure
- f) Sustainability criteria

Compliance with the criteria for the exercise of voting rights is verified on a random basis by LGT PBFS.

Significance

As a rule, voting rights are only exercised by LGT PBFS if there is a material transaction. A significant transaction is deemed to exist if the share of votes in a company, consolidated at the level of LGT PBFS, amounts to more than one percent of the voting capital of the invested company. If the voting interest is less than one percent of the voting capital, LGT PBFS or its delegates are nevertheless free to exercise voting rights in the interests of the investors.

Execution of voting rights by LGT PBFS or third parties

Voting rights may be exercised by LGT PBFS or by delegation through a delegatee. In the case of a delegation, the voting rights must be exercised by the delegatee. The recipient of the delegation must comply with the principles of these instructions. The delegation of the exercise of voting rights must be recorded in the relevant contract.

The materiality limit of one percent is monitored by LGT PBFS on an ongoing basis and any excess is documented. In the event of an upcoming (Extra-)Ordinary General Meeting, additional voting documents are requested from the custodian and forwarded to the respective delegate with the request to vote and return them to LGT PBFS. Abstention from voting is not possible. If the delegatee fails to comply with its request in good time, LGT PBFS will exercise the voting rights in accordance with these instructions.

Creditor rights

LGT PBFS exercises the creditor rights in the event of a debtor's default in the interests of the investors. Delegation is only possible if there are no conflicts of interest. The creditor rights must generally be asserted insofar as they are of material importance for the investors of the UCITS or AIF.