



Audited annual report

IndexIQ

31 December 2024



SICAV under Luxembourg Law

Audited annual report for the year from January 1, 2024 to December 31, 2024



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Administration of the SICAV

Board of Directors

Chairman

Mr Tanguy DE VILLENFAGNE Advisor to the Group Strategic Committee Candriam

Board members:

Mr Koen VAN DE MAELE Global Head of Investment Solutions Candriam

Mr Pascal DEQUENNE Global Head of Operations Candriam

Mr Bertrand GIBEAU Independent Director

Mr Jean-Yves MALDAGUE Member of the Group Strategic Committee Candriam

Ms Myriam VANNESTE Global Head of Product Management Candriam

Ms Isabelle Marie-Anne CABIE Global Head of Corporate Responsible Development Candriam

Registered Office

CACEIS Bank, Luxembourg Branch 5, Allée Scheffer L-2520 Luxembourg Grand Duchy of Luxembourg

Management Company

Candriam 19-21, route d'Arlon L-8009 Strassen Grand Duchy of Luxembourg

Depositary

CACEIS Bank, Luxembourg Branch 5, Allée Scheffer L-2520 Luxembourg Grand Duchy of Luxembourg The functions of **Administrative Agent, Domiciliary Agent** and **Transfer Agent** (including **the Register Holding** business) are delegated to:

CACEIS Bank, Luxembourg Branch 5, Allée Scheffer L-2520 Luxembourg Grand Duchy of Luxembourg

Implementation of the **Portfolio Management** activities is performed directly by Candriam and/or by one or more of its branches:

Candriam - Belgian Branch 58, Avenue des Arts B-1000 Brussels

Candriam Succursale française 40, rue Washington F-75408 Paris Cedex 08

Candriam - UK Establishment Aldersgate Street 200, London EC1A 4 HD

"Réviseur d'entreprises agréé"

PricewaterhouseCoopers, Société coopérative 2, rue Gerhard Mercator, BP1443 L - 1014 Luxembourg Grand Duchy of Luxembourg

Paying Agent in Germany

Marcard Stein, Co AG Ballindamm 36, D-20095 Hamburg Germany



Report of the Board of Directors

IndexIQ Factors Sustainable Corporate Euro Bond

Market review

Over the year, credit markets have experienced a rally with Investment Grade spreads tightening to 102bps at the end of the year from 142bps at the beginning of the year.

This year was marked by periods of volatility due to Central Banks policies and omnipresent political risks. The Fed and the ECB proceeded to significant cut rates in the context of a lower inflation. Overall, the cut rates were below the market's expectations (particularly for the Fed). Therefore, market rates have not increased much and European rates ended the year with relatively high levels.

Political risks focused on US elections which were prominent over the second half of the year and culminated with a victory for the Republicans who won the White House (Victory of D. Trump), the Senate and the House of Representatives. Elsewhere, in Europe the dissolution of the French Government by President Macron caused instability, while the German Government provoked new elections that will take place in 2025. The fundamentals of the Credit Investment Grade market remained strong during the course of the year. Credit markets benefited from important technical support with great flows on the Investment Grade, and a net offer on the primary market that has been well absorbed.

IndexIQ Factors Sustainable Europe Equity

Market review

European equities closed the first quarter higher. While some European equity indexes, such as the French CAC 40, reached new all-time highs, European equities overall continued to lag the US and Japan, with the MSCI Europe ex-UK Index posting returns of 9.7%. However, European stocks ended the quarter on a brighter note. UK equities lagged most of their international peers with the FTSE All-Share rising just 3.6% in the first quarter. The UK market suffered due to its value bias, as well as from the poor performance of the UK economy which was confirmed to have fallen into a technical recession in the last six months of 2023.

The second quarter also saw European equities close slightly higher. This positive trend was notably driven by the first interest rate cut (-25bp) from the European Central Bank (ECB) on 6 June. However, the outcome of the European parliamentary election caused President Macron to announce a snap election in France. Market concerns about the possible outcome introduced significant volatility. The French equity market fell -6.4% in June and hampered broader European returns, which were just 0.6% over the quarter. In the UK, the improving economic situation helped the FTSE All-Share deliver 3.7%.

European equities closed the third quarter a bit higher, reaching a new all-time high. With inflation cooling and activity relatively muted, the ECB delivered its second rate cut in September (-25 bp), taking interest rates to 3.5%, while the Bank of England embarked on its own easing cycle with a 25 bp cut at its August meeting. However, economic data reinforced the sluggish nature of the Eurozone recovery, with Germany's reliance on manufacturing acting as a particular drag amid both weak demand from China and rising competition from cheaper Chinese exports. UK data has generally been more upbeat so far in 2024, although consumer confidence did fall in September in advance of October's UK budget announcement. Thus, European equity returns were limited i the third quarter, with markets in the UK and Europe ex-UK delivering 2.3% and 1.6%, respectively.

The final quarter ended the year on a negative note, as European equities closed lower than at the end of September, due to a combination of concerns about US trade policy following the victory of Donald Trump and earnings warnings from some sectors (automotive and consumer goods). In addition, European equities suffered in the final quarter from the political turmoil in both France and Germany where fiscal pressures and the rise of populist parties fractured the political consensus. In October and December, the ECB implemented two further rate cuts (-25 bp each).

Overall, in a year of strong equity returns, European equities underperformed with returns of 8.1% in 2024, due to economic weakness and limited exposure to Al. UK equities marginally outperformed their continental counterparts with returns of 9.5% as the economy recovered from the 2023 lows

Sub-fund performance

IndexIQ Factors Sustainable Europe Equity posted a performance of +8.31% over the year.

IndexIQ Factors Sustainable Japan Equity

Market review

In 2024, Japanese equities experienced significant growth, with the Nikkei 225 index rising approximately 19%, marking its best year-end close since 1989. This surge was driven by strong performances from major corporations such as Toyota, Sony, and Fast Retailing. Factors contributing to this growth included mergers, increased shareholder returns, and robust corporate earnings.

Despite foreign investors being net sellers in 2024, domestic factors played a crucial role in the market's ascent. The peak value of the Nikkei index surpassed 42,000 points in July, exceeding the bubble-era levels of the 1980s. This rally was partly fueled by a weaker yen and heightened shareholder activism, encouraging both retail and institutional investors.

The Tokyo Stock Exchange's company governance reforms have been a game changer for the Japanese equities market. The stock exchange has incentivized listed companies to boost valuations and earnings, and companies could potentially be delisted if they're unable to show they're using their capital efficiently. Investors see the unwinding of Japanese companies' cross-shareholdings as an indication of improved governance.

The board of directors

Luxembourg, March 31, 2025



Audit report

To the Shareholders of IndexIQ

Report on the audit of the financial statements

Our opinion

In our opinion, the accompanying financial statements give a true and fair view of the financial position of IndexIQ (the "Fund") and of each of its sub-funds as at 31 December 2024, and of the results of their operations and changes in their net assets for the year then ended in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the financial statements.

What we have audited

The Fund's financial statements comprise:

- the statement of net assets as at 31 December 2024;
- the statement of changes in net assets for the year then ended;
- the Investment portfolio for each of the sub-funds as at 31 December 2024; and
- the notes to the financial statements, which include a summary of significant accounting policies.

Basis for opinion

We conducted our audit in accordance with the EU Regulation No 537/2014, the Law of 23 July 2016 on the audit profession (Law of 23 July 2016) and with International Standards on Auditing (ISAs) as adopted for Luxembourg by the "Commission de Surveillance du Secteur Financier" (CSSF). Our responsibilities under the EU Regulation No 537/2014, the Law of 23 July 2016 and ISAs as adopted for Luxembourg by the CSSF are further described in the "Responsibilities of the "Réviseur d'entreprises agréé" for the audit of the financial statements" section of our report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

We are independent of the Fund in accordance with the International Code of Ethics for Professional Accountants, including International Independence Standards, issued by the International Ethics Standards Board for Accountants (IESBA Code) as adopted for Luxembourg by the CSSF together with the ethical requirements that are relevant to our audit of the financial statements. We have fulfilled our other ethical responsibilities under those ethical requirements.

To the best of our knowledge and belief, we declare that we have not provided non-audit services that are prohibited under Article 5(1) of the EU Regulation No 537/2014.

The non-audit services that we have provided to the Fund, for the year then ended, are disclosed in Note 12 to the financial statements.



Key audit matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

We have determined that there are no key audit matters to communicate in our report.

Other information

The Board of Directors of the Fund is responsible for the other information. The other information comprises the information stated in the annual report but does not include the financial statements and our audit report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Board of Directors of the Fund for the financial statements

The Board of Directors of the Fund is responsible for the preparation and fair presentation of the financial statements in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the financial statements, and for such internal control as the Board of Directors of the Fund determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Board of Directors of the Fund is responsible for assessing the Fund's and each of its sub-funds' ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors of the Fund either intends to liquidate the Fund or close any of its sub-funds or to cease operations, or has no realistic alternative but to do so.

Responsibilities of the "Réviseur d'entreprises agréé" for the audit of the financial statements

The objectives of our audit are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an audit report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the EU Regulation No 537/2014, the Law of 23 July 2016 and with ISAs as adopted for Luxembourg by the CSSF will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.



As part of an audit in accordance with the EU Regulation No 537/2014, the Law of 23 July 2016 and with ISAs as adopted for Luxembourg by the CSSF, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- identify and assess the risks of material misstatement of the financial statements, whether due to
 fraud or error, design and perform audit procedures responsive to those risks, and obtain audit
 evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting
 a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may
 involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal
 control;
- obtain an understanding of internal control relevant to the audit in order to design audit procedures
 that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the
 effectiveness of the Fund's internal control;
- evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors of the Fund;
- conclude on the appropriateness of the Board of Directors of the Fund's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's or any of its sub-funds' ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our audit report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our audit report. However, future events or conditions may cause the Fund or any of its sub-funds to cease to continue as a going concern;
- evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and communicate to them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, actions taken to eliminate threats or safeguards applied.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore



the key audit matters. We describe these matters in our audit report unless law or regulation precludes public disclosure about the matter.

Report on other legal and regulatory requirements

We have been appointed as "Réviseur d'entreprises agréé" of the Fund by the General Meeting of the Shareholders on 22 April 2024 and the duration of our uninterrupted engagement, including previous renewals and reappointments, is 8 years.

PricewaterhouseCoopers, Société coopérative Represented by

Luxembourg, 2 April 2025

Christelle Crépin





Statement of net assets as at December 31, 2024

		IndexIQ Factors Sustainable Corporate Euro Bond	IndexIQ Factors Sustainable S Europe Equity	IndexIQ Factors Sustainable Japan Equity
		EUR	EUR	EUR
Assets				
Investment portfolio at market value	2c	29,205,291	168,569,245	112,408,454
Cash at bank and broker		357,205	540,947	481,763
Receivable for investments sold		0	0	423,276
Interest and dividends receivable, net		371,678	102,003	155,940
Other assets		0	97,826	0
Total assets		29,934,174	169,310,021	113,469,433
Liabilities				
Payable on investments purchased		0	0	550,379
Management fees payable	3	4,765	13,958	14,440
Operating and Administrative Expenses payable	4	4,760	20,890	14,430
Subscription tax payable	5	4	19	6
Other liabilities		0	39	0
Total liabilities		9,529	34,906	579,255
Total net assets		29,924,645	169,275,115	112,890,178





Statement of net assets as at December 31, 2024

		Combined
		EUR
Assets		
Investment portfolio at market value	2c	310,182,990
Cash at bank and broker		1,379,915
Receivable for investments sold		423,276
Interest and dividends receivable, net		629,621
Other assets		97,826
Total assets		312,713,628
Liabilities		
Payable on investments purchased		550,379
Management fees payable	3	33,163
Operating and Administrative Expenses payable	4	40,080
Subscription tax payable	5	29
Other liabilities		39
Total liabilities		623,690
Total net assets		312,089,938





Statement of changes in net assets for the year ended December 31, 2024

		IndexIQ Factors Sustainable Corporate I Euro Bond	IndexIQ Factors Sustainable Europe Equity	
		EUR	EUR	EUR
Net assets at the beginning of the year		80,122,286	2,066,706	173,049,325
Income				
Dividends, net	2g	0	70,103	8,412,206
Interest on bonds and money market instruments, net	-	1,449,682	0	0
Bank interest		27,225	342	21,573
Other income		182	2	489
Total income		1,477,089	70,447	8,434,268
Expenses				
Investment management fees	3	107,200	1,540	194,069
Operating and Administrative Expenses	4	107,124	2,146	290,598
Subscription tax	5	23	13	70
Transaction costs	2f	0	1,653	431,037
Bank interest		501	0	23
Other expenses		4	2	218
Total expenses		214,852	5,354	916,015
Net income / (loss) from investments		1,262,237	65,093	7,518,253
Net realised gain / (loss) on sales of investments		1,951,194	287,277	11,169,116
Net realised gain / (loss) on foreign exchange		1	(1)	1,198,998
Net realised gain / (loss)		3,213,432	352,369	19,886,367
Change in net unrealised appreciation / depreciation on investments		163,632	(194,137)	(2,601,620)
Net increase / (decrease) in net assets as a result of operations		3,377,064	158,232	17,284,747
Evolution of the capital				
Subscriptions of shares		5,327,060	0	107,322,473
Redemptions of shares		(56,135,165)	(2,224,938)	(128,381,430)
Dividends distributed	6	(2,766,600)	0	0
Net assets at the end of the year		29,924,645	0	169,275,115





Statement of changes in net assets for the year ended December 31, 2024

		IndexIQ Factors Sustainable Japan Equity	IndexIQ Factors Sustainable Sovereign Euro Bond (see note 1)	Combined
		EUR	EUR	EUR
Net assets at the beginning of the year		113,782,801	203,491,955	572,513,073
Income				
Dividends, net	2g	2,604,584	0	11,086,893
Interest on bonds and money market instruments, net		0	2,340,981	3,790,663
Bank interest		9,886	23,599	82,625
Other income		0	256	929
Total income		2,614,470	2,364,836	14,961,110
Expenses				
Investment management fees	3	168,158	49,596	520,563
Operating and Administrative Expenses	4	168,045	146,627	714,540
Subscription tax	5	23	72	201
Transaction costs	2f	36,697	0	469,387
Bank interest		714	219	1,457
Other expenses		0	103	327
Total expenses		373,637	196,617	1,706,475
Net income / (loss) from investments		2,240,833	2,168,219	13,254,635
Net realised gain / (loss) on sales of investments		13,377,758	(7,114,685)	19,670,660
Net realised gain / (loss) on foreign exchange		(8,168,317)	0	(6,969,319)
Net realised gain / (loss)		7,450,274	(4,946,466)	25,955,976
Change in net unrealised appreciation / depreciation on investments		5,731,863	5,311,495	8,411,233
Net increase / (decrease) in net assets as a result of operations		13,182,137	365,029	34,367,209
Evolution of the capital				
Subscriptions of shares		20,543,047	9,427,124	142,619,704
Redemptions of shares		(34,617,807)	(208,228,981)	(429,588,321)
Dividends distributed	6	o	(5,055,127)	(7,821,727)
Net assets at the end of the year		112,890,178	0	312,089,938





Statistics

IndexIQ Factors Sustainable	e Corporate Eur	o Bond						
Name	ISIN	Share type	Currency	Number of shares Net	t asset value per Ne	t asset value per Net	asset value per	
				outstanding	share as at 31.12.2024	share as at 31.12.2023	share as at 31.12.2022	
Total net assets			EUR		29,924,645	80,122,286	70,748,764	
S	LU1603777555	Capitalisation	EUR	1,500,000.00	0.10	0.10	0.09	
UCITS ETF	LU1603790731	Distribution	EUR	1,244,000.00	23.93	23.81	22.46	
IndexIQ Factors Sustainable	EMU Equity (se	ee note 1)						
Name	ISIN	Share type	Currency	Number of shares Net	t asset value per Ne	t asset value per Net	asset value per	
				outstanding	share as at 31.12.2024	share as at 31.12.2023	share as at 31.12.2022	
Total net assets			EUR		-	2,066,706	5,713,562	
S	LU1603778363	Capitalisation	EUR	-	-	0.14	0.12	
UCITS ETF	LU1603797074	Capitalisation	EUR	-	-	34.36	29.53	
IndexIQ Factors Sustainable	Europe Equity							
Name	ISIN	Share type	Currency	Number of shares Net asset value per Net asset value per Net asset va				
				outstanding	share as at 31.12.2024	share as at 31.12.2023	share as at 31.12.2022	
Total net assets			EUR		169,275,115	173,049,325	173,162,184	
S	LU1603778108	Capitalisation	EUR	4,878,287.00	0.16	0.14	0.12	
UCITS ETF	LU1603795458	Capitalisation	EUR	4,320,377.00	39.01	35.83	31.06	
IndexIQ Factors Sustainable	a Japan Equity							
Name	ISIN	Share type	Currency	Number of shares Net			asset value per	
				outstanding	share as at 31.12.2024	share as at 31.12.2023	share as at 31.12.2022	
Total net assets			EUR		112,890,178	113,782,801	140,109,407	
S	LU1603778520	Capitalisation	EUR	1,500,000.00	0.16	0.14	0.12	
UCITS ETF	LU1603797587	Capitalisation	EUR	2,809,461.00	40.10	35.60	30.65	
IndexIQ Factors Sustainable	e Sovereign Eur	o Bond (see n	ote 1)					
Name	ISIN	Share type	Currency	Number of shares Net	t asset value per Ne	t asset value per Net	asset value per	
				outstanding	share as at	share as at	share as at	
			=::=		31.12.2024	31.12.2023	31.12.2022	
Total net assets	11140007777007	0	EUR		-	203,491,955	112,199,930	
S LIGITO ETE	LU1603777985	Capitalisation	EUR	-	-	0.09	0.09	
UCITS ETF	LU1603795292	Distribution	EUR	-	-	23.26	21.74	





Description	Quantity	Currency	Market value (in EUR)	% net assets
Transferable securities admitted to an official stock exchange listing or dealt on another regulated market				
Bonds				
Australia				
NATL AUSTRALIA BANK 2.125 22-28 24/05A	200,000	EUR	195,585	0.65
SCENTRE GROUP 1.75 18-28 11/04A	200,000	EUR	192,698	0.64
TRANSURBAN FINANCE 1.75 17-28 29/03A	144,000	EUR	138,664	0.46
WESFARMERS LTD 0.954 21-33 21/10A	100,000	EUR	81,965	0.27
Austria			608,912	2.03
BAWAG P.S.K. 4.1250 23-27 18/01A	100,000	EUR	102,239	0.34
ERSTE GROUP BANK AG 0.875 20 27 13/05A	100,000	EUR	95,729	0.32
			197,968	0.66
Belgium			00 705	
AEDIFICA SA 0.75 21-31 09/09A	100,000	EUR	82,765	0.28
BELFIUS BANQUE SA/NV 0.375 21-27 08/06A COFINIMMO SA 0.875 20-30 02/12A	300,000	EUR EUR	282,972 85,368	0.95 0.29
COFINIIVIIVIO SA 0.075 20-30 02/12A	100,000	EUR	451,105	1.51
Canada			401,100	1.01
BANK OF MONTREAL 2.75 22-27 15/06A	400,000	EUR	400,388	1.34
BANK OF NOVA SCOTIA 3.5 24-29 17/04A	139,000	EUR	141,356	0.47
GREAT WEST LIFE 4.7 22-29 16/11A	146,000	EUR	157,801	0.53
GREAT WEST LIFECO 1.75 16-26 07/12A	163,000	EUR	160,123	0.54
NATL BANK OF CANADA 3.75 23-28 25/01A	156,000	EUR	159,649	0.53
ROYAL BANK OF CANADA 1.034 22-34 25/01A ROYAL BANK OF CANADA 4.125 23-28 05/07A	156,000	EUR EUR	125,950 104,218	0.42 0.35
TORONTO DOMINION BANK 2.551 22-27 03/08A	100,000 250,000	EUR	248,113	0.83
TORONTO DOMINION BANK 3.631 22-29 13/12A	100,000	EUR	101,822	0.34
	,		1,599,420	5.34
Denmark			, .	
A.P. MOELLER - MAERSK 4.125 24-36 05/03A	100,000	EUR	105,620	0.35
A.P. MOELLER-MAERSK 0.75 21-31 25/11A	147,000	EUR	125,632	0.42
Finland			231,252	0.77
KOJAMO OYJ 1.875% 27-05-27	100,000	EUR	97,113	0.32
NESTE OYJ 3.875 23-29 16/03A	100,000	EUR	102,359	0.34
UPM KYMMENE CORP 2.25 22-29 23/05A	100,000	EUR	97,190	0.32
			296,662	0.99
France	100.000	EUD	102.405	0.24
ALD SA 4.0000 22-27 05/07A ALD SA 4.25 23-27 18/01A	100,000 200,000	EUR EUR	102,405 205,034	0.34 0.69
ALSTOM SA 0.5 21-30 27/07A	100,000	EUR	86,699	0.29
ARVAL SERVICE LEASE 4.0 22-26 22/09A	100,000	EUR	101,348	0.34
ARVAL SERVICE LEASE 4.75 22-27 22/05A	200,000	EUR	207,518	0.69
BNP PARIBAS SA 3.625 22-29 01/09A	100,000	EUR	101,722	0.34
BUREAU VERITAS 1.125 19-27 18/01A	100,000	EUR	96,941	0.32
COVIVIO 4.6250 23-32 05/06A	100,000	EUR	106,142	0.35
COVIVIO HOTELS SCA 1.0% 27-07-29	100,000	EUR	89,775	0.30
CREDIT AGRICOLE 1.75 19-29 05/03A	100,000	EUR	94,209	0.31
CREDIT MUTUEL ARKEA 0.875 20-27 07/05A DASSAULT SYSTEM 0.1250 19-26 16/09A	100,000 400,000	EUR EUR	95,377 382,868	0.32 1.28
L OREAL S A 3.375 23-27 23/01A	100,000	EUR	302,000 101,692	0.34
LVMH MOET HENNE 3.5 23-33 07/09A	100,000	EUR	102,462	0.34
SOCIETE GENERALE SA 4.125 23-27 02/06A	100,000	EUR	102,797	0.34
VALEO SA 5.375 22-27 28/05A	100,000	EUR	104,039	0.35
VERALLIA SASU 1.625 21-28 14/05A	100,000	EUR	95,361	0.32
WORLDLINE SA 0.875 20-27 30/06A	100,000	EUR	93,498	0.31
WPP FINANCE SA 2.25 14-26 22/09A6 22/09A	104,000	EUR	103,165	0.34
			2,373,052	7.93



Investment portfolio as at December 31, 2024

Description	Quantity	Currency	Market value (in EUR)	% net assets
Germany				
AAREAL BANK AG 0.25 20-27 23/11A	100,000	EUR	90,835	0.30
BOSCH GMBH ROBERT 3.625 23-27 02/06A	100,000	EUR	101,789	0.34
DEUTSCHE PFANDBRIEFB 0.1 21-26 01/02A	100,000	EUR	95,245	0.32
DEUTSCHE TELEKOM AG 3.25 24-36 20/03A DEUTSCHE WOHNEN SE 1.5 20-30 30/04A	100,000 100,000	EUR EUR	99,894 91,634	0.33 0.31
HAMBURG COMMERCIAL B 0.375 21-26 09/03A	100,000	EUR	96,785	0.31
HAMBURG COMMERCIAL BOX AG E 4.75% 02-05-29	100,000	EUR	105,599	0.35
HOCHTIEF AG 0.5 19-27 03/09A	72,000	EUR	67,920	0.23
INFINEON TECHNO 1.1250 20-26 24/06A	200,000	EUR	195,278	0.65
LANDESBANK BADEN-WUER 2.2 19-29 09/05A	100,000	EUR	93,775	0.31
LBBW 0.25 21-28 21/07A0.25 21-28 21/07A	100,000	EUR	90,763	0.30
LEG IMMOBILIEN SE 0.75 21-31 30/06A	100,000	EUR	84,355	0.28
LEG IMMOBILIEN SE 1.5 22-34 17/01A	100,000	EUR	83,830	0.28
MERCEDES-BENZ GROUP 2.125 17-37 03/07S	43,000	EUR	37,475	0.13
VONOVIA SE 0.375 21-27 16/06A	100,000	EUR	94,118	0.31
Ireland			1,429,295	4.78
DELL BANK INTL DAC 4.5 22-27 18/10A	220,000	EUR	229,119	0.77
GRENKE FINANCE 7.875% 06-04-27	100,000	EUR	107,888	0.36
SECURITAS TREASURY I 4.25 23-27 04/04A	100,000	EUR	102,511	0.34
Mahu			439,518	1.47
Italy A2A SPA 4.5000 22-30 19/09A	100,000	EUR	107,077	0.36
ACEA SPA 1.50 18-27 08/06	100,000	EUR	97,134	0.32
ASS GENERALI 5.8 22-32 06/07A	200,000	EUR	225,462	0.75
ASTM SPA 1.5000 21-30 25/01A	100,000	EUR	91,225	0.30
BANCO BPM SPA 4.875 23-27 18/01A	100,000	EUR	103,968	0.35
FERROVIE STATO ITALIA 3.75 22-27 14/04AA	100,000	EUR	102,102	0.34
INTESA SANPAOLO 0.75 21-28 16/03A	200,000	EUR	186,916	0.62
MEDIOBANCA 0.875 19-26 15/01A	150,000	EUR	146,894	0.49
POSTE ITALIANE SPA 0.50 20-28 10/12A	100,000	EUR	90,884	0.30
Japan			1,151,662	3.85
MIZUHO FINANCIAL GP 2.096 22-32 08/04A	100,000	EUR	91,608	0.31
NTT FINANCE CORP 0.342 21-30 03/03A	200,000	EUR	174,204	0.58
NTT FINANCE CORP 0.399 21-28 13/12A	134,000	EUR	121,870	0.41
ORIX 3.78% 29-05-29 EMTN	100,000	EUR	102,078	0.34
ORIX CORP 4.477 23-28 01/06A	158,000	EUR	164,801	0.55
SUMITOMO MITSUI FIN 1.546 16-26 15/06A	162,000	EUR	159,209	0.53
SUMITOMO MITSUI FINL 0.303 20-27 28/10A	200,000	EUR	186,457	0.62
Jersey			1,000,227	3.34
APTIV PLC 1.60 16-28 15/09A	100,000	EUR	95,183	0.32
			95,183	0.32
Luxembourg AROUNDTOWN SA 1.45 19-28 09/07A	100,000	EUR	02.740	0.24
AROUNDTOWN SA 1.43 19-28 09/07A AROUNDTOWN SA 1.625 18-28 31/01A	100,000	EUR	92,749 94,632	0.31 0.32
BLACKSTONE PROPERTY 1.0 21-28 04/05A	100,000	EUR	91,996	0.32
BLACKSTONE PROPERTY P 1.625 21-30 20/04A	100,000	EUR	89,160	0.30
ROYAL MAIL PLC 1.2500 19-26 08/10A	100,000	EUR	96,947	0.32
	,		465,484	1.56
Netherlands ABB FINANCE BV 3.25 23-27 16/01A	100,000	EUR	101,485	0.34
ACHMEA BV 1.5% 26-05-27 EMTN	100,000	EUR	97,364	0.34
ACHMEA BV 1.5% 20-03-27 EM TN ACHMEA BV 3.625% 29-11-25	100,000	EUR	100,488	0.34
AGCO INTL HLDG BV 0.8 21-28 06/10A06/10A	100,000	EUR	90,743	0.30
ARCADIS NV 4.875 23-28 28/02A	100,000	EUR	104,640	0.35
ASML HOLDING NV 1.375 16-26 07/07S	300,000	EUR	294,768	0.99
BRENNTAG FINANCE 0.50 21-29 06/10A	100,000	EUR	88,425	0.30
	,	-	,	-

The accompanying notes form an integral part of the financial statements. Any differences in the percentage of Net Assets are the result of roundings.





Investment portfolio as at December 31, 2024

Description	Quantity	Currency	Market value (in EUR)	% net assets
COMPASS FINANCE 3.0 22-30 08/03A	100,000	EUR	100,522	0.34
DIGITAL DUTCH FINCO 1 20-32 23/09A	108,000	EUR	91,131	0.30
EURONEXT NV 0.125 21-26 17/05A	100,000	EUR	96,729	0.32
GIVAUDAN FINANCE EUR 1.625 20-32 22/04A	44,000	EUR	39,638	0.13
HEIMSTADEN BOSTAD TSY 1 21-28 13/04A	100,000	EUR	91,243	0.30
HM FINANCE BV 0.25% 25-08-29	100,000	EUR	87,637	0.29
KONINKLIJKE AHOLD DE 1.75 20-27 02/04A	200,000	EUR	196,212	0.66
KONINKLIJKE DSM NV 0.625 20-32 23/06A	100,000	EUR	83,743	0.28
LKQ DUTCH BOND 4.125 24-31 13/03A	100,000	EUR	102,316	0.34
LSEG NETHERLANDS B.V 0.75 21-33 06/04A	50,000	EUR	41,240	0.14
MERCEDESBENZ INTL FI 3.25 24-30 15/11A	100,000	EUR	100,777	0.34
NIBC BANK NV 6.0% 16-11-28	100,000	EUR	109,835	0.37
RANDSTAD NV 3.61 24-29 12/03A	138,000	EUR	140,629	0.47
ROCHE FINANCE E 3.5640 24-44 03/05A	100,000	EUR	100,597	0.34
SIGNIFY NV 2.375 20-27 11/05A05A	100,000	EUR	98,499	0.33
STELLANTIS NV 0.625 21-27 30/03A	200,000	EUR	189,753	0.63
TOYOTA MOTOR FINANCE 3.375 23-26 13/01A VIATRIS INC 3.125 16-28 22/11	100,000	EUR	100,630	0.34 0.34
VOLKSWAGEN INTL FIN 1.875 17-27 30/03A	100,000 200,000	EUR EUR	100,476 194,216	0.34
WPC EUROBOND BV 1.350 19-28 15/04A	200,000		189,663	0.63
Norway	200,000	EUR	3,133,399	10.47
SPAREBANK 1 OSTLANDE 1.75 22-27 27/04A	100,000	EUR	97,539	0.33
SPAREBANK 1 SMN 0.01 21-28 18/02A	140,000	EUR	128,181	0.43
SR BANK SPAREBANKEN 3.625 24-29 12/03A	100,000	EUR	102,220	0.34
Poland	,		327,940	1.10
PKO Bank Polski 4.5% 27-03-28	100,000	EUR	101,695	0.34
Portugal	400.000	5 115	101,695	0.34
BC PORTUGUES 1.125 21/27 12/02A	100,000	EUR	98,103 98,103	0.33 0.33
Spain	400.000	EUD	00.400	
BANCO BILBAO VIZCAYA A 1.75 22-25 26/11A	100,000	EUR	99,189	0.33
MERLIN PROPERTIES 1.375 21-30 01/06A	100,000	EUR	91,405 190,594	0.31 0.64
Sweden				
ELECTROLUX AB 1.00 22-30 16/05A	100,000	EUR	94,497	0.32
SKANDINAVISKA ENSKIL 0.375 21-28 21/06A	200,000	EUR	182,798	0.61
SVENSKA HANDELSBANKEN 0.125 21-26 03/11A	297,000	EUR	283,477	0.95
SWEDBANK AB 0.25 21-26 02/11A	100,000	EUR	95,857	0.32
VATTENFALL AB 0.5000 19-26 24/06A VATTENFALL AB 3.75 22-26 18/10A26 18/10A	100,000 100,000	EUR	97,099	0.32 0.34
VOLVO TREASURY AB 3.125% 26-08-27	100,000	EUR EUR	101,796	0.34
	100,000	EUK	100,686 956,210	3.20
United Arab Emirates	1.46.000	ELID	4.44.520	0.47
BANK OF ABU DHABI 1.625 22-27 07/04A	146,000	EUR EUR	141,538	0.47
EMIRATES TELECOMMUNI 0.875 21-33 17/05A	100,000	EUR	83,321 224,859	0.28 0.75
United Kingdom				
3I GROUP 4.875 23-29 14/06A	100,000	EUR	106,578	0.36
ASB FINANCE LTD 0.25 21-28 08/09A	300,000	EUR	272,256	0.91
BRAMBLES FINANCE PLC 1.5 17-27 04/10A	122,000	EUR	118,123	0.39
CREDIT AGRICOLE LDN 1.375 17-27 03/05A	100,000	EUR	96,751	0.32
INTERMEDIATE CAPITAL 2.5 22-30 28/01A	101,000	EUR	94,426	0.32
LONDON STOCK EX 1.7500 18-27 06/12A	100,000		97,282	0.33
LSE GROUP 1.75 17-29 19/09A	59,000	EUR	56,082	0.19
MOTABILITY OPERATION 0.125 21-28 20/01A	136,000	EUR	123,635	0.41
OMNICOM FINANCE HLDG 0.80 19-27 08/07A	100,000	EUR	95,308	0.32
RENTOKIL INITIAL PLC 0.5 20-28 14/10A	100,000	EUR	91,770	0.31

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Description	Quantity	Currency	Market value (in EUR)	% net assets
United Outro of Associate			1,152,211	3.85
United States of America 3M CO 1.75 15-30 15/05A	171,000	EUR	161,476	0.54
AIR PROD CHEMICALS 0.5 20-28 05/05A	100,000	EUR	92,879	0.31
ALCON FINANCE CORP 2.375 22-28 31/05A	161,000	EUR	158,495	0.53
AMERICAN HONDA FINAN 0.3 21-28 09/07A	200,000	EUR	181,732	0.61
APPLE INC 1.375 17-29 24/05A	620,000	EUR	589,465	1.97
APPLE INC 1.625 14-26 10/11A	200,000	EUR	196,796	0.66
BMW US LLC 3.375 24-34 02/02A	100,000	EUR	99,175	0.33
BRISTOL-MYERS SQUIBB 1.75 15-35 15/05A	150,000	EUR	131,375	0.44
CAPITAL ONE FIN CORP 1.65 19-29 12/06A	200,000	EUR	187,644	0.63
CARRIER GLOBAL CORPORATION 4.125% 29-05-28	100,000	EUR	104,056	0.35
CITIGROUP INC 1.25 19-29 10/04A	100,000	EUR	92,787	0.31
CITIGROUP INC 1.50 16-28 26/10A	128,000	EUR	120,991	0.40
CITIGROUP INC 1.625 18-28 21/03A	100,000	EUR	95,881	0.32
COMCAST CORP 1.2500 20-40 20/02A	163,000	EUR	121,869	0.41
DOVER CORP 1.25 16-26 09/11	100,000	EUR	97,315	0.33
FEDEX CORP 1.625 16-27 11/01A	149,000	EUR	146,170	0.49
FIDELITY NATIONAL INF 1.5 19-27 21/05A	100,000	EUR	97,012	0.32
FISERV 4.5 23-31 24/05A	118,000	EUR	125,711	0.42
GENERAL ELECTRIC CO 4.125 05-35 19/09A	99,000	EUR	104,563	0.35
HIGHLAND HOLDINGS 0.318 21-26 15/12A/12A	100,000	EUR	95,331	0.32
INTL FLAVORS AND FRAG 1.80 18-26 25/09A	100,000	EUR	97,936	0.33
KRAFT HEINZ FOODS CO 2.25 16-28 25/05A	200,000	EUR	196,462	0.66
LIBERTY MUTUAL GROUP 4.625 22-30 02/12A	150,000	EUR	158,916	0.53
MASTERCARD INC 1.00 22-29 22/02A	200,000	EUR	187,320	0.63
METROPOLITAN LIFE 3.750 23-31 07/12A	100,000	EUR	103,902	0.35
METROPOLITAN LIFE GL 0.55 20-27 16/06A	100,000	EUR	95,288	0.32
MICROSOFT 2.625 13-33 02/05A	300,000	EUR	299,162	1.00
MMS USA INVESTMENTS 1.25 19-28 13/06A	100,000	EUR	94,664	0.32
MOHAWK CAPITAL FINANCE 1.75% 12-06-27	100,000	EUR	97,685	0.33
MORGAN STANLEY 0.406 21-27 30/04A	105,000	EUR	100,449	0.34
MORGAN STANLEY 0.497 21-31 08/02A	100,000	EUR	87,033	0.29
MORGAN STANLEY 1.875 17-27 27/04A	100,000	EUR	97,951	0.33
NEW YORK LIFE GLOBAL FUNDING 3.45% 30-01-31	100,000	EUR	102,514	0.34
PEPSICO INC 0.875 16-28 18/07A	100,000	EUR	94,300	0.32
PROCTER & GAMBLE 1.25 17-29 25/10A	100,000	EUR	94,026	0.31
PROLOGIS EURO FINANC 4.25 23-43 31/01A PVH CORP 3.125 17-27 15/12S	100,000	EUR	103,607	0.35
TOYOTA MOTOR CREDIT 0.125 21-27 06/05A	100,000 200,000	EUR EUR	99,785 185,460	0.33 0.62
TOYOTA MOTOR CREDIT 0.123 21-27 00/05A TOYOTA MOTOR CREDIT 0.25 20-26 16/01A	592,000	EUR	569,798	1.90
TOYOTA MOTOR CREDIT 4.05 23-29 13/09A	200,000	EUR	208,822	0.70
UNITED PARCEL 1.50 17-32 15/11A	258,000	EUR	234,266	0.78
VISA 2.0 22-29 15/06A	250,000	EUR	242,360	0.81
WARNERMEDIA HOLDINGS INCORPORATION 4.693% 17-05-33	100,000	EUR	100,018	0.33
ZIMMER BIOMET HLDG 1.164 19-27 15/11A	126,000	EUR	120,394	0.40
	,		6,772,841	22.63
Virgin Islands (UK)			-,,	
SWISS LIFE FINANCE 0.5 21-31 15/09A	100,000	EUR	84,260	0.28
			84,260	0.28
Total bonds			23,381,852	78.14
Floating rate notes			,,	
•				
Belgium	100.000		404.440	0.05
BELFIUS SANV FL.R 23-33 19/04A	100,000	EUR	104,440	0.35
KBC GROUPE FL.R 22-27 23/11A	100,000	EUR	102,774	0.34
KBC GROUPE SA FL.R 21-27 01/03A27 01/03A	200,000	EUR	194,363	0.65
			401,577	1.34



Investment portfolio as at December 31, 2024

Description	Quantity	Currency	Market value (in EUR)	% net assets
Czech Republic CESKA SPORITELNA AS FL.R 23-27 29/06A	100,000	EUR	104,306 104,306	0.35 0.35
Denmark JYSKE BANK DNK 0.25% 17-02-28	100,000	EUR	94,737 94,737	0.32 0.32
France				
AXA SA FL.R 18-49 28/05A	100,000		98,953	0.33
BNP PARIBAS SA FL.R 22-32 31/03A	100,000		97,347	0.33
UNIBAIL RODAMCO SE FL.R 23-99 31/12A	100,000	EUR	109,339 305,639	0.37 1.02
Germany	100.000	EUD	·	
CMZB FRANCFORT FL.R 23-30 18/01A COMMERZBANK AG FL.R 20-30 05/12A	100,000 100,000		106,573 100,272	0.36 0.34
MUENCHENER RUECK FL.R 20-41 26/05A	200,000		173,900	0.54
MUENCHENER RUECK FL.R 21-42 26/05A	100,000		83,377	0.28
TALANX AG FL.R 17-47 05/12A	100,000		96,813	0.32
	, 55,555	20.1	560,935	1.87
Greece EFG EUROBANK 7.0% 26-01-29	100,000	EUR	110,691	0.37
PIRAEUS BANK 6.75% 05-12-29	100,000		111,730	0.37
	,		222,421	0.74
Hong Kong AIA GROUP LTD FL.R 21-33 09/09A	240,000	EUR	218,428	0.73
AIA GNOOF ETDT E.N 21-33 09/09A	240,000	LOK	218,428	0.73
Ireland AIB GROUP PLC FL.R 20-31 30/09A	100,000	EUR	99,149	0.33
AIB GROUP PLC FL.R 22-29 16/02A	100,000		107,861	0.36
BANK OF IRELAND GRP FL.R 23-28 16/07A	110,000		115,217	0.39
PERMANENT TSB GROUP 6.625% 30-06-29	100,000		110,418	0.37
ZURICH FIN IRELAND FL.R 20-50 17/09A	100,000		92,178	0.31
	•		524,823	1.75
Italy ENEL FL.R 23-XX 16/07A	100,000	EUR	107,283	0.36
	100,000	LOIK	107,283	0.36
Luxembourg HELVETIA EUROPE FL.R 20-41 30/06A	100,000	EUR	92,429	0.31
	100,000	Lon	92,429	0.31
Netherlands ADECCO INTL FIN SERV FL.R 21-82 21/03A	100,000	EUR	92,625	0.31
ALLIANDER NV FL.R 18-49 31/12A	100,000		98,910	0.33
ELM BV FL.R 20-XX 03/09A	100,000		99,795	0.33
IBERDROLA INTL BV FL.R 20-XX 28/04A	100,000	EUR	97,908	0.33
NN GROUP NV FL.R 14-XX 15/07A	100,000	EUR	100,725	0.34
VOLKSWAGEN INTL FIN FL.R 14-26 24/03A	100,000	EUR	99,727	0.33
VOLKSWAGEN INTL FIN FL.R 15-30 20/03A	182,000	EUR	163,477	0.55
VOLKSWAGEN INTL FIN FL.R 18-XX 27/06A	100,000		98,250	0.33
VOLKSWAGEN INTL FIN FL.R 22-XX 28/03A3A	100,000	EUR	92,034 943,451	0.31 3.15
Norway				
DNB BANK ASA 0.375 22-28 18/01A	250,000	EUR	238,308 238,308	0.80 0.80
Portugal				
BC PORTUGUES FL.R 21-28 07/04A	100,000	EUR	97,140	0.32
Spain			97,140	0.32
BANKINTER SA FL.R 23-30 03/05A	100,000	EUR	105,189	0.35
BBVA FL.R 23-31 13/01A	100,000	EUR	105,965	0.35
BBVA SA FL.R 21-27 24/03A	100,000		96,942	0.32
KUTXABANK FL.R 23-27 15/06A	100,000		102,449	0.34
KUTXABANK FL.R 23-28 01/02A	100,000	EUR	102,121	0.34

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Description	Quantity (Currency	Market value (in EUR)	% net assets
			512,666	1.71
Sweden				
SWEDBANK AB FL.R 22-32 23/08A	100,000	EUR	100,831	0.34
			100,831	0.34
United Kingdom				
LLOYDS BANKING GROUP FL.R 22-30 24/08A	100,000	EUR	99,402	0.33
LLOYDS BANKING GROUP FL.R 23-29 11/01A	100,000	EUR	104,331	0.35
NATWEST GROUP PLC FL.R 18-26 02/03A	69,000	EUR	68,849	0.23
SWISS RE FINANCE UK FL.R 20-52 04/06A	100,000	EUR	92,870	0.31
			365,452	1.22
United States of America				
BANK OF AMERICA CORP FL.R 18-28 25/04A	166,000	EUR	161,414	0.54
BANK OF AMERICA CORP FL.R 20-29 31/03A	156,000	EUR	159,492	0.53
BANK OF AMERICA CORP FL.R 20-31 26/10A	200,000	EUR	172,952	0.58
BANK OF AMERICA CORP FL.R 21-31 22/03A	200,000	EUR	176,597	0.59
CITIGROUP INC FL.R 22-33 22/09A	164,000	EUR	171,490	0.57
MORGAN STANLEY FL.R 20-29 26/10A	100,000	EUR	91,068	0.30
	·		933,013	3.12
Total floating rate notes			5,823,439	19.46
Total transferable securities admitted to an official stock exchange listing or dealt on another regulated market			29,205,291	97.60
Total investment portfolio			29,205,291	97.60
Acquisition cost			28,175,093	





Geographical and economic breakdown of investments as at December 31, 2024

Geographical breakdown (in % of net assets)	
United States of America	25.75
Netherlands	13.62
France	8.95
Germany	6.65
Canada	5.34
United Kingdom	5.07
Italy	4.21
Sweden	3.53
Japan	3.34
Ireland	3.22
Belgium	2.85
Spain	2.35
Australia	2.03
Norway	1.89
Luxembourg	1.86
Denmark	1.09
Finland	0.99
United Arab Emirates	0.75
Greece	0.74 0.73
Hong Kong	0.73
Austria	
Portugal Crock Republic	0.65 0.35
Czech Republic Poland	0.34
	0.34
Jersey Virgin Jalanda (LIK)	0.32
Virgin Islands (UK)	
	97.60
	97.60
Economic breakdown (in % of net assets)	
Banks and other financial institutions	58.70
Banks and other financial institutions Insurance	58.70 5.23
Banks and other financial institutions Insurance Transportation	58.70 5.23 4.92
Banks and other financial institutions Insurance Transportation Real estate	58.70 5.23 4.92 4.07
Banks and other financial institutions Insurance Transportation Real estate Internet and internet services	58.70 5.23 4.92 4.07 3.34
Banks and other financial institutions Insurance Transportation Real estate Internet and internet services Office supplies and computing	58.70 5.23 4.92 4.07 3.34 2.63
Banks and other financial institutions Insurance Transportation Real estate Internet and internet services Office supplies and computing Miscellaneous services	58.70 5.23 4.92 4.07 3.34 2.63 2.23
Banks and other financial institutions Insurance Transportation Real estate Internet and internet services Office supplies and computing Miscellaneous services Utilities	58.70 5.23 4.92 4.07 3.34 2.63 2.23 2.04
Banks and other financial institutions Insurance Transportation Real estate Internet and internet services Office supplies and computing Miscellaneous services Utilities Pharmaceuticals	58.70 5.23 4.92 4.07 3.34 2.63 2.23 2.04 1.78
Banks and other financial institutions Insurance Transportation Real estate Internet and internet services Office supplies and computing Miscellaneous services Utilities Pharmaceuticals Road vehicles	58.70 5.23 4.92 4.07 3.34 2.63 2.23 2.04 1.78 1.76
Banks and other financial institutions Insurance Transportation Real estate Internet and internet services Office supplies and computing Miscellaneous services Utilities Pharmaceuticals Road vehicles Electrical engineering	58.70 5.23 4.92 4.07 3.34 2.63 2.23 2.04 1.78 1.76 1.64
Banks and other financial institutions Insurance Transportation Real estate Internet and internet services Office supplies and computing Miscellaneous services Utilities Pharmaceuticals Road vehicles Electrical engineering Electronics and semiconductors	58.70 5.23 4.92 4.07 3.34 2.63 2.23 2.04 1.78 1.76 1.64
Banks and other financial institutions Insurance Transportation Real estate Internet and internet services Office supplies and computing Miscellaneous services Utilities Pharmaceuticals Road vehicles Electrical engineering Electronics and semiconductors Miscellaneous consumer goods	58.70 5.23 4.92 4.07 3.34 2.63 2.23 2.04 1.78 1.76 1.64 1.64
Banks and other financial institutions Insurance Transportation Real estate Internet and internet services Office supplies and computing Miscellaneous services Utilities Pharmaceuticals Road vehicles Electrical engineering Electronics and semiconductors Miscellaneous consumer goods Foods and non alcoholic drinks	58.70 5.23 4.92 4.07 3.34 2.63 2.23 2.04 1.78 1.76 1.64 1.64 1.17 0.97
Banks and other financial institutions Insurance Transportation Real estate Internet and internet services Office supplies and computing Miscellaneous services Utilities Pharmaceuticals Road vehicles Electrical engineering Electronics and semiconductors Miscellaneous consumer goods Foods and non alcoholic drinks Chemicals	58.70 5.23 4.92 4.07 3.34 2.63 2.23 2.04 1.78 1.76 1.64 1.17 0.97 0.91
Banks and other financial institutions Insurance Transportation Real estate Internet and internet services Office supplies and computing Miscellaneous services Utilities Pharmaceuticals Road vehicles Electrical engineering Electronics and semiconductors Miscellaneous consumer goods Foods and non alcoholic drinks Chemicals Textiles and garments	58.70 5.23 4.92 4.07 3.34 2.63 2.23 2.04 1.78 1.76 1.64 1.17 0.97 0.91
Banks and other financial institutions Insurance Transportation Real estate Internet and internet services Office supplies and computing Miscellaneous services Utilities Pharmaceuticals Road vehicles Electrical engineering Electronics and semiconductors Miscellaneous consumer goods Foods and non alcoholic drinks Chemicals Textiles and garments Retail trade and department stores	58.70 5.23 4.92 4.07 3.34 2.63 2.23 2.04 1.78 1.76 1.64 1.17 0.97 0.91 0.68 0.66
Banks and other financial institutions Insurance Transportation Real estate Internet and internet services Office supplies and computing Miscellaneous services Utilities Pharmaceuticals Road vehicles Electrical engineering Electronics and semiconductors Miscellaneous consumer goods Foods and non alcoholic drinks Chemicals Textiles and garments Retail trade and department stores Communication	58.70 5.23 4.92 4.07 3.34 2.63 2.23 2.04 1.78 1.76 1.64 1.17 0.97 0.91 0.68 0.66 0.61
Banks and other financial institutions Insurance Transportation Real estate Internet and internet services Office supplies and computing Miscellaneous services Utilities Pharmaceuticals Road vehicles Electrical engineering Electronics and semiconductors Miscellaneous consumer goods Foods and non alcoholic drinks Chemicals Textiles and garments Retail trade and department stores Communication Building materials	58.70 5.23 4.92 4.07 3.34 2.63 2.23 2.04 1.78 1.76 1.64 1.17 0.97 0.91 0.68 0.66 0.61 0.58
Banks and other financial institutions Insurance Transportation Real estate Internet and internet services Office supplies and computing Miscellaneous services Utilities Pharmaceuticals Road vehicles Electrical engineering Electronics and semiconductors Miscellaneous consumer goods Foods and non alcoholic drinks Chemicals Textiles and garments Retail trade and department stores Communication Building materials Graphic art and publishing	58.70 5.23 4.92 4.07 3.34 2.63 2.23 2.04 1.78 1.76 1.64 1.17 0.97 0.91 0.68 0.66 0.61 0.58 0.41
Banks and other financial institutions Insurance Transportation Real estate Internet and internet services Office supplies and computing Miscellaneous services Utilities Pharmaceuticals Road vehicles Electrical engineering Electronics and semiconductors Miscellaneous consumer goods Foods and non alcoholic drinks Chemicals Textiles and garments Retail trade and department stores Communication Building materials Graphic art and publishing Non classificable Institutions	58.70 5.23 4.92 4.07 3.34 2.63 2.23 2.04 1.78 1.76 1.64 1.17 0.97 0.91 0.68 0.66 0.61 0.58 0.41
Banks and other financial institutions Insurance Transportation Real estate Internet and internet services Office supplies and computing Miscellaneous services Utilities Pharmaceuticals Road vehicles Electrical engineering Electronics and semiconductors Miscellaneous consumer goods Foods and non alcoholic drinks Chemicals Textiles and garments Retail trade and department stores Communication Building materials Graphic art and publishing Non classificable Institutions Petroleum	58.70 5.23 4.92 4.07 3.34 2.63 2.23 2.04 1.78 1.76 1.64 1.17 0.97 0.91 0.68 0.66 0.61 0.58 0.41 0.35
Banks and other financial institutions Insurance Transportation Real estate Internet and internet services Office supplies and computing Miscellaneous services Utilities Pharmaceuticals Road vehicles Electrical engineering Electronics and semiconductors Miscellaneous consumer goods Foods and non alcoholic drinks Chemicals Textiles and garments Retail trade and department stores Communication Building materials Graphic art and publishing Non classificable Institutions Petroleum Machine and apparatus construction	58.70 5.23 4.92 4.07 3.34 2.63 2.23 2.04 1.78 1.76 1.64 1.17 0.97 0.91 0.68 0.66 0.61 0.58 0.41 0.35 0.34
Banks and other financial institutions Insurance Transportation Real estate Internet and internet services Office supplies and computing Miscellaneous services Utilities Pharmaceuticals Road vehicles Electrical engineering Electronics and semiconductors Miscellaneous consumer goods Foods and non alcoholic drinks Chemicals Textiles and garments Retail trade and department stores Communication Building materials Graphic art and publishing Non classificable Institutions Petroleum Machine and apparatus construction Packaging industries	58.70 5.23 4.92 4.07 3.34 2.63 2.23 2.04 1.78 1.76 1.64 1.17 0.97 0.91 0.68 0.66 0.61 0.58 0.41 0.35 0.34 0.33
Banks and other financial institutions Insurance Transportation Real estate Internet and internet services Office supplies and computing Miscellaneous services Utilities Pharmaceuticals Road vehicles Electrical engineering Electronics and semiconductors Miscellaneous consumer goods Foods and non alcoholic drinks Chemicals Textiles and garments Retail trade and department stores Communication Building materials Graphic art and publishing Non classificable Institutions Petroleum Machine and apparatus construction	58.70 5.23 4.92 4.07 3.34 2.63 2.23 2.04 1.78 1.76 1.64 1.17 0.97 0.91 0.68 0.66 0.61 0.58 0.41 0.35 0.34





Investment portfolio as at December 31, 2024

Description	Quantity	Currency	Market value (in EUR)	% net assets
Transferable securities admitted to an official stock exchange listing or dealt on another regulated market				
Shares				
Austria				
ANDRITZ AG	15,185	EUR	743,761	0.44
ERSTE GROUP BANK AG	12,305	EUR	734,116	0.43
VERBUND AG	10,601	EUR	742,070	0.44
Delations			2,219,947	1.31
Belgium AGEAS NOM	15,636	EUR	733,328	0.43
COLRUYT	19,699	EUR	713,892	0.42
DIETEREN	3,463		556,504	0.33
ELIA SYSTEM OPERATOR SA	614	EUR	45,682	0.03
FINANCIERE DE TUBIZE	355	EUR	50,481	0.03
LOTUS BAKERIES NV	20	EUR	215,600	0.13
SOFINA SA	230	EUR	50,232	0.03
UCB	270	EUR	51,894	0.03
Denmark			2,417,613	1.43
A.P. MOELLER-MAERSK A/S -B-	1,391	DKK	2,220,638	1.31
DEMANT A/S	6,164		218,382	0.13
GENMAB AS	1,159	DKK	231,963	0.14
NOVOZYMES -B-	873	DKK	47,728	0.03
ORSTED	1,046	DKK	45,474	0.03
PANDORA	2,329		411,317	0.24
TRYG A/S	27,613		560,980	0.33
VESTAS MND SYSTEMS - BEARER AND/OR SHS	3,810	DKK	50,110	0.03
ZEALAND PHARMA	467	DKK	44,807 3,831,399	0.03 2.26
Finland			3,031,399	2.26
ELISA CORPORATION -A-	17,872	EUR	747,050	0.44
KESKO CORP	39,008	EUR	709,165	0.42
KONE OYJ -B-	11,903	EUR	559,441	0.33
KONECRANES OYJ	8,711	EUR	533,113	0.31
METSO CORPORATION	44,733	EUR	401,702	0.24
NESTE NOWA OWN	17,674		214,297	0.13
NOKIA OYJ	111,655 109,837		477,269	0.28 0.68
NORDEA BANK ORION CORPORATION (NEW) -B-	5,340	SEK EUR	1,154,865 228,445	0.68
STORA ENSO -R-	5,052	EUR	49,095	0.03
UPM KYMMENE CORP	15,319	EUR	406,873	0.24
WARTSILA CORPORATION -B-	12,778		218,632	0.13
			5,699,947	3.37
France	5044	EUD		2.42
AIR LIQUIDE \$A	5,244		822,888	0.49
ALSTOM SA AMUNDI SA	2,205 3,454		47,540 221,747	0.03 0.13
AXA SA	68,580		2,353,666	1.39
BIOMERIEUX SA	2,189		226,562	0.13
BNP PARIBAS SA	49,110		2,908,294	1.72
BUREAU VERITAS SA	24,814		728,043	0.43
CAPGEMINI SE	3,815	EUR	603,342	0.36
CARREFOUR SA	72,117		990,166	0.58
CIE DE SAINT-GOBAIN	12,103		1,037,227	0.61
CIE GENERALE DES ETABLISSEMENTS MICHELIN	29,352		933,394	0.55
COVIVIO SA	4,530		220,883	0.13
CREDIT AGRICOLE SA	157,588		2,094,345	1.24
DANONE SA DASSAULT SYST.	11,749 6,391	EUR EUR	765,095 214,099	0.45 0.13
DAGGAGET GTGT.	0,391	EUR	2 14,099	0.13

The accompanying notes form an integral part of the financial statements. Any differences in the percentage of Net Assets are the result of roundings.



Investment portfolio as at December 31, 2024

Description	Quantity	Currency	Market value (in EUR)	% net assets
EDENRED SA	1,591	EUR	50,514	0.03
ESSILORLUXOTTICA SA	4,145		976,562	0.58
EURAZEO	8,176	EUR	588,263	0.35
GECINA	2,494	EUR	225,582	0.13
GETLINKÂ ACT	36,668	EUR	564,871	0.33
HERMES INTERNATIONAL SA	169	EUR	392,418	0.23
IPSEN	6,901	EUR	763,941	0.45
KERING	1,207		287,568	0.17
KLEPIERRE SA	14,219		395,288	0.23
LEGRAND SA	6,008		564,992	0.33
L'OREAL SA	2,948		1,007,774	0.60
PUBLICIS GROUPE	5,363		552,389	0.33
REXEL SA	16,002		393,649	0.23
SARTORIUS STEDIM BIOTECH	252		47,552	0.03
SCHNEIDER ELECTRIC SE SOCIETE GENERALE SA	3,704 50,320	EUR EUR	892,294 1,366,691	0.53 0.81
SODEXO SA	7,137		567,748	0.81
UNIBAIL RODAMCO	661	EUR	48,068	0.03
ONDAIL ROBANICO	001	LOIK	23,853,455	14.09
Germany ADIDAS AG - REG SHS	204	EUR	48,307	0.03
BEIERSDORF AG	3,193		395,932	0.03
BMW AG	38,987		3,079,193	1.82
BRENNTAG - REG SHS	12,236		708,220	0.42
CARL ZEISS MEDITEC AG	991	EUR	45,110	0.03
CONTINENTAL AG	5,300		343,546	0.20
DEUTSCHE BOERSE AG - REG SHS	2,570		571,568	0.34
DEUTSCHE POST AG - REG SHS	49,911	EUR	1,695,976	1.00
DEUTSCHE TELEKOM AG - REG SHS	109,525	EUR	3,164,177	1.87
E.ON SE	103,421	EUR	1,162,969	0.69
EVONIK INDUSTRIES	32,823	EUR	549,129	0.32
FRESENIUS MEDICAL CARE AG	5,952	EUR	262,840	0.16
FRESENIUS SE	26,014	EUR	872,510	0.52
GEA GROUP AG	15,297		731,503	0.43
HEIDELBERG MATERIALS AG	3,859		460,379	0.27
HENKEL AG & CO KGAA PREFERENTIAL SHARE	10,708		906,968	0.54
HOCHTIEF AG	5,913		766,916	0.45
INFINEON TECHNOLOGIES - REG SHS	4,952		155,493	0.09
KNORR-BREMSE - BEARER SHS	5,687		400,080	0.24
LEG IMMOBILIEN - REG SHS	582		47,608	0.03
MERCEDES-BENZ GROUP	65,465 5.304		3,522,017 754,621	2.08 0.45
MERCK KGAA MUENCHENER RUECK - REG SHS	5,394 2,925	EUR EUR	1,424,768	0.45
NEMETSCHEK	2,383		223,049	0.04
PUMA AG	1,068		47,376	0.03
RATIONAL NAMEN	264		217,536	0.13
SAP AG	4,034	EUR	953,234	0.56
SARTORIUS VORZ.OHNE STIMMRECHT.	214		46,053	0.03
SCOUT24	6,587		560,554	0.33
SIEMENS AG PREFERENTIAL SHARE	9,584		1,807,159	1.07
SYMRISE AG	2,155		221,211	0.13
TALANX AG NAM AKT	11,545	EUR	948,422	0.56
VONOVIA SE	1,574	EUR	46,150	0.03
ZALANDO SE	1,414	EUR	45,799	0.03
Iroland			27,186,373	16.06
Ireland AIB GRP - REGISTERED	41,464	EUR	221,003	0.13
BANK OF IRELAND - REGISTERED	25,460		224,201	0.13
KERRY GROUP -A-	6,267		584,398	0.35
	-,	,	,- 2	*

The accompanying notes form an integral part of the financial statements. Any differences in the percentage of Net Assets are the result of roundings.





Description	Quantity	Currency	Market value (in EUR)	% net assets
KINGSPAN GROUP	5,720	EUR	402,974	0.24
			1,432,576	0.85
Italy A2A SPA	263,339	EUR	564 962	0.33
AMPLIFON SPA	203,339 8,834		564,862 219,525	0.33
ASSICURAZIONI GENERALI SPA	69,969		1,908,055	1.13
BANCA GENERALI SPA	16,579		743,734	0.44
BANCA MEDIOLANUM	49,248		565,860	0.33
BPER BANCA SPA	35,908		220,260	0.13
DIASORIN	2,178		216,842	0.13
FINECOBANK	23,357	EUR	392,164	0.23
INTESA SANPAOLO	458,701	EUR	1,771,962	1.05
MONCLER SPA	4,353	EUR	221,916	0.13
NEXI SPA	8,513	EUR	45,630	0.03
POSTE ITALIANE SPA	61,535	EUR	838,107	0.50
PRYSMIAN SPA	6,455		398,015	0.24
RECORDATI SPA	7,860		397,716	0.23
REPLY SPA	2,552		391,477	0.23
UGF	48,293	EUR	580,965	0.34
lavan.			9,477,090	5.60
Jersey WPP PLC	37,053	GBP	370,799	0.22
WITTE	07,000	ODI	370,799	0.22
Luxembourg			0.0,.00	V
BAWAG GROUP AG	7,133	EUR	578,843	0.34
INPOST SA	13,537	EUR	223,496	0.13
			802,339	0.47
Netherlands			7.7.00	
ABN AMRO GROUP DEP RECEIPT	50,183		747,225	0.44
ACZO NOREL NIV	33		47,421	0.03
AKZO NOBEL NV	9,705		562,502	0.33 0.43
ARCADIS ARGENX SE	12,323 84		724,592 50,400	0.43
ASM INTERNATIONAL NV	93		51,968	0.03
ASML HOLDING NV	925		627,798	0.37
ASR NEDERLAND NV	16,412		751,341	0.44
BESI - REG SHS	384		50,803	0.03
EURONEXT NV	6,940	EUR	751,602	0.44
IMCD	2,696	EUR	386,876	0.23
JDE PEET S BV	2,599	EUR	42,961	0.03
KONINKLIJKE AHOLD DELHAIZE NV	44,063	EUR	1,387,544	0.82
KONINKLIJKE KPN NV	207,154		728,146	0.43
NN GROUP NV	18,742	EUR	788,476	0.47
RANDSTAD BR	17,795		724,434	0.43
STELLANTIS NV-BEARER AND REGISTERED SHS	257,686		3,258,160	1.92
STMICROELECTRONICS NV	22,357		536,792	0.32
UNIVERSAL MUSIC GROUP N.V.	1,997		49,366	0.03
WOLTERS KLUWER NV	4,602	EUR	738,161 13,006,56 8	0.44
Norway			13,006,566	7.68
DNB BANK ASA	48,545	NOK	936,598	0.55
GJENSIDIGE FORSIKRING ASA	32,711		559,067	0.33
NORSK HYDRO A\$A	40,130		213,403	0.13
ORKLA ASA	65,487	NOK	547,651	0.32
SCHIBSTED -B-	7,405	NOK	210,429	0.12
TELENOR ASA	52,626	NOK	567,853	0.34
			3,035,001	1.79
Portugal BOD CHARES EDOM BEVERSE SRIT	902 NE2	ELID	445.000	0.35
BCP SHARES FROM REVERSE SPLIT	893,053	EUR	415,002	0.25



Investment portfolio as at December 31, 2024

Description	Quantity	Currency	Market value (in EUR)	% net assets
EDP ENERGIAS DE PORTUGAL SA - REG SHS	70,480	EUR	217,854	0.13
JERONIMO MARTINS SGPS SA	21,222	EUR	391,546	0.23
	,		1,024,402	0.61
Spain			, ,	
ACCIONA SA	1,973	EUR	214,465	0.13
ACS	15,525	EUR	752,031	0.44
AMADEUS IT GROUP SA -A-	8,498	EUR	579,564	0.34
BANCO BILBAO VIZCAYA ARGENTARIA SA	388,905	EUR	3,675,931	2.17
BANCO SABADELL PREFERENTIAL SHARE	119,964	EUR	225,172	0.13
BANKINTER SA - REG SHS	76,410	EUR	583,772	0.34
CELLNEX TELECOM SA	1,511	EUR	46,101	0.03
EDP RENOVAVEIS SA	4,982	EUR	50,019	0.03
IBERDROLA SA	130,834	EUR	1,740,092	1.03
MAPFRE REG-SHS	299,198	EUR	731,838	0.43
MERLIN PROPERTIES SOCIMI S.A.	21,825	EUR	221,742	0.13
REDEIA CORPORACION SA	24,041	EUR	396,677	0.23
TELEFONICA SA	356,394	EUR	1,403,123 10,620,527	0.83 6.27
Sweden			10,620,527	6.27
AAK REGISTERED SHS	20,716	SEK	571,426	0.34
ADDTECH AB-B SHARES	8,318	SEK	218,973	0.13
ALFA LAVAL	5,390	SEK	217,927	0.13
ATLAS COPCO AB -A-	15,311	SEK	225,955	0.13
BEIJER REF AB	3,303	SEK	47,085	0.03
BIOVITRUM AB	1,786	SEK	49,546	0.03
BOLIDEN - REG SHS	7,895	SEK	214,255	0.13
CASTELLUM AB	4,597	SEK	48,435	0.03
EQT AB	1,786	SEK	47,782	0.03
ESSITY AB REGISTERED -B-	28,892	SEK	746,700	0.44
HENNES AND MAURITZ AB	16,467	SEK	214,590	0.13
HEXAGON - REG SHS -B-	5,266	SEK	48,603	0.03
HOLMEN - REG SHS	15,828	SEK	561,931	0.33
INDUTRADE AB	9,100	SEK	220,312	0.13
LATOUR INVESTMENT REGISTERED B	16,367	SEK	394,673	0.23
NIBE INDUSTRIER	12,870	SEK	48,639	0.03
NORDNET AB PUBL	19,325	SEK	396,583	0.23
SECURITAS -B- FREE	18,683	SEK	223,546	0.13
SKANDINAVISKA ENSKILDA BANKEN -A-	58,511	SEK	774,504	0.46
SKANSKA -B- FREE	19,382	SEK	394,196	0.23
SKF AB -B-	21,026	SEK	381,506	0.23
SVENSKA CELLULOSA SCA AB-SHS-B-	4,001	SEK SEK	49,114 650,565	0.03
SVENSKA HANDELSBANKEN AB-A- SWECO AB-B SHS	65,179 14,501			0.38
SWEDBANK -A-	14,501 47,162	SEK SEK	208,741 899,835	0.12 0.53
TELE2 AB	75,950	SEK	725,214	0.43
TELIA COMPANY AB	149,883	SEK	401,775	0.24
FELIA GOMI ANT AD	140,000	OLIK	8,982,411	5.31
Switzerland			0,002,	0.01
ABB LTD PREFERENTIAL SHARE	16,836	CHF	880,327	0.52
ALCON - REG SHS	4,961	CHF	406,522	0.24
BALOISE HOLDING - REG SHS	3,271	CHF	571,976	0.34
BARRY CALLEBAUT - NAMEN-AKT	36	CHF	46,187	0.03
BC VAUDOISE - REG SHS	8,643	CHF	769,024	0.45
BELIMO HOLDING LTD	77	CHF	49,189	0.03
CHOCOLADEFABRIKEN LINDT & SP PARTIZIPSCH	54	CHF	579,445	0.34
DSM FIRMENICH	2,203	EUR	215,277	0.13
GEBERIT AG	693	CHF	380,007	0.22
GEORG FISCHER LTD	2,957	CHF	216,312	0.13
GIVAUDAN SA - REG SHS	93	CHF	393,029	0.23

The accompanying notes form an integral part of the financial statements. Any differences in the percentage of Net Assets are the result of roundings.





Description	Quantity	Currency	Market value (in EUR)	% net assets
HELVETIA HLDG - REGISTERED SHS	3,667	CHF	583,782	0.34
JULIUS BAER GROUP - REG SHS	6,308	CHF	394,296	0.23
KUEHNE + NAGEL INTERNATIONAL AG	3,547	CHF	785,408	0.46
LOGITECH - REG \$H\$	4,938	CHF	394,851	0.23
LONZA GROUP	. 86	CHF	49,101	0.03
NESTLE SA PREFERENTIAL SHARE	33,345	CHF	2,660,636	1.57
NOVARTIS AG PREFERENTIAL SHARE	25,297	CHF	2,391,011	1.41
PARTNERS GROUP HLDG - REG SHS	166	CHF	217,572	0.13
PSP SWISS PROPERTY AG	2,938	CHF	403,546	0.24
ROCHE HOLDING LTD	9,265	CHF	2,522,465	1.49
SGS LTD	4,121	CHF	399,080	0.24
SIEGFRIED HOLDING AG-REG	361	CHF	379,291	0.22
SIG GROUP PREFERENTIAL SHARE	20,881	CHF	397,839	0.24
SIKA - REGISTERED SHS	918	CHF	211,097	0.12
SONOVA HOLDING NAM-AKT	1,269	CHF	400,666	0.24
STRAUMANN HOLDING LTDÂ	386	CHF	46,993	0.03
SULZER AG NOM	4,018	CHF	560,880	0.33
SWISS LIFE HOLDING - REG SHS	1,010	CHF	752,939	0.44
SWISS PRIME SITE AG-NAMEN AKT	3,833	CHF	403,538	0.24
SWISS RE - REG SHS	7,337	CHF	1,025,749	0.61
SWISSCOM SHS NOM	1,549	CHF	832,725	0.49
SWISSQUOTE GROUP HOLDING	1,574	CHF	583,677	0.34
VAT GROUP SA	134	CHF	48,948	0.03
ZURICH INSURANCE GROUP - REG \$H\$	2,461	CHF	1,412,954	0.83
Heidad Minadan			22,366,339	13.21
United Kingdom 3I GROUP PLC	16,394	GBP	706,679	0.42
ADMIRAL GROUP PLC	7,022	GBP	224,555	0.13
ANGLO AMERICAN PLC	23,426	GBP	669,800	0.40
ANTOFAGASTA PLC	2,407	GBP	46,288	0.03
ASHTEAD GROUP	782	GBP	46,960	0.03
ASSOCIATED BRITISH FOODS PLC	29,972	GBP	740,600	0.44
ASTRAZENECA PLC	8,201	GBP	1,038,317	0.61
AUTO TRADER GROUP PLC	40,507	GBP	388,511	0.23
AVIVA PLC	163,880	GBP	929,208	0.55
BARRATT DEVELOPMENTS PLC	42,531	GBP	226,390	0.13
BEAZLEY PLC	74,041	GBP	731,186	0.43
BERKELEY GROUP HOLDINGS/THE	11,938	GBP	563,113	0.33
BUNZL PLC	17,658	GBP	703,928	0.42
COMPASS GROUP	23,996	GBP	772,585	0.46
CONVATEC GROUP REGD	17,303	GBP	46,292	0.03
CRODA INTL - REG SHS	1,181	GBP	48,351	0.03
DIPLOMA	4,203	GBP	216,047	0.13
DS SMITH HOLDING	7,427	GBP	48,687	0.03
EXPERIAN GROUP	5,164	GBP	215,167	0.13
GAMES WORKSHOP GROUP PLC	1,335	GBP	214,911	0.13
GSK REG SHS	98,121	GBP	1,597,967	0.94
HALEON PLC REGISTERED SHARE	132,568	GBP	605,118	0.36
HALMA PLC	6,801	GBP	221,189	0.13
HIKMA PHARMACEUTICALS PLC	17,120	GBP	412,677	0.24
HOWDEN JOINERY GROUP	57,843	GBP	555,133	0.33
ICG(OST)	1,891	GBP	47,252	0.03
IMI	25,623	GBP	564,338	0.33
INFORMA PLC	57,128	GBP	551,657	0.33
INTERCONTINENTAL HOTELS GROUP PLC	4,789	GBP	576,557	0.34
INTERTEK GROUP PLC	6,918	GBP	395,601	0.23
INVESTEC	84,834	GBP	558,172	0.33
J SAINSBURY PLC	123,240	GBP	407,819	0.24





Description	Quantity	Currency	Market value (in EUR)	% net assets
JD SPORTS FASHION PLC	330,936	GBP	383,851	0.23
KINGFISHER PLC	127,789	GBP	384,387	0.23
LAND SEC R.E.I.T	32,074	GBP	226,551	0.13
LEGAL & GENERAL GROUP PLC	130,121	GBP	361,657	0.21
LLOYDS BANKING GROUP PLC	2,139,910	GBP	1,417,807	0.84
LSE GROUP	3,270	GBP	446,323	0.26
M AND G REGISTERED SHS	238,469	GBP	570,647	0.34
MELROSE IND REGISTERED SHS	7,392	GBP	49,512	0.03
MONDI PLC - REG SHS	27,569	GBP	397,463	0.23
NATIONAL GRID PLC	84,911	GBP	975,634	0.58
NATWEST GROUP PLC	157,005	GBP	763,567	0.45
NEXT PLC	6,276	GBP	720,966	0.43
PEARSON PLC	48,485	GBP	751,787	0.44
PHOENIX GROUP HOLDINGS PLC - REG SHS	91,957	GBP	567,224	0.34
PRUDENTIAL PLC	21,695	GBP	167,147	0.10
RECKITT BENCKISER GROUP PLC	9,807	GBP	573,261	0.34
RELX PLC	12,781	EUR	558,785	0.33
RENTOKIL INITIAL PLC	45,014	GBP	218,210	0.13
RIGHTMOVE -REGISTERED SHS	5,994	GBP	46,528	0.03
SAGE GROUP	14,215	GBP	218,864	0.13
SCHRODERS PLC	58,448	GBP	228,759	0.14
SEGRO (REIT)	5,690	GBP	48,256	0.03
SPIRAX-SARCO ENGIN	565	GBP	46,844	0.03
SSE PLC	37,460	GBP	726,728	0.43
ST JAME'S PLACE CAPITAL	4,445	GBP	46,665	0.03
TAYLOR WIMPEY PLC	266,266	GBP	393,216	0.23
UNILEVER	31,876	GBP	1,753,411	1.04
UNITE GROUP PLC	22,460	GBP	219,086	0.13
UNITED UTILITIES GROUP PLC	3,756	GBP	47,768	0.03
VODAFONE GROUP PLC	2,331,772	GBP	1,926,222	1.14
WEIR GROUP PLC	27,576	GBP	728,423	0.43
WHITBREAD	16,191	GBP	576,907	0.34
WISE PLC	19,836	GBP	255,747	0.15
			31,869,258	18.83
United States of America	05.045	EUD	070.004	
AEGON - REGISTERED SHS	65,245	EUR	373,201	0.22
			373,201	0.22
Total Shares			168,569,245	99.58
Total transferable securities admitted to an official stock exchange listing or dealt on another regulated market			168,569,245	99.58
Total investment portfolio			168,569,245	99.58
Acquisition cost			159,613,169	





Geographical and economic breakdown of investments as at December 31, 2024

Geographical breakdown (in % of net assets)	
United Kingdom	18.83
Germany	16.06
France	14.09
Switzerland	13.21
Netherlands	7.68
Spain	6.27
Italy	5.60
Sweden	5.31
Finland	3.37
Denmark	2.26
Norway	1.79
Belgium	1.43
Austria	1.31
Ireland	0.85
Portugal	0.61
Luxembourg	0.47
Jersey	0.22
United States of America	0.22
	99.5 8
Economic breakdown (in % of net assets)	
Banks and other financial institutions	21.20
Insurance	11.00
Pharmaceuticals	9.39
Communication	6.74
Road vehicles	6.47
Foods and non alcoholic drinks	5.00
Utilities	4.09
Retail trade and department stores	4.02
Building materials	3.85
Machine and apparatus construction	3.58
Transportation	3.24
Electrical engineering	2.87
Chemicals	2.49
Graphic art and publishing	2.21
Miscellaneous services	1.94
Internet and internet services	1.68
Real estate	1.51
Electronics and semiconductors	1.33
Paper and forest products	1.28
Hotels and restaurants	1.14
Miscellaneous consumer goods	1.12
Tires and rubber	0.75
Textiles and garments	0.71
Non ferrous metals	0.66
Various capital goods	0.33
Healthcare	0.24
Office supplies and computing	0.23
Biotechnology	0.19
Coal mining and steel industry & Chemicals	0.13
Petroleum	0.13
Environmental services and recycling	0.03
Packaging industries	0.03
	99.58





IndexIQ Factors Sustainable Japan Equity

Investment portfolio as at December 31, 2024

Description	Quantity	Currency	Market value (in EUR)	% net assets
Transferable securities admitted to an official stock exchange listing or dealt on another regulated market				
Shares				
Japan				
ADVANTEST CORP	3,500	JPY	197,820	0.18
AEON CO LTD	41,800	JPY	949,071	0.84
AJINOMOTO CO INC	15,900	JPY	630,375	0.56
ASAHI KASEI CORPORATION	129,100	JPY	866,673	0.77
ASICS CORP KOBE	22,100	JPY	422,338	0.37
ASTELLAS PHARMA	20,800	JPY	196,127	0.17
BANDAI NAMCO HOLDINGS INC	38,800		900,983	0.80
BRIDGESTONE CORP	46,700		1,532,378	1.36
BROTHER INDUSTRIES	38,100		631,530	0.56
CANON INC	44,200		1,401,729	1.24
CAPCOM CO LTD	30,000		640,411	0.57
CENTRAL JAPAN RAILWAY CO	66,200		1,206,120	1.07
CHIBA BANK	25,600		192,308	0.17
CHUGAI PHARMACEUTICAL	10,300		442,977	0.39
CONCORDIA FIN GRP	35,800		191,628	0.17
DAI NIPPON PRINTING CO LTD	77,800		1,061,066	0.94
DAIFUKU CO	9,600		194,667	0.17
DAIICHI SANKYO CO LTD	15,800		422,526	0.37
DAINIPPON SCREEN MFG CO LTD	7,300		425,693	0.38
DAIWA HOUSE INDUSTRY CO LTD	47,600		1,420,929	1.26
DAIWA SECURITIES GROUP INC	65,000		418,584	0.37
DENSO CORP	122,000		1,660,135	1.47
DENTSU GROUP - REG SH\$	25,400		594,969	0.53
DISCO CO LTD	800		210,054	0.19
EAST JAPAN RAILWAY CO	49,200		844,996	0.75
EISAI	7,400		196,846	0.17
FANUC CORP SHS	16,800		430,996	0.38
FAST RETAILING CO LTD	2,500		826,783	0.73
FUJIFILM HOLDINGS CORP	48,700		990,224	0.88
FUJITSU LTD	56,800		977,095	0.87
HANKYU HANSHIN HOLDINGS INC	24,900		629,924	0.56
HITACHI CONST MACH. HITACHI LTD	29,300 74,300		633,210	0.56 1.59
HONDA MOTOR CO LTD	479,900		1,797,472 4,526,546	4.01
HONDA MOTOR COLLID HOSHIZAKI	10,300			0.35
HOYA CORP	5,100		396,458 620,972	0.55
HULIC CO LTD	127,100		1,069,976	0.95
ISUZU MOTORS LTD	84,000		1,114,138	0.99
JAPAN POST BANK	100,700		924,769	0.82
JFE HOLDINGS INC	115,900		1,267,329	1.12
JP POST INSRAN CO	10,900		194,706	0.17
JP REAL ESTATE INVESTMENT	1,265		838,725	0.74
KAJIMA CORP	50,300		890,470	0.79
KAWASAKI KISEN KAISHA LTD	32,200		446,081	0.40
KDDI CORP	90,100		2,791,486	2.47
KEYENCE CORP	1,300		516,280	0.46
KIKKOMAN CORP	79,800		864,251	0.77
KUBOTA CORP	55,800		630,556	0.56
KYOCERA CORP	91,500		885,824	0.78
KYOWA KIRIN CO LTD	42,900		626,210	0.55
LASERTEC CORP	2,100		195,948	0.17
MATSUKIYOCOCO - REG SHS	63,700		902,232	0.80
MEIJI HLDGS	54,100		1,064,120	0.94
MINEBEA MITSUMI	12,600		198,942	0.18
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The accompanying notes form an integral part of the financial statements. Any differences in the percentage of Net Assets are the result of roundings.





IndexIQ Factors Sustainable Japan Equity

Description	Quantity	Currency	Market value (in EUR)	% net assets
MITSUBISHI CHEMICAL GROUP CORPORATION	248,400	JPY	1,220,637	1.08
MITSUBISHI ESTATE	32,500		439,453	0.39
MITSUI FUDOSAN CO LTD	35,000	JPY	273,136	0.24
MIZUHO FINANCIAL GROUP INC	105,400	JPY	2,508,395	2.22
MONOTARO CO LTD	11,500	JPY	188,817	0.17
MS&AD INSURANCE GROUP HOLDING	49,800	JPY	1,055,432	0.93
MURATA MANUFACTURING CO LTD	36,900	JPY	580,349	0.51
NEC CORP	10,700	JPY	902,081	0.80
NINTENDO CO LTD	25,200	JPY	1,434,521	1.27
NIPPON BUILDING FD	833		626,519	0.55
NIPPON SANSO HOLDINGS CORP	23,200	JPY	630,683	0.56
NIPPON YUSEN KK	40,800	JPY	1,321,983	1.17
NITORI	1,600	JPY	183,213	0.16
NITTO DENKO CORP NOMURA HOLDINGS INC	56,100 38,500	JPY JPY	923,859 220,322	0.82 0.20
NOMURA RESEARCH INSTITUTE	22,100		632,693	0.56
NTT DATA GROUP CORPORATION	12,400	JPY	230,872	0.20
OBAYASHI CORP	32,700	JPY	420,557	0.20
OMRON CORP	6,600		217,095	0.19
ONO PHARMACEUTICAL CO LTD	103,900	JPY	1,043,538	0.92
ORIENTAL LAND CO LTD	31,400	JPY	660,264	0.58
ORIX CORP	78,200		1,637,624	1.45
OSAKA SECURITIES EXCHANGE	55,600	JPY	604,722	0.54
OTSUKA HOLDINGS	16,000	JPY	845,525	0.75
PANASONIC HLDGS - REG SHS	173,900	JPY	1,755,678	1.56
RAKUTEN	69,100	JPY	364,694	0.32
RECRUIT HOLDINGS CO LTD	8,400	JPY	575,264	0.51
RENESAS ELECTRONICS	52,300	JPY	657,690	0.58
RESONA HOLDINGS INC	27,000	JPY	189,884	0.17
RICOH CO LTD	78,000	JPY	868,242	0.77
SCSK CORP	42,400	JPY	867,857	0.77
SECOM CO LTD	32,700		1,078,820	0.96
SEIKO EPSON CORP	61,700		1,090,200	0.97
SEKISUI CHEMICAL CO LTD	73,000	JPY	1,217,869	1.08
SEKISUI HOUSE LTD SG HOLDINGS CO LTD	38,700 115,900	JPY	899,374	0.80 0.95
SHIMADZU CORPORATION	31,200	JPY JPY	1,072,547 855,253	0.95
SHIMANO INC	4,900	JPY	644,043	0.70
SHIN-ETSU CHEM, CO LTD	40,200	JPY	1,308,223	1.16
SHINOGI CO LTD	80,300	JPY	1,094,916	0.97
SHISEIDO	11,600	JPY	198,621	0.18
SMC CORP	500		191,042	0.17
SOMPO HOLDINGS INC	55,700	JPY	1,409,791	1.25
SONY CORP	135,200	JPY	2,798,888	2.48
SUBARU CORPORATION	83,600	JPY	1,449,163	1.28
SUMITOMO ELECTRIC INDUSTRIES LTD	38,300	JPY	671,559	0.59
SUMITOMO METAL MINING CO LTD	9,300	JPY	206,471	0.18
SUMITOMO MITSUI FINANCIAL GROUP INC	135,800	JPY	3,140,922	2.78
SUMITOMO MITSUI TRUST - SHS	18,500	JPY	419,702	0.37
SUNTORY	34,900		1,075,056	0.95
SYSMEX	11,100		198,927	0.18
T&D HOLDING	24,400	JPY	435,631	0.39
TAISEI	4,800		195,818	0.17
TDK CORP	33,500		426,626	0.38
TERUMO CORP.	22,300		419,583	0.37 0.90
TIS SHS TOKYO ELECTRON LTD	44,000 2,300		1,010,377 341,808	0.30
TOKYU CORP	2,300 82,100		341,606 851,576	0.30
19(10.00)(1	32,100	JFI	001,070	0.73



IndexIQ Factors Sustainable Japan Equity

Description	Quantity	Currency	Market value (in EUR)	% net assets
TOPPAN HOLDINGS INC.	42,700	JPY	1,104,370	0.98
TOTO LTD	16,900	JPY	395,138	0.35
TOYOTA MOTOR CORP	573,900	JPY	11,094,374	9.83
TREND MICRO INC	3,800	JPY	200,042	0.18
UNI CHARM	79,200	JPY	633,885	0.56
WEST JAPAN RAILWAY COMPANY	61,900	JPY	1,063,876	0.94
YAKULT HONSHA CO LTD	56,000	JPY	1,027,853	0.91
YAMAHA MOTOR CO LTD	103,500	JPY	893,244	0.79
YASKAWA ELECTRIC CORP	8,800	JPY	219,920	0.19
YOKOGAWA ELECTRIC CORP	40,500	JPY	845,641	0.75
ZENSHO CO	7,100	JPY	391,082	0.35
ZOZO INC	21,600	JPY	649,968	0.58
			112,408,454	99.57
Total Shares			112,408,454	99.57
Total transferable securities admitted to an official stock exchange listing or dealt on another regulated market			112,408,454	99.57
Total investment portfolio			112,408,454	99.57
Acquisition cost			100,434,998	



IndexIQ Factors Sustainable Japan Equity

Geographical and economic breakdown of investments as at December 31, 2024

Geographical breakdown (in % of net assets)

Japan	99.57
	99.57
Economic breakdown (in % of net assets)	
Banks and other financial institutions	19.10
Road vehicles	18.94
Electronics and semiconductors	16.25
Transportation	6.03
Building materials	4.99
Pharmaceuticals	4.11
Chemicals	3.86
Foods and non alcoholic drinks	3.36
Graphic art and publishing	2.95
Real estate	2.88
Retail trade and department stores	2.63
Communication	2.47
Internet and internet services	2.28
Machine and apparatus construction	1.99
Office supplies and computing	1.66
Electrical engineering	1.54
Tires and rubber	1.36
Miscellaneous services	0.96
Hotels and restaurants	0.93
Miscellaneous consumer goods	0.56
Textiles and garments	0.37
Non ferrous metals	0.18
Insurance	0.17
	99.57



Notes to the financial statements

Note 1 - General Information

IndexIQ (the "Company" or the "Fund") is a public limited company (société anonyme) incorporated on April 6, 2017 under the laws of Luxembourg as an investment company with variable share capital (société d'investissement à capital variable). The Fund is subject to Part I of the Luxembourg law of December 17, 2010 relating to undertakings for collective investment, as amended or supplemented from time to time and qualifies as a UCITS.

The Fund is registered with the Luxembourg Trade and Companies Register under number B-214117. The latest version of the Articles of Association was published on the Recueil électronique des sociétés et associations (RESA), the central electronic platform of the Grand-Duchy of Luxembourg on April 21, 2017.

The Fund is a single legal entity incorporated as an umbrella fund comprised of separate Sub-Funds.

During the year, the following Sub-Funds have been closed:

Sub-FundsClosing dateIndexIQ Factors Sustainable EMU EquitySeptember 9, 2024IndexIQ Factors Sustainable Sovereign Euro BondSeptember 9, 2024

The remaining position as at December 31, 2024 consist of EUR 1,615.66 cash current account for IndexIQ Factors Sustainable EMU Equity and of EUR 3,818.24 cash current account for IndexIQ Factors Sustainable Sovereign Euro Bond.

In order to offer investments with different levels of risks, IndexIQ is subdivided into Sub-Funds. On December 31, 2024, three Sub-funds are active and are detailed as follows:

<u>Sub-Funds</u> Reference currency

 IndexIQ Factors Sustainable Corporate Euro Bond
 EUR

 IndexIQ Factors Sustainable Europe Equity
 EUR

 IndexIQ Factors Sustainable Japan Equity
 EUR

The Fund may issue Shares of different Share Classes in each Sub-Fund. Such Share Classes may each have specific characteristics. Certain Share Classes may be reserved to certain categories of investors: the Share Class UCITS ETF is reserved for Authorized Participants designated by the Fund and Share Class S is reserved for limited Institutional Investors designated by the Management Company.

On December 31, 2024, the Share classes available are the following:

IndexIQ Factors Sustainable Corporate Euro Bond

 Share Class name
 Launch Date

 Class UCITS ETF Acc (EUR)
 Not yet launched

 Class UCITS ETF Dis (EUR)
 June 28, 2017

 Class S Acc (EUR)
 June 28, 2017

IndexIQ Factors Sustainable Europe Equity

 Share Class name
 Launch Date

 Class UCITS ETF Acc (EUR)
 June 28, 2017

 Class UCITS ETF Dis (EUR)
 Not yet launched

 Class S Acc (EUR)
 June 28, 2017

IndexIQ Factors Sustainable Japan Equity

 Share Class name
 Launch Date

 Class UCITS ETF Acc (EUR)
 June 29, 2017

 Class UCITS ETF Dis (EUR)
 Not yet launched

 Class S Acc (EUR)
 June 29, 2017

The Company's financial year ends on 31 December of each year.

The annual general meeting of shareholders will be held within six (6) months of the end of each financial year in Luxembourg in order to approve the financial statements of the Fund for the previous financial year. The annual general meeting of shareholders will be held at the registered office of the Fund, or at such alternative location in Luxembourg as may be specified in the convening notice of such meeting.

Audited annual reports will be made available for public inspection at the registered offices of the Company.

The annual report will be available at the registered office of the Company at least eight (8) days before the annual general meeting - cf art. 461-6 law 1915: each shareholder shall be entitled to obtain a copy of the annual report, free of charge, upon request and against evidence of his title, eight (8) days before the annual general meeting.

Unaudited semi-annual reports will be published within two (2) months after the end of the relevant period.

In the frame of the Sustainable Finance Disclosure Regulation (SFDR), information on environmental and/or social characteristics and/or sustainable investments is available in the relevant annexes under the (unaudited) Sustainable Finance Disclosure Regulation section.



Notes to the financial statements

Note 2 - Principal accounting policies

a) Presentation of the financial statements

The financial statements are prepared in accordance with Luxembourg legal and regulatory requirements relating to investment funds.

This annual report is prepared on the basis of the last unofficial technical net asset values, calculated for the purpose of the financial statements as at December 31, 2024.

b) Investment objective and policy

The objective of the Sub-Fund - IndexIQ Factors Sustainable Corporate Euro Bond is to track, before the Sub-Fund fees and expenses, the performance of Solactive Candriam Factors Sustainable Corporate Euro Bond Index.

The objective of the Sub-Fund - IndexIQ Factors Sustainable Sovereign Euro Bond (see note 1) is to track, before the Sub-Fund fees and expenses, the performance of Solactive Candriam Factors Sustainable Sovereign Euro Bond Index.

The objective of the Sub-Fund - **IndexIQ Factors Sustainable Europe Equity** is to track the performance, before the Sub-Fund fees and expenses, of Solactive Candriam Factors Sustainable Europe Equity Index.

The objective of the Sub-Fund - IndexIQ Factors Sustainable EMU Equity (see note 1) is to track the performance, before the Sub-Fund fees and expenses, of Solactive Candriam Factors Sustainable EMU Equity Index.

The objective of the Sub-Fund - IndexIQ Factors Sustainable Japan Equity is to track the performance, before the Sub-Fund fees and expenses, of Solactive Candriam Factors Sustainable Japan Equity Index.

There can be no assurance that the Sub-Funds will achieve their investment objective.

The Sub-Funds will seek to track the performance of the Reference Index mainly by making direct investments in Transferable Securities representing an optimized sample of the underlying components of the Reference Index.

c) Valuation of each Sub-Fund's portfolio

i. Equities, warrants and rights:

Equities are valued at the closing (or alternatively last available) price on the various stock exchanges on the reference date or in the absence thereof the preceding date.

ii. Exchange Traded Fund ("ETF") and UCI:

ETF and UCI are valued at the Net Asset Value (or alternatively based on the method applied for equities for quoted, listed or traded funds) representative of the markets on the reference date or in the absence thereof the preceding date.

iii. Bonds

Bonds are valued at the closing price on the basis of contributor prices on the reference date or in the absence thereof the preceding date.

iv. Negotiable debt securities and other money market instruments:

Negotiable debt securities are valued at the closing price on the basis of contributor prices on the reference date (or in the absence thereof the preceding date) or according to the straight-line method.

v. Spot exchange rates

The spot exchange rates are valued from the market data available from specialized data providers on the reference date or in the absence thereof the preceding date.

vi. Derivatives

Other derivatives are valued based on counterparties prices, market prices or are calculated based on models validated on the reference date or in the absence thereof the preceding date.

vii. Exceptional treatment

Any asset in which there are not significant amounts of transactions or for which the price is not available or clearly not representative of the market, will be valued based on the probable realization value estimated with care and in good faith by the Management Company using any valuation method approved by the Board of Directors.

d) Foreign currency translation

The accounting and the financial statements of the sub-funds are drawn up in EUR.

Cash held with banks, the other net assets and the market value of investments denominated in currencies other than EUR are converted into EUR at the exchange rate available on December 31, 2024.

The income and expenses denominated in currencies other than the EUR are converted into EUR at the exchange rate applicable at the date of the transaction

The resulting currency conversion gains and losses are recorded in the statement of changes in net assets.

Exchange rates used as at December 31, 2024 are the following:

1 EUR =	0.938450 CHF	1 EUR =	0.826800 GBP	1 EUR =	11.760500 NOK	1 EUR =	1.035500 USD
1 EUR =	7.457250 DKK	1 EUR =	162.739200 JPY	1 EUR =	11.441500 SEK		



Notes to the financial statements

Note 2 - Principal accounting policies (continued)

e) Combined financial statements of the SICAV

The financial statements of the SICAV are drawn up in EUR. The different items of the combined statement of the SICAV's net assets as at December 31, 2024 are equal to the sum of the corresponding items in the financial statements of each Sub-Fund.

f) Transaction costs

For the year ended December 31, 2024, the SICAV incurred transaction costs and broker's charges related to the purchase and sale of transferable securities, money market instruments, other eligible assets and derivatives instruments.

Furthermore, in accordance with the practices of the bond markets, a bid-offer spread is applied to securities purchase or sale transactions. According to this principle, the selling and buying prices applied by the broker to a given transaction are not identical and the difference between them constitutes the broker's remuneration.

g) Income

Interest income is accrued daily. Investment transactions are accounted for on a trade date basis. Dividend income is recorded on the ex-dividend date, net of withholding tax. Interest income comprises the amortization / accretion income using the effective interest yield method.

Note 3 - Investment Manager fees

Candriam, a partnership limited by shares under Luxembourg law whose registered office is located at SERENITY - Bloc B, 19-21, Route d'Arlon, L-8009 Strassen, has been appointed Management Company. An agreement to that effect was entered into for an unlimited term. Either party is entitled to terminate the agreement at any time by registered letter (with signed receipt requested) sent to the other party, subject to 90 days' notice.

Candriam is a subsidiary of Candriam Group, an entity of the New York Life Insurance Company group.

It is authorised as a Management Company of Chapter 15 of the law of December 17, 2010, concerning UCITS and is authorised to exercise the activities of collective portfolio management, investment portfolio management and to provide investment advisory services.

The Management Company is vested with the widest powers to carry out all actions relating to the management and administration of the SICAV within the scope of this purpose, in accordance with its articles of association. It is responsible for the portfolio management activities, administration activities (Administrative Agent, Transfer Agent (including the Register holding business)) and marketing activities (distribution).

The portfolio management function is performed directly by Candriam and/or by one or more of its branches: Candriam - Belgian Branch, Candriam - Succursale française. Candriam - UK Establishment.

The Management Company receives management fees as payment for its services, expressed as an annual percentage of the average net asset value. These fees are payable by the SICAV at the end of each month.

The management fees rate applicable as at December 31, 2024 are as follows:

Sub-fund	Share class	Share type	ISIN	Management fee
IndexIQ Factors Sustainable Corporate Euro Bond	S	Capitalisation	LU1603777555	0.20%
·	UCITS ETF	Distribution	LU1603790731	0.15%
IndexIQ Factors Sustainable EMU Equity (see note 1)	S	Capitalisation	LU1603778363	0.15%
	UCITS ETF	Capitalisation	LU1603797074	0.10%
IndexIQ Factors Sustainable Europe Equity	S	Capitalisation	LU1603778108	0.15%
	UCITS ETF	Capitalisation	LU1603795458	0.10%
IndexIQ Factors Sustainable Japan Equity	S	Capitalisation	LU1603778520	0.20%
	UCITS ETF	Capitalisation	LU1603797587	0.15%
IndexIQ Factors Sustainable Sovereign Euro Bond (see note 1)	S	Capitalisation	LU1603777985	0.15%
	UCITS ETF	Distribution	LU1603795292	0.05%

Note 4 - Operating and Administrative Expenses

The Fund will bear the day-to-day operational and administrative expenses incurred to cover all the overhead, variable costs, charges, fees and other expenses, as described below (the "Operational and Administrative Expenses").

The Operational and Administrative Charges cover the following costs, although this list is not exhaustive:

- (a) expenses incurred directly by the Fund, including, among others, fees and charges owing to the Depositary, to the principal paying agent, commissions and fees for certified auditors, share classes hedging fees, including those charged by the Management Company, the fees paid to Directors and the reasonable costs and expenses incurred by or for the Directors;
- (b) a "service fee" which includes the remaining amount of Operational and Administrative Charges after deducting the costs indicated in section (a) above, being, among others, the fees and costs of the domiciliary agent, the Administrator the costs associated with registration and for maintaining this registration in all jurisdictions (such as fees levied by the supervisory authorities concerned, translation costs and payment for representatives abroad and local paying agents), stock exchange listing and maintenance fees, share price publication costs, postal and communication costs, the costs for preparing, printing, translating and distributing prospectuses, key investor information documents, notices to the shareholders, financial reports or any other documents for shareholders, legal fees and expenses, the costs and fees associated with the subscription for any account or license or any other use of paid information or data, the fees incurred for using a trademark registered by the Fund and the fees and expenses for the Management Company and/or its delegates and/or any other agent appointed by the Fund itself and/or independent experts.



Notes to the financial statements

Note 4 - Operating and Administrative Expenses (continued)

Operational and Administrative Charges are expressed as an annual percentage of the average Net Asset Value of each Sub-Fund or Share Class and are payable monthly.

At the end of a given year, if the charges and expenses were to exceed the percentage of the Operational or Administrative Charges set for share classes then the Management Company would pay the difference. Conversely if the actual charges and expenses were to be less than the percentage of the Operational and Administrative Charges set for classes of shares, then the Management Company would retain the difference.

The Management Company may instruct the Fund to settle all or part of the expenses as stated above directly on its assets. In such case, the amount of Operational and Administrative Charges will be reduced accordingly.

The total expense level including investment manager fees as per Prospectus as at December 31, 2024 were:

Sub-fund	Share class	Share type	ISIN	Maximum rate
IndexIQ Factors Sustainable Corporate Euro Bond	S	Capitalisation	LU1603777555	0.35%
·	UCITS ETF	Distribution	LU1603790731	0.35%
IndexIQ Factors Sustainable EMU Equity (see note 1)	S	Capitalisation	LU1603778363	0.30%
	UCITS ETF	Capitalisation	LU1603797074	0.30%
IndexIQ Factors Sustainable Europe Equity	S	Capitalisation	LU1603778108	0.30%
	UCITS ETF	Capitalisation	LU1603795458	0.30%
IndexIQ Factors Sustainable Japan Equity	S	Capitalisation	LU1603778520	0.35%
	UCITS ETF	Capitalisation	LU1603797587	0.35%
IndexIQ Factors Sustainable Sovereign Euro Bond (see note 1)	S	Capitalisation	LU1603777985	0.30%
•	UCITS ETF	Distribution	LU1603795292	0.30%

CACEIS Bank, Luxembourg Branch acts as the depositary of the SICAV ("Depositary") in accordance with a depositary bank agreement for an unlimited term as amended from time to time ("Depositary Bank Agreement") and with the relevant provisions of the Law and applicable regulations.

The Operating and Administrative Expenses caption presented in the statement of changes in net assets of the SICAV for the fiscal year ending on December 31, 2024 includes the following amount of depositary fees:

Sub-fund	Currency	Depositary fees
IndexIQ Factors Sustainable Corporate Euro Bond	EUR	3,159
IndexIQ Factors Sustainable EMU Equity (see note 1)	EUR	63
IndexIQ Factors Sustainable Europe Equity	EUR	8,518
IndexIQ Factors Sustainable Japan Equity	EUR	4,936
IndexIQ Factors Sustainable Sovereign Euro Bond (see no	ote 1) EUR	4,305

Note 5 - Subscription tax

The Fund is normally subject to a subscription tax ("taxe d'abonnement"). For the Sub-Funds whose securities are listed on a Stock Exchange and whose exclusive object is to replicate the performance of one or more indices, the Fund is exempted from the "taxe d'abonnement" pursuant to article 175 (e) of the 2010 Law as amended. Only the ETF share classes are exempted from the "taxe d'abonnement", the share classes "S" has to bear the tax since it's not quoted on a stock exchange.

The Fund is not currently subject to any other Luxembourg taxes on income or capital gains (except on dividends from asset source in Luxembourg which are normally paid to the Fund after deduction of a 15% withholding tax). Distributions paid by the Fund are not subject to any form of Luxembourg withholding tax.

Certain revenues of the Fund in terms of dividends and interest, or capital gain, from asset sources outside Luxembourg may, however, be liable to taxes at variable rates, which are generally deducted at source. Generally speaking, these taxes or deductions at source are not fully or partly recoverable. Within this context, the relief on these taxes and deductions at source provided for by the international double taxation prevention treaties entered into by the Grand Duchy of Luxembourg and the respective countries is not always applicable. Moreover, some transaction taxes or stamp duties may be applied on subscription, purchase, sale, exchange, transfer, or conversion of assets sources outside Luxembourg.

While the above tax information is accurate to the best of the Board of Directors' knowledge, it is possible that a tax authority may impose new taxes (including retroactive taxes).

Note 6 - Dividends

The Fund distributed the following dividends during the year ended December 31, 2024:

Sub-fund	Share class	Currency	Dividend	Ex-date
IndexIQ Factors Sustainable Corporate Euro Bond	UCITS ETF	EUR	0.90	26/04/2024
IndexIQ Factors Sustainable Sovereign Euro Bond	UCITS ETF	EUR	0.77	26/04/2024

Note 7 - Conflict of interest

The Board of Directors, the Management Company, the Investment Manager, the Depositary, the Administrator and the other service providers of the Fund, and/or their respective affiliates, members, employees or any person connected with them may be subject to various conflicts of interest in their relationships with the Fund.



Notes to the financial statements

Note 7 - Conflict of interest (continued)

As further described in the Articles of Association, any director of the Fund who has, directly or indirectly, an interest in a transaction submitted to the approval of the Board of Directors which conflicts with the Fund's interest, must inform the Board of Directors. The director may not take part in the discussions on and may not vote on the transaction. Where, by reason of a conflicting interest, the number of directors required in order to validly deliberate is not met, the board of directors may submit the decision on this specific item to the general meeting of shareholders.

The Management Company has adopted and implemented a conflicts of interest policy and has made appropriate organizational and administrative arrangements to identify and manage conflicts of interests so as to minimize the risk of the Fund's interests being prejudiced, and if they cannot be avoided, ensure that the Fund is treated fairly.

Note 8 - Global exposure

The global exposure of the Sub-Funds is calculated and monitored under the commitment approach. The global exposure of the Sub-Funds may not exceed its Net Asset Value.

Note 9 - Listing

The sub-funds contain UCITS ETF Shares. As a consequence, the UCITS ETF Shares shall be traded throughout the day on one or several Regulated Market or multilateral trading facilities with at least one Market Maker which takes action to ensure that the Stock Exchange value of the Shares does not significantly vary from its NAV.

Note 10 - Changes in portfolio composition

A list including the transactions (sales and purchases) in the investment portfolios is available free of charge at the Fund's registered office.

Note 11 - Subsequent events

There is no subsequent event.

Note 12 - Auditor's other services

During the year from January 1, 2024 to December 31, 2024, the external auditor's services delivered to the Fund included:

• Other assurance related work:

Preparation of the separate report in accordance with CSSF circular 21/790.



Additional unaudited information

Additional Information for Investors in the Federal Republic of Germany

Facilities referred to in Article 92(1) of Directive 2009/65/EC as amended by Directive (EU) 2019/1160

Marcard, Stein & Co AG, Ballindamm 36, D-20095 Hamburg:

- Applications for the issue, redemption and conversion of shares may be submitted to this facility.
- All payments to a shareholder, including redemption proceeds and distributions, if any, may be remitted through this facility at the request of the shareholder.
- The prospectus, Key Investor Information Documents, the SICAV's Articles of Incorporation, the latest annual and semi-annual reports upon request in paper form as well as other documents and information are available free of charge at this facility.
- The net asset value per share and the issue, redemption and conversion prices are available free of charge at this facility.
- This facility acts as a contact point for communicating with the Bundesanstalt für Finanzdienstleistungsaufsicht.

The website www.indexiq.eu:

- The prospectus, Key Investor Information Documents, the SICAV's Articles of Incorporation, the latest annual and semi-annual reports as well as other documents and information are published at this website and are available there free of charge.
- The net asset value per share and the issue, redemption and conversion prices are published at this website and are available there free of charge.

The registered office of the SICAV:

- The prospectus, Key Investor Information Documents, the SICAV's Articles of Incorporation, the latest annual and semi-annual reports upon request in paper form as well as other documents and information are available free of charge at the registered office of the SICAV.
- The net asset value per share and the issue, redemption and conversion prices are available free of charge at the registered office of the SICAV

Any notices to shareholders are published at www.indexiq.eu and are sent to all shareholders at their address registered in the register of shareholders. In the following cases, a notice to shareholders will be published by means of a durable medium: suspension of the redemption of the shares; termination of the management of the fund or the winding-up of the fund; amendments to the fund rules which are inconsistent with existing investment principles, amendments to material investor rights to the detriment of investors, or amendments to the detriment of investors relating to remuneration or the reimbursement of expenses that may be taken out of the fund (including the reasons for the amendments and the rights of investors); the merger of the fund or a sub-fund; and the conversion of the fund or a sub-fund into a feeder fund.

Additional Information for Investors in Austria

Facility in Austria according to EU directive 2019/1160 article 92: Erste Bank der oesterreichischen Sparkassen AG Am Belvedere 1, A-1100 Vienna/Austria E-Mail: foreignfunds0540@erstebank.at

Additional information on the fund's investment strategy - European directive on shareholders' rights (SRD II)¹

In accordance with the transparency rules set out in the "Shareholders' Rights" European directive and related to annual disclosures to institutional investors, you can obtain additional information on the investment strategy implemented by Candriam and the contribution of this strategy to the medium to long-term performance of the Fund.

You may submit your request to the following address: https://www.candriam.fr/contact/.

¹Directive (EU) 2017/828 of the European Parliament and of the Council amending Directive 2007/36/EC as regards the encouragement of long-term shareholder engagement.

Sub-fund	Portfolio Turnover Rate (in %)*
IndexIQ Factors Sustainable Europe Equity	106.41
IndexIQ Factors Sustainable Japan Equity	122.6

^{*} Formula used: [(Total purchases + total sales) - (total subscriptions + total redemptions)] / Average of net assets during the year under review.

Engagement & voting policies, use of voting rights

Candriam exercises voting rights for the considered funds.

For all engagement matters, please refer to the engagement policy and to the associated reports, all available under Candriam website

https://www.candriam.com/en/professional/investment-solutions/sustainability-documents/#engagement-activities



Additional unaudited information

Proxy Voting

Since January 1, 2004, Candriam Luxembourg has decided to actively exercise the voting rights attached to the shares that it manages on behalf of its clients. This decision indicates Candriam Luxembourg's determination to assume its responsibilities in the context of corporate governance, and to fully exercise its voting rights in companies in which it invests. The details of the voting are available on the web site https://www.candriam.com/en/professional/investment-solutions/sustainability-documents/#engagement-activities.

Non voted meetings result from operational / technical burdens defined in our voting policy (for more details please refer to Candriam voting policy) or others encountered at our third party levels and for which remediation plans have been defined.

For the present SICAV, Candriam exercised voting rights for the following sub-funds:

- IndexIQ Factors Sustainable Europe Equity
- IndexIQ Factors Sustainable Japan Equity

As announced above, details of the voting are available on the web site https://www.candriam.com/en/professional/investment-solutions/sustainability-documents/#engagement-activities.

All General Assembly Meetings the Management company attended or was represented at are detailed, as well as the voted resolutions, effective votes and associated rationales when votes against management were registered.

Other non voted meetings result from either the defined voting scope itself (for more details please refer to Candriam voting policy) or from delays in reception of needed powers of attorney."

Candriam Luxembourg has formulated and implemented a voting policy based on four principles of corporate governance. Voting decisions are taken in accordance with these principles:

- 1. Protection of all shareholders' rights in accordance with the "one share one vote one dividend" rule.
- 2. Guaranteed equality of treatment of shareholders, including minority and foreign shareholders.
- Communication of accurate and transparent financial information.
- 4. Accountability and independence of the Board of Directors and the external auditors.

As part of its voting decisions, Candriam Luxembourg satisfies itself that it has obtained all the information required for the decision to be taken. Candriam Luxembourg's ESG and financial analysts examine the resolutions presented to the shareholders, taking into account the voting recommendations provided by external corporate governance advisors. Candriam Luxembourg does, however, retain total independence as regards its votes.

This voting policy is available under Candriam website (*) and notably details:

- The definition of the voting scope,
- How conflict of interest are identified and managed,
- The Role of proxy Advisers.

In addition, a Proxy Voting Committee has been established within Candriam Luxembourg, Its role is to evaluate the voting policy and make changes to it when deemed appropriate.

The Committee consists of internal representatives from the Management, Operations, Risk and ESG Research & Stewardship Teams. Representatives of the Legal department may attend meetings upon request.

There are no securities lending programs for funds which are part of the present SICAV.

(*)https://www.candriam.com/en/professional/investment-solutions/sustainability-documents/#engagement-activities



Additional unaudited information

Information concerning the remuneration policy

European Directive 2014/91/EU amending Directive 2009/65/EC on undertakings for collective investment in transferable securities, which is applicable to the SICAV, came into force on 18 March 2016. It is implemented in national law under the Luxembourg Act of 10 May 2016 implementing Directive 2014/91/EU. Due to these new regulations, the SICAV is required to publish information relating to the remuneration of identified employees within the meaning of the Act in the annual report.

Candriam holds a double license, first, as a management company in accordance with section 15 of the Law of December 17, 2010 on undertakings for collective investment and, second, as a manager of alternative investment funds in accordance with the Law of July 12, 2013 relating to alternative investment fund managers. The responsibilities incumbent on Candriam under these two laws are relatively similar and Candriam considers that its personnel is remunerated in the same manner for tasks relating to administration of UCITS and of alternative investment funds.

During its financial year ended on December 31, 2024, Candriam paid the following amounts to its personnel:

- Total gross amount of fixed remunerations paid (excluding payments or benefits that can be considered to be part of a general and nondiscretionary policy and to have no incentive effect on risk management): EUR 17,350,856.
- Total gross amount of variable remunerations paid: EUR 7,728,914.
- Number of beneficiaries: 144.

Aggregate amount of remunerations, broken down between senior management and the members of the personnel of the investment manager whose activities have a significant impact on the funds risk profile. The systems of Candriam do not permit such an identification for each fund under management. The numbers below also show the aggregate amount of overall remunerations at Candriam.

- Aggregate amount of the remunerations of the senior management: EUR 4,166,282.
- Aggregate amount of the remunerations of the members of the personnel of Candriam whose activities have a significant impact on the
 risk profile of the funds of which it is the management company (excluding senior management): EUR 2,502,219.

Remunerations paid by Candriam to the personnel of its Belgian branch (i.e. Candriam – Belgian Branch), acting as investment manager, during the financial year ended on December 31, 2024:

- Total gross amount of fixed remunerations paid (excluding payments or benefits that can be considered to be part of a general and nondiscretionary policy and to have no incentive effect on risk management): EUR 25,405,396.
- Total gross amount of variable remunerations paid: EUR 9,014,600.
- Number of beneficiaries: 235.

Aggregate amount of remunerations, broken down between senior management and the members of the personnel of the investment manager whose activities have a significant impact on the funds risk profile. The systems of the investment manager do not permit such an identification for each fund under management. The numbers below also show the aggregate amount of overall remunerations at the level of the investment manager.

- Aggregate amount of the remunerations of the senior management: EUR: 5,578,123
- Aggregate amount of the remunerations of the members of the personnel of the investment manager whose activities have a significant impact on the risk profile of the funds of which it is the investment manager (excluding senior management): EUR 6,127,306.

Remunerations paid by Candriam to the personnel of its French branch (i.e. Candriam – Succursale française), acting as investment manager(s), during the financial year ended on December 31, 2024:

- Total gross amount of fixed remunerations paid (excluding payments or benefits that can be considered to be part of a general and nondiscretionary policy and to have no incentive effect on risk management): EUR 19,852,462.
- Total gross amount of variable remunerations paid: EUR 7,150,350.
- Number of beneficiaries: 203.

Aggregate amount of remunerations, broken down between senior management and the members of the personnel of the investment manager whose activities have a significant impact on the funds risk profile. The systems of the investment manager do not permit such an identification for each fund under management. The numbers below also show the aggregate amount of overall remunerations at the level of the investment manager.

- Aggregate amount of the remunerations of the senior management: EUR 3,393,861.
- Aggregate amount of the remunerations of the members of the personnel of the investment manager whose activities have a significant impact on the risk profile of the funds of which it is the investment manager (excluding senior management): EUR 4,350,853.

The remuneration policy was last reviewed by the remuneration committee of Candriam on February 02, 2024 and was adopted by the Board of Directors of Candriam



Additional unaudited information

Index tracking portfolios as at December 31, 2024

The following disclosures are required for Index-Tracking Portfolio's based on European Securities and Market Authority ("ESMA") guidelines and other UCITS issues (ESMA/2014/937EN), issued on August 01, 2014:

Sub-Fund	Share Class	NAV Performance*	Index Tracked	Index Performance	Performance difference	Level of Expenses	Expected tracking error	Effective tracking error	Tracking error difference
IndexIQ Factors Sustainable Corporate	UCITS ETF Dis	4.47%	Solactive Candriam Factors Sustainable	4.87%	-0.40%	0.35%	0.30%	0.12%	0.18%
Euro Bond	S Acc	4.47%			-0.40%	0.35%	0.30%	0.12%	0.18%
IndexIQ Factors Sustainable Europe	UCITS ETF Acc	8.31%	Solactive Candriam Factors Sustainable	8.24%	0.07%	0.30%	0.10%	0.17%	-0.07%
Equity	S Acc	8.31%	Eurone Equity Indev		0.07%	0.30%	0.10%	0.17%	-0.07%
IndexIQ Factors Sustainable Japan	UCITS ETF Acc	12.32%	Solactive Candriam Factors Sustainable	12.67%	-0.35%	0.35%	0.15%	0.18%	-0.03%
Equity	S Acc	12.32%	Japan Equity Index		-0.35%	0.35%	0.15%	0.18%	-0.03%

^{*}The figures reflect the percentages changes of official NAV per share (cum dividends).

The anticipated tracking error for each portfolio under normal market circumstances is set out in the table above. Investors should note that the actual performance of the portfolios will not necessarily be aligned with the anticipated tracking error as detailed above. Anticipated tracking error has been calculated using historical data and therefore may not capture all factors that will impact a portfolio's actual performance against its benchmark index.

The performances are covering the period from January 1, 2024 to December 31, 2024.

Fixed Income:

IndexIQ Factors Sustainable Corporate Euro Bond:

The performance of IndexIQ Factors Sustainable Corporate Euro Bond - UCITS ETF for the year ended is 4.47%. Performances, gross of fees and distribution are in line with the benchmark as shown on table above.

The level of realised tracking error in 2024 was within the expected range, due to the effectiveness of replication techniques utilized.

Equities:

IndexIQ Factors Sustainable Europe Equity:

The performance of IndexIQ Factors Sustainable Europe Equity - UCITS ETF for the year ended December 31, 2024 is 8.31%. Performances, gross of fees are in line with the benchmark as shown on table above.

The level of realised tracking error in 2024 was outside the expected range.

IndexIQ Factors Sustainable Japan Equity:

The performance of IndexIQ Factors Sustainable Japan Equity - UCITS ETF for the year ended December 31, 2024 is 12.32%. Performances, gross of fees are in line with the benchmark as shown on table above.

The level of realised tracking error in 2024 was outside the expected range.

Sources: Candriam, Bloomberg.



Additional unaudited information

Sustainable Finance Disclosure Regulation (SFDR)

All the sub-funds of the SICAV are falling under article 8 of SFDR.

IndexIQ Factors Sustainable Corporate Euro Bond



Entity LEI: 549300CSCF77KOFUBB98

Environmental and/or social characteristics

Sustainable investment

means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The EU Taxonomy is a classification system laid down in Regulation (EU) 2020/852, establishing a list of environmentally sustainable economic activities. That Regulation does not include a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not

Did this financial product have a sustainable investment objective? YES ⊠ NO It promoted Environmental/Social ☐ It made sustainable investments with an characteristics and while it did not have as its environmental objective: % objective a sustainable investment, it had a proportion of 83.10% of sustainable investments П in economic activities that qualify as with an environmental objective in economic environmentally sustainable under the EU activities that qualify as environmentally sustainable under the EU Taxonomy Taxonomy with an environmental objective in economic \boxtimes in economic activities that do not qualify as activities that do not qualify as environmentally environmentally sustainable under the EU sustainable under the EU Taxonomy with a social objective \boxtimes ☐ It made sustainable investments with a It promoted E/S characteristics, but did not make any sustainable investments social objective: ___%



To what extent were the environmental and/or social characteristics promoted by this financial product met?

Sustainability indicators measure how the environmental or social characteristics promoted by

the financial product are

attained.

The environmental and social characteristics promoted by the Sub-fund have been achieved by:

- avoiding exposure to companies that present both significant and severe structural risks and that are the most seriously in breach of the normative principles, taking account of their practices with regard to environmental and social issues and of adherence to norms such as the UN Global Compact and the OECD Guidelines for Multinational Enterprises;
- avoiding exposure to companies that are significantly exposed to controversial activities such as the mining, transport or distribution of thermal coal, the production or retail of tobacco, and the production or sale of controversial weapons (anti-personnel mines, cluster bombs, chemical, biological, white phosphorus and or depleted uranium weapons);
- integrating Candriam's ESG research methodology into the investment process and investing a proportion of its assets in Sustainable Investments.

How did the sustainability indicators perform?

For the selection of sustainable investments, the portfolio manager has taken into account ESG assessments of issuers, produced by Candriam's ESG analyst team.

For companies, these assessments are based on the analysis of the company's interactions with its key stakeholders and the analysis of its business activities and their impact, positive or negative, on key sustainability challenges such as climate change and resource depletion. In addition, Candriam's ESG analysis includes exclusion filters based on compliance with international standards and involvement in controversial activities.

Candriam's ESG research and analysis for sustainable investments also assesses the compliance of investments with the "do no harm" principle to a sustainable investment objective and with good governance practices.

This integration of Candriam's ESG research methodology has enabled the Fund to meet the minimum proportion of sustainable investments defined in the prospectus (minimum 33%). The proportion of sustainable investments in the Fund was therefore above this minimum threshold, as detailed in the section "What was the proportion of sustainability-related investments?"

... And compared to previous periods?

The sub-fund has also been managed in line with its sustainability indicators. The asset allocation of the financial product has evolved over the years.

Investment Category	Proportion of Investments	Proportion of Investments	Proportion of Investments
	2024	2023	2022
#1 Aligned with E/S characteristics	98.36%	98.22%	97.27%
#2 Other	1.64%	1.78%	2.73%
#1A Sustainable	83.10%	93.44%	86.85%
#1B Other E/S characteristics	15.26%	4.78%	10.42%
Taxonomy-aligned	0.00%	0.00%	0.00%
Other environmental	46.83%	49.75%	44.57%
Social	36.26%	43.70%	42.28%

What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objective?

The sustainable investments which the Sub-fund intented to achieve for a portion of the portfolio were to have a positive environmental and social impact in the long-term.

The proportion of sustainable investments was higher than the minimum defined in the prospectus (minimum 33%). It allowed the Sub-fund to exceed the objectives initially set.

However, the Sub-fund is not able to publish a percentage of alignment with the Taxonomy since a small number of companies at global level provide the data necessary for a rigorous assessment of their alignment with the Taxonomy.

How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?

Candriam ensured that those investments have not cause significant harm to any environmental and/or social sustainable investment objective by means of its ESG research and analysis of corporate issuers.

Based on its exclusive ESG Ratings and Scorings, Candriam's ESG methodology sets criteria and minimum thresholds to identify those issuers that qualify as 'sustainable investment' and, in particular, have not cause significant harm to any environmental and/or social sustainable investment objective.

The 'Do not significant harm' principle, in particular, was assessed for corporates through:

- the consideration of "principal adverse impacts"
- the alignment with the OECD Guidelines for Multinational Enterprises and the UN Global Compact to ensure minimum environmental & social safeguards.

For more details, refer to the section below on the consideration of principal adverse impacts on sustainability factors.

--How were the indicators for adverse impacts on sustainability factors taken into account?

The consideration of adverse impacts is central to Candriam's sustainable investment approach. Principal adverse impacts were taken into account throughout the entire ESG research and analysis process and through a wide range of methods:

- 1. ESG rating of corporates: the ESG research and screening methodology considers and assesses the principal adverse impact on sustainability from two distinct, but interlinked, angles:
- the company's issuers' business activities and how they impact, either positively or negatively, key sustainable challenges such as climate change and resource depletion;
- company's interactions with key stakeholders.
- 2.Negative screening of companies, which includes a norms-based exclusion and an exclusion of companies involved in controversial activities.
- 3. Engagement activities with companies , through dialogue and voting activities, which contribute to avoiding or reducing the extent of the adverse impacts. The ESG analysis framework and its results feed our engagement process, and vice versa.

The integration of the principal adverse impacts on sustainability factors has been based on the materiality or likely materiality of each indicator for each specific industry / sector to which the company belongs. The materiality is dependent on several factors, such as: type of information, data quality and breadth, applicability, relevance, and geographical coverage.

Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:

The sustainable investments of the Sub-fund have been compliant with the OECD Guidelines for Multinational Enterprises and the United Nations Guiding Principles on Business and Human Rights.

They are subject to a norms-based controversy analysis that considers the compliance with the international social, human, environmental and anti-corruption standards, as defined by the United Nations Global Compact and the OECD Guidelines for Multinational Enterprises. The International Labour Organisation and International Bill of Human Rights are part of the many international references integrated into our norms-based analysis and ESG model.

This analysis aimed to exclude companies that have significantly and repeatedly breached any of these principles.

The EU Taxonomy sets out a "do no significant harm" principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.

The "do no significant harm" principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

Any other sustainable investments must also not significantly harm any environmental or social objectives.

human rights, anticorruption and antibribery matters.

Principal adverse impacts are the most

significant negative impacts of investment

sustainability factors

social and employee

matters, respect for

relating to environmental,

decisions on



How did this financial product consider principal adverse impacts on sustainability factors?

At Financial Product level, the principal adverse impacts (PAI) on sustainability factors were considered through one or several means: voting, dialogue, exclusions and/or monitoring (cfr. Candriam's PAI statement: https://www.candriam.com/it/private/sfdr/)

ENGAGEMENT

Candriam's engagement policy is available on Candriam website [https://www.candriam.com/it/professional/investment-solutions/sustainability-documents/#engagement-activities].

DIALOGUE with corporate issuers

This financial product is invested in corporate issuers. Below statistics refer to engagement activities Candriam have performed with these corporate issuers.

Climate (PAI1 to PAI6) is obviously central in Candriam's exchanges with companies. Priorities of Climate-engagement on the corporate side are identified taking into account:

-issuers presenting a weak transition profile (proprietary risk transition model), and/or still highly carbon intensive (Scope 1-2) or with large Scope 3 emissions,

-issuers from financial sectors still largely exposed to fossil fuel and with a key role in financing the transition

-relative exposure of managed portfolios to the above issuers.

2021 Initiative Candriam has ioined in November the Net Zero Asset Management [https://www.netzeroassetmanagers.org/signatories/candriam/]. Through engagement, Candriam's objective is to encourage companies to publicly report on how they align with a 1.5D trajectory and to encourage such an alignment. We expect issuers in particular to explain how their strategy and capital expenditures plan serve their decarbonisation commitment. We usually combine individual and collaborative dialogue.

13 issuers in the financial product are actually part of the priority targets of Candriam Net Zero Engagement campaign.

In addition, Candriam continues to actively support CDP Climate [https://www.cdp.net/en], a large transparency survey feeding Candriam's investment processes: out of the 146 financial product's issuers targeted, 95% have properly filled the last survey. Filled surveys give us access to updated and more accurate Scope 1-2-3 emissions' data.

Candriam also actively participate to several collaborative initiatives such as Climate Action 100+ or IIGCC & ShareAction Climate initiatives on Financials. Such initiatives targeted 24 issuer(s) of the financial product. These initiatives contribute not only to increase the level of transparency on Greenhouse gas emissions and related strategy, but also to gain fundamental leverage for supporting strategic changes. Outcomes of these engagements are detailed in Candriam's annual engagement & voting report, available on Candriam's public website (Publications | Candriam) [https://www.candriam.com/it/professional/insight-overview/publications/#sripublications].

Given the geopolitical context and observed increase in inequalities, 34 issuer(s) with presence in the financial product have also been contacted in relation to the protection of fundamental human rights at direct or indirect workforce level (supply chain due diligence) (PAI10 PAI11).

Inclusion is not to be outdone, with 23 issuers, of the portfolio having been more specifically engaged on topics related to PAI 12 (Unadjusted gender pay gap) or PAI 13 (Board gender diversity).

While above mentioned PAI are prevalent when considering engagement performed for this financial product in 2024, other PAI such as biodiversity-related ones may also have been addressed in Candriam's dialogues with issuers. For more information, please refer to Candriam Engagement Annual review under Candriam website [https://www.candriam.com/it/professional/investment-solutions/sustainability-documents/#engagement-activities].

EXCLUSIONS

PAI3

In addition to companies involved in the thermal coal, oil and gas activities (PAI 4), electricity-generating companies with a carbon intensity greater than 312 gCO2/kWh (PAI 3), are considered risky for inclusion in sustainable investments, even if they are not universally controversial. Given that emissions vary according to electricity generation sources, it is important to assess the carbon footprint per kilowatt-hour (kWh) to determine how closely companies are aligned with the 2 degrees Celsius trajectory.

This is why Candriam includes the carbon intensity of energy producers in its sustainability assessment. Where carbon intensity data is not available, Candriam's ESG analysts use other indicators to assess alignment with the Paris Agreement, such as progress in the energy transition in line with Paris Agreement targets and integration of a 1.5°C limit scenario, taking into account investment plans and the credibility of carbon neutrality targets. These indicators are forward-looking and evolve over time to reflect the progress made by companies in their transition.

The carbon intensity (PAI 3) threshold for the product in 2024 was established at 312 gCO2/kWh. Over the reference period, no additional issuer(s) became ineligible for the financial product due to exceeding this threshold, in addition to those previously excluded

PAI4

Exposure to fossil fuels (PAI 4) undergoes stringent exclusions across all Candriam sustainable funds. Thermal coal, recognized for its detrimental impact and serious financial and sustainability implications, poses systemic and reputational risks that financial benefits cannot outweigh.

Companies directly involved in coal extraction are excluded regardless of the level of sales/revenues.

Companies generating more than 5% of revenues from the exploration, processing, transportation and distribution of thermal coal are also excluded.

The exclusion of companies developing new projects in coal extraction, coal power generation and coal transportation is appreciated without a minimum revenue threshold.

Additionally, companies involved in the exploration, production, refining or transport of oil & gas (5% revenues), providing services and equipment dedicated to oil & gas production (

Over the reference period, no additional issuer(s) became ineligible for the financial product due to exceeding threshold of exposure to thermal coal activities, supplementing the previously excluded entities.

Furthermore, no additional issuer(s) lost their eligibility due to surpassing the threshold of exposure to conventional oil and gas activities, while no additional issuer(s) lost their eligibility for exceeding the threshold of exposure to unconventional oil and gas activities.

PAI10

In accordance with PAI10 Candriam's normative analysis determines whether a company complies with the 10 principles of the United Nations Global Compact for each of the main categories: Human Rights (HR), Labor Rights (LR), Environment (ENV) and Anti-Corruption (AC). Our norms based analysis incorporates various international references, including the United Nations Declaration of Human Rights, ILO Fundamental Conventions, and OECD Guidelines for Multinational Enterprises, ensuring comprehensive coverage of human rights, labor standards, corruption, and discrimination.

In Candriam's "Level 3" SRI exclusion policy, companies with severe to very severe violations of the UN Global Compact principles are excluded. This list focuses on a strict interpretation of violations of the UN Global Compact, as assessed by Candriam's ESG analysts.

Over the reference period, no additional issuer(s) directly covered became ineligible for the financial product, in addition to those previously excluded, for significant and repeated breaches of international social, human, environmental and anti-corruption standards, as defined by the UN Global Compact and the OECD Guidelines for Multinational Enterprises.

PAI14

Candriam is firmly committed to excluding from all its investments companies directly involved in the development, production, testing, maintenance and sale of controversial weapons (anti-personnel landmines, cluster bombs, depleted uranium weapons and armor, chemical weapons, biological weapons and white phosphorus weapons). Candriam considers these damaging activities to present systemic and reputational risks.

Over the reference period, no additional issuer(s) directly covered became ineligible for the financial product, in addition to those previously excluded, due to their involvement in these activities.

MONITORING: calculation and evaluation of the principal adverse impact indicators

Some of these indicators may have explicit targets and can be used to measure the attainment of the sustainable investment objective of the Financial Product. See below the results of the indicators of this Financial Product

PAI indicators	Value	Coverage (% rated / total assets)	Eligible assets (% eligible assets / total assets)
Scope 1 GHG Emissions	1,252.95	82.44%	83.82%
Scope 2 GHG Emissions	571.50	82.44%	83.82%
Total GHG Emissions	1,824.45	82.44%	83.82%
2 - Carbon Footprint	33.13	82.44%	83.82%
3 - GHG intensity of investee companies	50.03	82.69%	83.83%
4 - Exposure to companies active in fossil fuel sector	2.05%	82.68%	83.83%
10 - Violations of UN Global Compact principles and Organisation for Economic Cooperation and Development (OECD) Guidelines for Multinational Enterprises	0.00%	98.17%	98.17%
13 - Board gender diversity	38.08%	86.85%	98.17%
14 - Exposure to controversial weapons (anti-personnel mines, cluster munitions, chemical weapons and biological weapons)	0.00%	98.17%	98.17%



What were the top investments of this financial product?

The list includes the investments constituting the greatest proportion of investments of the financial product during the reference period which is: 01/01/2024 - 31/12/2024.

Largest investments	Sector	% of Assets	Country
Apple Inc 1.375 17-29 24/05a	Office Supplies And Computing	1.19%	United States Of America (the)
Toyota Motor Credit 0.25 20-26 16/01a	Banks And Other Financial Institutions	1.15%	United States Of America (the)
Royal Bank Of Canada 2.125% 26-04-29	Banks And Other Financial Institutions	0.92%	Canada
Svenska Handelsbanken Ab 0.125% 03-11-26	Banks And Other Financial Institutions	0.83%	Sweden
United Parcel Service 1.625% 15-11-25	Transportation	0.82%	United States Of America (the)
Bank Of Montreal 2.75% 15-06-27	Banks And Other Financial Institutions	0.81%	Canada
Ap Moeller Maersk As 1.75% 16-03-26	Transportation	0.80%	Denmark
Mastercard 1.0% 22-02-29	Banks And Other Financial Institutions	0.80%	United States Of America (the)
Dassault System 0.1250 19-26 16/09a	Internet And Internet Services	0.77%	France
Ass Generali 5.8 22-32 06/07a	Insurance	0.75%	Italy
Toronto Dominion Bk 1.952 22-30 08/04a	Banks And Other Financial Institutions	0.64%	Canada
Sumitomo Mitsui Financial Group 0.303% 28-10-27	Banks And Other Financial Institutions	0.63%	Japan
American Honda Fin 0.3% 07-07-28	Banks And Other Financial Institutions	0.61%	United States Of America (the)
Microsoft 2.625% 02-05-33	Internet And Internet Services	0.61%	United States Of America (the)
Aia Group 0.88% 09-09-33 Emtn	Insurance	0.60%	Hong Kong

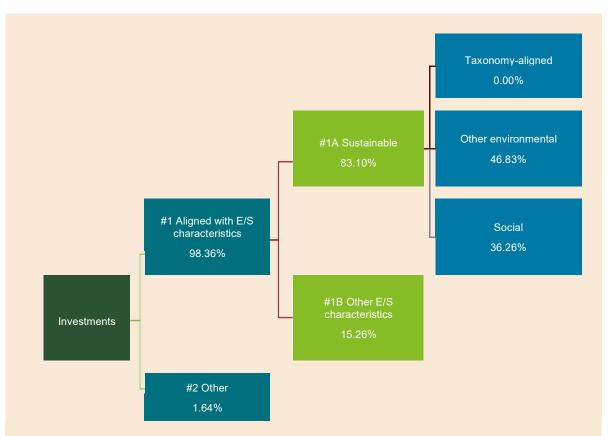
Data based on the main investments held on average during the reference period. This data is not comparable with those presented in the "Investment portfolio" section of the annual report.



What was the proportion of sustainability-related investments?

Asset allocation describes the share of investments in specific assets.

What was the asset allocation?



#1 Aligned with E/S characteristics includes the investments of the financial product used to attain the environmental or social characteristics promoted by the financial product.

#2 Other includes the remaining investments of the financial product which are neither aligned with the environmental or social characteristics, nor are qualified as sustainable investments.

The category #1 Aligned with E/S characteristics covers:

- The sub-category **#1A Sustainable** covers environmentally and socially sustainable investments.
- The sub-category #1B Other E/S characteristics covers investments aligned with the environmental or social characteristics that do not qualify as sustainable investments.

In which economic sectors were the investments made?

Top sector	% of Assets
Banks And Other Financial Institutions	56.30%
Insurance	5.46%
Real Estate	5.39%
Transportation	4.94%
Internet And Internet Services	2.56%
Pharmaceuticals	2.43%
Road Vehicles	2.35%
Office Supplies And Computing	2.28%
Miscellaneous Services	1.61%
Electrical Engineering	1.58%
Graphic Art And Publishing	1.53%
Chemicals	1.50%
Utilities	1.48%
Communication	1.22%
Electronics And Semiconductors	1.17%

Data based on the main investments held on average during the reference period. This data is not comparable with those presented in the "Investment portfolio" section of the annual report.

To comply with the EU Taxonomy, the criteria for fossil gas include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For nuclear energy, the criteria include comprehensive safety and waste management rules.

Enabling activities directly enable other activities to make a substantial contribution to an environmental objective.

Transitional activities are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:

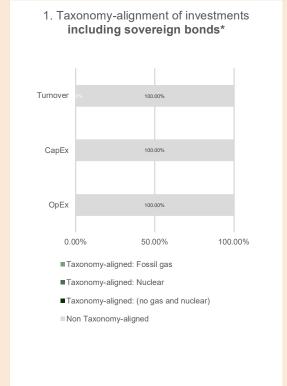
- turnover reflecting the share of revenue from green activities of investee companies.
- capital expenditure (CapEx) showing the green investments made by investee companies, e.g for a transition to a green economy.
- operational expenditure (OpEx) reflecting the green operational activities of investee companies.

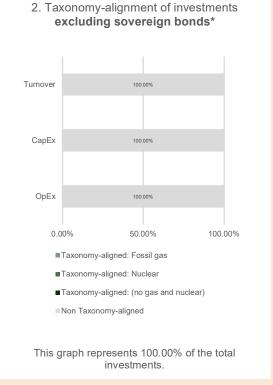
To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?

Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy?¹

	Yes	
	☐ In fossil gas	☐ In nuclear energy
\boxtimes	No	

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.





^{*} For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures

¹ Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm any EU Taxonomy objectives -see explanatory note in the left-hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

What was the share of investments made in transitional and enabling activities?

The Sub-Fund is unable to publish a percentage of alignment with the Taxonomy, nor on the transitional and enabling activities, as very few companies at global level provide the data necessary for a rigorous assessment of their alignment with the Taxonomy.

How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?

Year	% EU Taxonomy Aligned
2024	0.00%
2023	0.00%
2022	0.00%

What is the breakdown of the proportion of the investments per each of the EU Taxonomy to which those investments contributed?

The Sub-Fund is unable to publish a percentage of alignment with the Taxonomy, as very few companies at global level provide the data necessary for a rigorous assessment of their alignment with the Taxonomy

Therefore, this percentage is considered as null.



What was the share of sustainable investments with an environmental objective not aligned with the EU taxonomy?

The Sub-Fund had a share of 46.83% in sustainable investments on the environmental plan not aligned with the EU taxonomy.

Indeed to date, only two of the six objectives have entered into force in 2024 and very few companies at global level provide the data necessary for a rigorous assessment of their alignment with the Taxonomy.

What was the share of socially sustainable investments?

The Sub-fund had a share of investments with a social objective of 36.26%



What investments were included under "other", what was their purpose and were there any minimum environmental or social safeguards?

The investments included under "Other" are present in the Sub-fund for 1.64% of the total net assets.

These investments include one or more of the following assets:

- Cash: demand deposits, reverse repurchase transactions that are necessary in order to manage the liquidity of the Sub-fund following subscriptions/redemptions and/or resulting from the Sub-fund's market exposure decisions,
- Other investments (including single name derivatives) which comply at least with good governance principles;
- Non single name derivatives used in the manner indicated in the Sub-fund's fact sheet.



What actions have been taken to meet the environmental and/or social characteristics during the reference period?

For your information, in order to materialize the ESG integration in investments of the financial product, some metrics are calculated over the reference period:

- the carbon footprint: the financial product emitted 33.13 Tons CO2eq per million euros invested, favoring issuers with a low carbon footprint.

More precisely, the financial product invested in 2 issuer(s) in Utilities with improving carbon footprint.

- the ESG score: based on Candriam's own ESG methodology, the financial product displays an ESG score of 54.83, favoring issuers with a stronger ESG profile.

More precisely, the financial product divested from 6 issuer(s) in Banks, Industrial Goods & Services and Retail with deteriorating ESG score.



How did this financial product perform compared to the reference benchmark?

Reference benchmarks are indexes to measure whether the financial product attains the environmental or social characteristics that they promote. No index has been designated as a reference benchmark for the purpose of attaining the environmental or social characteristics promoted by the Sub-Fund

IndexIQ Factors Sustainable EMU Equity

Entity LEI: 5493002CJFV1LNTZ6U85



Environmental and/or social characteristics

Sustainable investment

means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The EU Taxonomy is a classification system laid down in Regulation (EU) 2020/852, establishing a list of environmentally sustainable economic activities. That Regulation does not include a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not

Did this financial product have a sustainable investment objective? YES promoted Environmental/Social ☐ It made sustainable investments with an characteristics and while it did not have as its environmental objective: ___% objective a sustainable investment, it had a proportion of 91.53% of sustainable investments in economic activities that qualify as with an environmental objective in economic environmentally sustainable under the EU activities that qualify as environmentally sustainable under the EU Taxonomy Taxonomy with an environmental objective in economic П \times in economic activities that do not qualify as activities that do not qualify as environmentally environmentally sustainable under the EU sustainable under the EU Taxonomy Taxonomy with a social objective $|\nabla|$ ☐ It promoted E/S characteristics, but did not make ☐ It made sustainable investments with a any sustainable investments social objective: %



To what extent were the environmental and/or social characteristics promoted by this financial product met?

Sustainability indicators measure how the environmental or social characteristics promoted by the financial product are attained.

The environmental and social characteristics promoted by the Sub-fund have been achieved by:

- avoiding exposure to companies that present structural risks that are both material and severe and are most seriously in breach of normative principles taking into account practices in environmental and social issues as well as compliance with standards such as the United Nations Global Compact and the OECD Guidelines for Business standards;
- avoiding exposure to companies that are significantly exposed to controversial activities such extraction, transportation or distribution of thermal coal, the manufacturing or retailing of Tobacco and production or sale of controversial weapons (anti-personnel mines, cluster bombs, chemical, biological, phosphorus weapons white and depleted uranium.
- integrating Candriam's ESG research methodology into the investment process and investing a proportion of its assets in Sustainable Investments.

How did the sustainability indicators perform?

For the selection of sustainable investments, the portfolio manager has taken into account ESG assessments of issuers, produced by Candriam's ESG analyst team.

For companies, these assessments are based on the analysis of the company's interactions with its key stakeholders and the analysis of its business activities and their impact, positive or negative, on key sustainability challenges such as climate change and resource depletion. In addition, Candriam's ESG analysis includes exclusion filters based on compliance with international standards and involvement in controversial activities.

Candriam's ESG research and analysis for sustainable investments also assesses the compliance of investments with the "do no harm" principle to a sustainable investment objective and with good governance practices.

This integration of Candriam's ESG research methodology has enabled the Fund to meet the minimum proportion of sustainable investments defined in the prospectus (minimum 33%). The proportion of sustainable investments in the Fund

... And compared to previous periods?

The sub-fund has also been managed in line with its sustainability indicators. The asset allocation of the financial product has evolved over the years.

Investment Category	Proportion of Investments	Proportion of Investments	Proportion of Investments
	2024	2023	2022
#1 Aligned with E/S characteristics	99.06%	99.01%	99.03%
#2 Other	0.95%	0.99%	0.97%
#1A Sustainable	91.53%	93.74%	91.46%
#1B Other E/S characteristics	7.53%	5.27%	7.56%
Taxonomy-aligned	0.00%	0.00%	0.00%
Other environmental	72.18%	40.04%	33.43%
Social	19.35%	53.69%	58.03%

What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objective?

The sustainable investments which the Sub-fund intented to achieve for a portion of the portfolio were to have a positive impact on environment and social domains in the long-term.

The proportion of sustainable investments was higher than the minimum defined in the prospectus (minimum 33%). It allowed the Sub-fund to exceed the objectives initially set.

However, the Sub-fund is not able to publish a percentage of alignment with the Taxonomy since a small number of companies at global level provide the data necessary for a rigorous assessment of their alignment with the Taxonomy.

How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?

Candriam ensured that those investments have not cause significant harm to any environmental and/or social sustainable investment objective by means of its ESG research and analysis of corporate and sovereign issuers.

Based on its proprietary ESG Ratings and Scorings, Candriam's ESG methodology sets criteria and minimum thresholds to identify those issuers that qualify as 'sustainable investment' and, in particular, have not cause significant harm to any environmental and/or social sustainable investment objective.

The 'Do not significant harm' principle, in particular, was assessed for corporates through:

- the consideration of "principal adverse impacts";
- the alignment with the OECD Guidelines for Multinational Enterprises and the UN Global Compact to ensure minimum environmental & social safeguards.

For more details, refer to the section below on the consideration of principal adverse impacts on sustainability factors.

-How were the indicators for adverse impacts on sustainability factors taken into account?

The consideration of adverse impacts is central to Candriam's sustainable investment approach. Principal adverse impacts were taken into account throughout the entire ESG research and analysis process and through a wide range of methods:

- 1. ESG rating of corporates: the ESG research and screening methodology considers and assesses the principal adverse impact on sustainability from two distinct, but interlinked, angles:
- the company's issuers' business activities and how they impact, either positively or negatively, key sustainable challenges such as climate change and resource depletion;
- company's interactions with key stakeholders.
- 2.Negative screening of companies, which includes a norms-based exclusion and an exclusion of companies involved in controversial activities.
- 3. Engagement activities with companies, through dialogue and voting activities, which contribute to avoiding or reducing the extent of the adverse impacts. The ESG analysis framework and its results feed our engagement process, and vice versa.

The integration of the principal adverse impacts on sustainability factors has been based on the materiality or likely materiality of each indicator for each specific industry / sector to which the company belongs. The materiality is dependent on several factors, such as: type of information, data quality and breadth, applicability, relevance, and geographical coverage.

Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:

The sustainable investments of the Sub-fund have been compliant with the OECD Guidelines for Multinational Enterprises and the United Nations Guiding Principles on Business and Human Rights.

They are subject to a norms-based controversy analysis that considers the compliance with the international social, human, environmental and anti-corruption standards, as defined by the United Nations Global Compact and the OECD Guidelines for Multinational Enterprises. The International Labour Organisation and International Bill of Human Rights are part of the many international references integrated into our norms-based analysis and ESG model.

This analysis aimed to exclude companies that have significantly and repeatedly breached any of these principles.

The EU Taxonomy sets out a "do no significant harm" principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.

The "do no significant harm" principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

Any other sustainable investments must also not significantly harm any environmental or social objectives.

Principal adverse impacts are the most

significant negative impacts of investment

sustainability factors

matters, respect for human rights, anti-

corruption and antibribery matters.

relating to environmental, social and employee

decisions on



How did this financial product consider principal adverse impacts on sustainability factors?

At Financial Product level, the principal adverse impacts (PAI) on sustainability factors were considered through one or several means: voting, dialogue, exclusions and/or monitoring (cfr. Candriam's PAI statement: https://www.candriam.com/en/private/sfdr/)

EXCLUSIONS

PAI3

In addition to companies involved in the thermal coal, oil and gas activities (PAI 4), electricity-generating companies with a carbon intensity greater than 312 gCO2/kWh (PAI 3), are considered risky for inclusion in sustainable investments, even if they are not universally controversial. Given that emissions vary according to electricity generation sources, it is important to assess the carbon footprint per kilowatt-hour (kWh) to determine how closely companies are aligned with the 2 degrees Celsius trajectory.

This is why Candriam includes the carbon intensity of energy producers in its sustainability assessment. Where carbon intensity data is not available, Candriam's ESG analysts use other indicators to assess alignment with the Paris Agreement, such as progress in the energy transition in line with Paris Agreement targets and integration of a 1.5°C limit scenario, taking into account investment plans and the credibility of carbon neutrality targets. These indicators are forward-looking and evolve over time to reflect the progress made by companies in their transition.

The carbon intensity (PAI 3) threshold for the product in 2024 was established at 312 gCO2/kWh. Over the reference period, no additional issuer(s) became ineligible for the financial product due to exceeding this threshold, in addition to those previously excluded.

PAI4

Exposure to fossil fuels (PAI 4) undergoes stringent exclusions across all Candriam sustainable funds. Thermal coal, recognized for its detrimental impact and serious financial and sustainability implications, poses systemic and reputational risks that financial benefits cannot outweigh.

Companies deriving more than 5% of their sales from coal mining, coal-fired power generation, and coal-related operations such as exploration, processing, transport, and distribution are automatically excluded.

Over the reference period, no additional issuer(s) became ineligible for the financial product due to exceeding the 5% threshold of exposure to thermal coal activities, supplementing the previously excluded entities.

PAI10

In accordance with PAI10 Candriam's normative analysis determines whether a company complies with the 10 principles of the United Nations Global Compact for each of the main categories: Human Rights (HR), Labor Rights (LR), Environment (ENV) and Anti-Corruption (AC). Our norms based analysis incorporates various international references, including the United Nations Declaration of Human Rights, ILO Fundamental Conventions, and OECD Guidelines for Multinational Enterprises, ensuring comprehensive coverage of human rights, labor standards, corruption, and discrimination.

In Candriam's "Level 1" company exclusion policy, companies that have committed the most serious violations of the UN Global Compact principles are excluded. This list focuses on a strict interpretation of violations of the UN Global Compact, as assessed by Candriam's ESG analysts.

Over the reference period, no additional issuer(s) directly covered became ineligible for the financial product, in addition to those previously excluded, for significant and repeated breaches of international social, human, environmental and anti-corruption standards, as defined by the UN Global Compact and the OECD Guidelines for Multinational Enterprises.

PAI14

Candriam is firmly committed to excluding from all its investments companies directly involved in the development, production, testing, maintenance and sale of controversial weapons (anti-personnel landmines, cluster bombs, depleted uranium weapons and armor, chemical weapons, biological weapons and white phosphorus weapons). Candriam considers these damaging activities to present systemic and reputational risks.

Over the reference period, no additional issuer(s) directly covered became ineligible for the financial product, in addition to those previously excluded, due to their involvement in these activities.

MONITORING: calculation and evaluation of the principal adverse impact indicators

Some of these indicators may have explicit targets and can be used to measure the attainment of the sustainable investment objective of the Financial Product. See below the results of the indicators of this Financial Product

PAI indicators	Value	Coverage (% rated / total assets)	Eligible assets (% eligible assets / total assets)
Scope 1 GHG Emissions	92.96	98.62%	99.06%
Scope 2 GHG Emissions	28.32	98.62%	99.06%
Total GHG Emissions	121.28	98.62%	99.06%
2 - Carbon Footprint	57.89	98.62%	99.06%
3 - GHG intensity of investee companies	78.25	98.62%	99.06%
4 - Exposure to companies active in fossil fuel sector	5.29%	96.89%	99.05%
10 - Violations of UN Global Compact principles and Organisation for Economic Cooperation and Development (OECD) Guidelines for Multinational Enterprises	0.00%	99.06%	99.06%
13 - Board gender diversity	41.39%	97.30%	99.05%
14 - Exposure to controversial weapons (anti-personnel mines, cluster munitions, chemical weapons and biological weapons)	0.00%	99.06%	99.06%



What were the top investments of this financial product?

The list includes the investments constituting the greatest proportion of investments of the financial product during the reference period which is: 01/01/2024 - 31/12/2024.

Largest investments	Sector	% of Assets	Country
VOLKSWAGEN AG-PREF	Automobiles & Components	4.21%	Germany
BANCO BILBAO VIZCAYA ARGENTA	Banks	3.17%	Spain
MERCEDES-BENZ GROUP AG	Automobiles & Components	2.89%	Germany
STELLANTIS NV	Automobiles & Components	2.88%	Italy
BAYERISCHE MOTOREN WERKE AG	Automobiles & Components	2.67%	Germany
DEUTSCHE TELEKOM AG-REG	Diversified Telecommunication Services	2.61%	Germany
BNP PARIBAS	Banks	2.28%	France
AXA SA	Insurance	1.96%	France
LVMH MOET HENNESSY LOUIS VUI	Consumer Durables & Apparel	1.74%	France
CREDIT AGRICOLE SA	Banks	1.73%	France
ASSICURAZIONI GENERALI	Insurance	1.68%	Italy
INTESA SANPAOLO	Banks	1.51%	Italy
DHL GROUP	Transportation	1.48%	Germany
SANOFI	Pharmaceuticals & Biotechnology	1.47%	France
SIEMENS AG-REG	Diversified Capital Good	1.31%	Germany

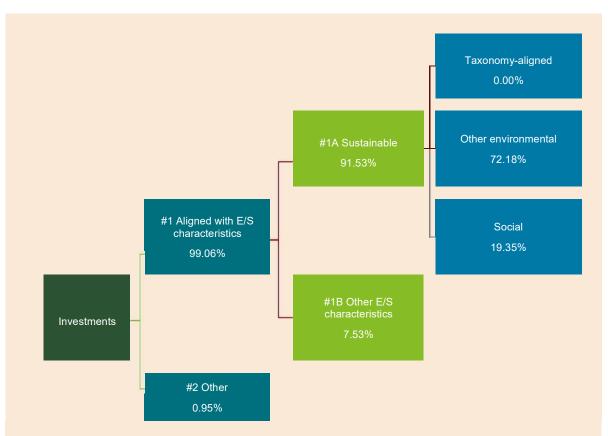
Data based on the main investments held on average during the reference period. This data is not comparable with those presented in the "Investment portfolio" section of the annual report.



What was the proportion of sustainability-related investments?

Asset allocation describes the share of investments in specific assets.

What was the asset allocation?



#1 Aligned with E/S characteristics includes the investments of the financial product used to attain the environmental or social characteristics promoted by the financial product.

#2 Other includes the remaining investments of the financial product which are neither aligned with the environmental or social characteristics, nor are qualified as sustainable investments.

The category #1 Aligned with E/S characteristics covers:

- The sub-category #1A Sustainable covers environmentally and socially sustainable investments.
- The sub-category **#1B Other E/S characteristics** covers investments aligned with the environmental or social characteristics that do not qualify as sustainable investments.

In which economic sectors were the investments made?

Top sector	% of Assets
Banks	16.98%
Automobiles & Components	13.50%
Insurance	9.85%
Diversified Capital Good	9.81%
Utilities	5.18%
Diversified Telecommunication Services	5.15%
Commercial Services & Supplies	3.93%
Food & Staples Retailing	3.85%
Chemicals	3.52%
Consumer Durables & Apparel	3.11%
Diversified Financials	2.99%
Transportation	2.74%
Software & Services	2.58%
Pharmaceuticals & Biotechnology	2.21%
Household & Personal Products	2.16%

Data based on the main investments held on average during the reference period. This data is not comparable with those presented in the "Investment portfolio" section of the annual report.

To comply with the EU Taxonomy, the criteria for fossil gas include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For nuclear energy, the criteria include comprehensive safety and waste management rules.

Enabling activities directly enable other activities to make a substantial contribution to an environmental objective.

Transitional activities are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:

- turnover reflecting the share of revenue from green activities of investee companies.
- capital expenditure (CapEx) showing the green investments made by investee companies, e.g for a transition to a green economy.
- operational expenditure (OpEx) reflecting the green operational activities of investee companies.

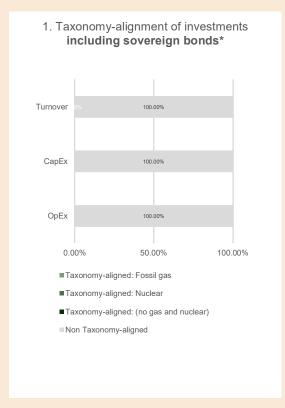
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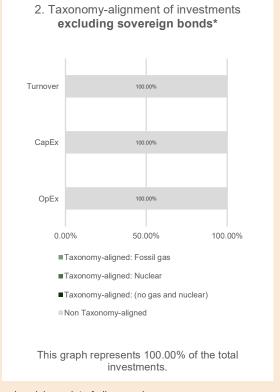
To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?

Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy?¹

	Yes	
	☐ In fossil gas	☐ In nuclear energy
\boxtimes	No	

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.





^{*} For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures

¹ Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm any EU Taxonomy objectives -see explanatory note in the left-hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

What was the share of investments made in transitional and enabling activities?

The Sub-Fund is unable to publish a percentage of alignment with the Taxonomy, nor on the transitional and enabling activities, as very few companies at global level provide the data necessary for a rigorous assessment of their alignment with the Taxonomy.

How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?

Year	% EU Taxonomy Aligned	
2024	0.00%	
2023	0.00%	
2022	0.00%	

What is the breakdown of the proportion of the investments per each of the EU Taxonomy to which those investments contributed?

The Sub-Fund is unable to publish a percentage of alignment with the Taxonomy, as very few companies at global level provide the data necessary for a rigorous assessment of their alignment with the Taxonomy

Therefore, this percentage is considered as nul.



2020/852.

What was the share of sustainable investments with an environmental objective not aligned with the EU taxonomy?

The Sub-Fund had a share of 72.18% in sustainable investments on the environmental plan not aligned with the EU taxonomy.

Indeed to date, only two of the six objectives have entered into force in 2023 and very few companies at global level provide the data necessary for a rigorous assessment of their alignment with the Taxonomy.

What was the share of socially sustainable investments?

The Sub-fund had a share of investments with a social objective of 19.35%

What investments were included under "other", what was their purpose and were there any minimum environmental or social safeguards?

The investments included under "Other" are present in the Sub-fund for 0.95% of the total net assets.

These investments include one or more of the following assets:

- Cash: Cash at sight, cash deposit, reverse repo needed to manage the liquidity of the Sub-fund following subscriptions/redemptions;
- Other investments (including single name derivatives) which comply at least with good governance principles;
- Non single name derivatives used in the manner indicated in the Sub-fund's fact sheet.



What actions have been taken to meet the environmental and/or social characteristics during the reference period?

For your information, in order to materialize the ESG integration in investments of the financial product, some metrics are calculated at the end of December :

- the carbon footprint: the financial product emitted 57.89 Tons CO2eq per million euros invested, favoring issuers with a low carbon footprint
- the ESG score: based on Candriam's own ESG methodology, the financial product displays an ESG score of 55.77, favoring issuers with a stronger ESG profile.



How did this financial product perform compared to the reference benchmark?

Reference benchmarks are indexes to measure whether the financial product attains the environmental or social characteristics that they promote. No index has been designated as a reference benchmark for the purpose of attaining the environmental or social characteristics promoted by the Sub-Fund

IndexIQ Factors Sustainable Europe Equity



Entity LEI: 549300AR65FDXV42F471

Environmental and/or social characteristics

Sustainable investment

means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The EU Taxonomy is a classification system laid down in Regulation (EU) 2020/852, establishing a list of environmentally sustainable economic activities. That Regulation does not include a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not

Did this financial product have a sustainable investment objective? YES ⊠ NO It promoted Environmental/Social ☐ It made sustainable investments with an characteristics and while it did not have as its environmental objective: % objective a sustainable investment, it had a proportion of 91.30% of sustainable investments П in economic activities that qualify as with an environmental objective in economic environmentally sustainable under the EU activities that qualify as environmentally sustainable under the EU Taxonomy Taxonomy with an environmental objective in economic \boxtimes in economic activities that do not qualify as activities that do not qualify as environmentally environmentally sustainable under the EU sustainable under the EU Taxonomy with a social objective \boxtimes ☐ It made sustainable investments with a It promoted E/S characteristics, but did not make any sustainable investments social objective: ___%



To what extent were the environmental and/or social characteristics promoted by this financial product met?

Sustainability indicators measure how the environmental or social characteristics promoted by

the financial product are

attained.

The environmental and social characteristics promoted by the Sub-fund have been achieved by:

- avoiding exposure to companies that present both significant and severe structural risks and that are the most seriously in breach of the normative principles, taking account of their practices with regard to environmental and social issues and of adherence to norms such as the UN Global Compact and the OECD Guidelines for Multinational Enterprises;
- avoiding exposure to companies that are significantly exposed to controversial activities such extraction, transportation or distribution of thermal coal, the manufacturing or retailing of tobacco and production or sale of controversial weapons (anti-personnel mines, cluster bombs, chemical, biological, phosphorus weapons white and depleted uranium);
- integrating Candriam's ESG research methodology into the investment process and investing a proportion of its assets in Sustainable Investments.

How did the sustainability indicators perform?

For the selection of sustainable investments, the portfolio manager has taken into account ESG assessments of issuers, produced by Candriam's ESG analyst team.

For companies, these assessments are based on the analysis of the company's interactions with its key stakeholders and the analysis of its business activities and their impact, positive or negative, on key sustainability challenges such as climate change and resource depletion. In addition, Candriam's ESG analysis includes exclusion filters based on compliance with international standards and involvement in controversial activities.

Candriam's ESG research and analysis for sustainable investments also assesses the compliance of investments with the "do no harm" principle to a sustainable investment objective and with good governance practices.

This integration of Candriam's ESG research methodology has enabled the Fund to meet the minimum proportion of sustainable investments defined in the prospectus (minimum 33%). The proportion of sustainable investments in the Fund was therefore above this minimum threshold, as detailed in the section "What was the proportion of sustainability-related investments?"

... And compared to previous periods?

The sub-fund has also been managed in line with its sustainability indicators. The asset allocation of the financial product has evolved over the years.

Investment Category	Proportion of Investments	Proportion of Investments	Proportion of Investments
	2024	2023	2022
#1 Aligned with E/S characteristics	99.45%	99.29%	99.28%
#2 Other	0.55%	0.71%	0.83%
#1A Sustainable	91.30%	94.43%	90.67%
#1B Other E/S characteristics	8.15%	4.85%	8.60%
Taxonomy-aligned	0.00%	0.00%	0.00%
Other environmental	43.44%	37.97%	32.64%
Social	47.86%	56.46%	58.03%

What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objective?

The sustainable investments which the Sub-fund intented to achieve for a portion of the portfolio were to have a positive environmental and social impact in the long-term.

The proportion of sustainable investments was higher than the minimum defined in the prospectus (minimum 33%). It allowed the Sub-fund to exceed the objectives initially set.

However, the Sub-fund is not able to publish a percentage of alignment with the Taxonomy since a small number of companies at global level provide the data necessary for a rigorous assessment of their alignment with the Taxonomy.

How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?

Candriam ensured that those investments have not cause significant harm to any environmental and/or social sustainable investment objective by means of its ESG research and analysis of corporate issuers.

Based on its exclusive ESG Ratings and Scorings, Candriam's ESG methodology sets criteria and minimum thresholds to identify those issuers that qualify as 'sustainable investment' and, in particular, have not cause significant harm to any environmental and/or social sustainable investment objective.

The 'Do not significant harm' principle, in particular, was assessed for corporates through:

- the consideration of "principal adverse impacts"
- the alignment with the OECD Guidelines for Multinational Enterprises and the UN Global Compact to ensure minimum environmental & social safeguards.

For more details, refer to the section below on the consideration of principal adverse impacts on sustainability factors.

-How were the indicators for adverse impacts on sustainability factors taken into account?

The consideration of adverse impacts is central to Candriam's sustainable investment approach. Principal adverse impacts were taken into account throughout the entire ESG research and analysis process and through a wide range of methods:

- 1. ESG rating of corporates: the ESG research and screening methodology considers and assesses the principal adverse impact on sustainability from two distinct, but interlinked, angles:
- the company's issuers' business activities and how they impact, either positively or negatively, key sustainable challenges such as climate change and resource depletion;
- company's interactions with key stakeholders.
- 2.Negative screening of companies, which includes a norms-based exclusion and an exclusion of companies involved in controversial activities.
- 3. Engagement activities with companies , through dialogue and voting activities, which contribute to avoiding or reducing the extent of the adverse impacts. The ESG analysis framework and its results feed our engagement process, and vice versa.

The integration of the principal adverse impacts on sustainability factors has been based on the materiality or likely materiality of each indicator for each specific industry / sector to which the company belongs. The materiality is dependent on several factors, such as: type of information, data quality and breadth, applicability, relevance, and geographical coverage.

Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:

The sustainable investments of the Sub-fund have been compliant with the OECD Guidelines for Multinational Enterprises and the United Nations Guiding Principles on Business and Human Rights.

They are subject to a norms-based controversy analysis that considers the compliance with the international social, human, environmental and anti-corruption standards, as defined by the United Nations Global Compact and the OECD Guidelines for Multinational Enterprises. The International Labour Organisation and International Bill of Human Rights are part of the many international references integrated into our norms-based analysis and ESG model.

This analysis aimed to exclude companies that have significantly and repeatedly breached any of these principles.

The EU Taxonomy sets out a "do no significant harm" principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.

The "do no significant harm" principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

Any other sustainable investments must also not significantly harm any environmental or social objectives.

bribery matters.

Principal adverse impacts are the most

significant negative impacts of investment

sustainability factors

social and employee

matters, respect for human rights, anti-

corruption and anti-

relating to environmental,

decisions on

3 - IndexIO Factors Sustainable Europe Equity



How did this financial product consider principal adverse impacts on sustainability factors?

At Financial Product level, the principal adverse impacts (PAI) on sustainability factors were considered through one or several means: voting, dialogue, exclusions and/or monitoring (cfr. Candriam's PAI statement: https://www.candriam.com/en/private/sfdr/)

ENGAGEMENT

Candriam's engagement and voting policies are available on Candriam website https://www.candriam.com/en/professional/investment-solutions/sustainability-documents/#engagement-activities].

VOTING

The Candriam's approach to Corporate Governance relies on internationally-recognized standards.

Candriam has exercised voting rights when available on positions of the portfolio. Shareholders' rights, equality of shareholders, board accountability, transparency and integrity of financial statements are core pillars of Candriam's voting policy. When exercising its votes Candriam pay a particular attention to the respect of pay-for-performance principle and to the board's independence level, diversity (PAI13) and expertise level.

In the context of Candriam's voting policy, specific guidelines are applied for a range of environmental- (e.g. climate (PAI1 to PAI6), biodiversity (PAI7)), social- (e.g. diversity, gender pay gap (PAI12), human rights (PAI10 PAI11)) and governance- related management or shareholder resolutions.

Candriam has an active approach to voting, in line with the consideration of the principle adverse impacts. Resolutions and voting opportunities are analysed in detail. Candriam always considers the relevance, consistence and feasibility of measures sponsored by any ESG resolution before casting vote. Thus, Candriam may vote against certain resolutions if they do not correspond to the principles defined in its voting policy or to the requirements relating to principle adverse impacts.

This year, Candriam voted at 263 meetings: for 93.16% of them Candriam cast at least once against management.

With respect to environmental or social related resolutions, management submitted 80 of which Candriam supported 86.25%.

More specifically, 8 proposals were related to climate (50% support).

In addition, and for any voted director-election items (1433 resolutions), Candriam took into consideration Board Gender diversity aspects (PAI13).

In total 55 resolutions were filed by shareholders and Candriam supported 43.64% of them.

More specifically 3 were Human Rights, Climate or Diversity & Inclusion related: Candriam supported 66.67% of them.

For more detailed information about Candriam Voting policy evolution, votes and associated rationales, please refer to Candriam's voting dashboard [https://vds.issgovernance.com/vds/#/NDA0Nw==/]

DIALOGUE with corporate issuers

This financial product is invested in corporate issuers. Below statistics refer to engagement activities Candriam have performed with these corporate issuers.

Climate (PAI1 to PAI6) is obviously central in Candriam's exchanges with companies. Priorities of Climate-engagement on the corporate side are identified taking into account :

-issuers presenting a weak transition profile (proprietary risk transition model), and/or still highly carbon intensive (Scope 1-2) or with large Scope 3 emissions,

- -issuers from financial sectors still largely exposed to fossil fuel and with a key role in financing the transition
- -relative exposure of managed portfolios to the above issuers.

Candriam has joined in November 2021 the Net Zero Asset Management Initiative https://www.netzeroassetmanagers.org/signatories/candriam/]. Through engagement, Candriam's objective is to encourage companies to publicly report on how they align with a 1.5D trajectory and to encourage such an alignment. We expect issuers in particular to explain how their strategy and capital expenditures plan serve their decarbonisation commitment. We usually combine individual and collaborative dialogue.

20 issuers in the financial product are actually part of the priority targets of Candriam Net Zero Engagement campaign.

In addition, Candriam continues to actively support CDP Climate [https://www.cdp.net/en], a large transparency survey feeding Candriam's investment processes: out of the 224 financial product's issuers targeted, 97% have properly filled the last survey. Filled surveys give us access to updated and more accurate Scope 1-2-3 emissions' data.

Candriam also actively participate to several collaborative initiatives such as Climate Action 100+ or IIGCC & ShareAction Climate initiatives on Financials. Such initiatives targeted 21 issuer(s) of the financial product. These initiatives contribute not only to increase the level of transparency on Greenhouse gas emissions and related strategy, but also to gain fundamental leverage for supporting strategic changes. Outcomes of these engagements are detailed in Candriam's annual engagement & voting report, available on Candriam's public website (Publications | Candriam) [https://www.candriam.com/en/professional/insight-overview/publications/#sripublications].

Given the geopolitical context and observed increase in inequalities, 70 issuer(s) with presence in the financial product have also been contacted in relation to the protection of fundamental human rights at direct or indirect workforce level (supply chain due diligence) (PAI10 PAI11).

Inclusion is not to be outdone, with 49 issuers, of the portfolio having been more specifically engaged on topics related to PAI 12 (Unadjusted gender pay gap) or PAI 13 (Board gender diversity).

While above mentioned PAI are prevalent when considering engagement performed for this financial product in 2024, other PAI such as biodiversity-related ones may also have been addressed in Candriam's dialogues with issuers. For more information, please refer to Candriam Engagement Annual review under Candriam website [https://www.candriam.com/en/professional/investment-solutions/sustainability-documents/#engagement-activities].

EXCLUSIONS

PAI3

In addition to companies involved in the thermal coal, oil and gas activities (PAI 4), electricity-generating companies with a carbon intensity greater than 312 gCO2/kWh (PAI 3), are considered risky for inclusion in sustainable investments, even if they are not universally controversial. Given that emissions vary according to electricity generation sources, it is important to assess the carbon footprint per kilowatt-hour (kWh) to determine how closely companies are aligned with the 2 degrees Celsius trajectory.

This is why Candriam includes the carbon intensity of energy producers in its sustainability assessment. Where carbon intensity data is not available, Candriam's ESG analysts use other indicators to assess alignment with the Paris Agreement, such as progress in the energy transition in line with Paris Agreement targets and integration of a 1.5°C limit scenario, taking into account investment plans and the credibility of carbon neutrality targets. These indicators are forward-looking and evolve over time to reflect the progress made by companies in their transition.

The carbon intensity (PAI 3) threshold for the product in 2024 was established at 312 gCO2/kWh. Over the reference period, 1 issuer(s) became ineligible for the financial product due to exceeding this threshold, in addition to those previously excluded.

PAI4

Exposure to fossil fuels (PAI 4) undergoes stringent exclusions across all Candriam sustainable funds. Thermal coal, recognized for its detrimental impact and serious financial and sustainability implications, poses systemic and reputational risks that financial benefits cannot outweigh.

Companies directly involved in coal extraction are excluded regardless of the level of sales/revenues.

Companies generating more than 5% of revenues from the exploration, processing, transportation and distribution of thermal coal are also excluded.

The exclusion of companies developing new projects in coal extraction, coal power generation and coal transportation is appreciated without a minimum revenue threshold.

Additionally, companies involved in the exploration, production, refining or transport of oil & gas (5% revenues), providing services and equipment dedicated to oil & gas production (

Over the reference period, no additional issuer(s) became ineligible for the financial product due to exceeding threshold of exposure to thermal coal activities, supplementing the previously excluded entities.

Furthermore, no additional issuer(s) lost their eligibility due to surpassing the threshold of exposure to conventional oil and gas activities, while no additional issuer(s) lost their eligibility for exceeding the threshold of exposure to unconventional oil and gas activities.

PAI10

In accordance with PAI10 Candriam's normative analysis determines whether a company complies with the 10 principles of the United Nations Global Compact for each of the main categories: Human Rights (HR), Labor Rights (LR), Environment (ENV) and Anti-Corruption (AC). Our norms based analysis incorporates various international references, including the United Nations Declaration of Human Rights, ILO Fundamental Conventions, and OECD Guidelines for Multinational Enterprises, ensuring comprehensive coverage of human rights, labor standards, corruption, and discrimination.

In Candriam's "Level 3" SRI exclusion policy, companies with severe to very severe violations of the UN Global Compact principles are excluded. This list focuses on a strict interpretation of violations of the UN Global Compact, as assessed by Candriam's ESG analysts.

Over the reference period, no additional issuer(s) directly covered became ineligible for the financial product, in addition to those previously excluded, for significant and repeated breaches of international social, human, environmental and anti-corruption standards, as defined by the UN Global Compact and the OECD Guidelines for Multinational Enterprises.

PAI14

Candriam is firmly committed to excluding from all its investments companies directly involved in the development, production, testing, maintenance and sale of controversial weapons (anti-personnel landmines, cluster bombs, depleted uranium weapons and armor, chemical weapons, biological weapons and white phosphorus weapons). Candriam considers these damaging activities to present systemic and reputational risks.

Over the reference period, no additional issuer(s) directly covered became ineligible for the financial product, in addition to those previously excluded, due to their involvement in these activities.

MONITORING: calculation and evaluation of the principal adverse impact indicators

Some of these indicators may have explicit targets and can be used to measure the attainment of the sustainable investment objective of the Financial Product. See below the results of the indicators of this Financial Product

PAI indicators	Value	Coverage (% rated / total assets)	Eligible assets (% eligible assets / total assets)
Scope 1 GHG Emissions	7,171.64	98.86%	99.50%
Scope 2 GHG Emissions	2,054.71	98.86%	99.50%
Total GHG Emissions	9,226.34	98.86%	99.50%
2 - Carbon Footprint	49.99	98.86%	99.50%
3 - GHG intensity of investee companies	68.24	98.86%	99.50%
4 - Exposure to companies active in fossil fuel sector	5.53%	98.77%	99.50%
10 - Violations of UN Global Compact principles and Organisation for Economic Cooperation and Development (OECD) Guidelines for Multinational Enterprises	0.00%	99.50%	99.50%
13 - Board gender diversity	41.19%	98.91%	99.50%
14 - Exposure to controversial weapons (anti-personnel mines, cluster munitions, chemical weapons and biological weapons)	0.00%	99.50%	99.50%



What were the top investments of this financial product?

The list includes the investments constituting the greatest proportion of investments of the financial product during the reference period which is: 01/01/2024 - 31/12/2024.

Largest investments	Sector	% of Assets	Country
Volkswagen Ag-Pref	Road Vehicles	2.94%	Germany
Banco Bilbao Vizcaya Argentaria Sa	Banks And Other Financial Institutions	2.12%	Spain
Mercedes-Benz Group	Road Vehicles	2.03%	Germany
Bmw Ag	Road Vehicles	1.89%	Germany
Stellantis Nv-Bearer And Registered Shs	Road Vehicles	1.84%	United Kingdom Of Great Britain And Northern Ireland (the)
Deutsche Telekom Ag - Reg Shs	Communication	1.78%	Germany
Bnp Paribas	Banks And Other Financial Institutions	1.57%	France
Nestle Sa Preferential Share	Including Foods And Also Retail Trade	1.42%	Switzerland
Roche Holding Ltd	Pharmaceuticals	1.40%	Switzerland
Lvmh Moet Hennessy Louis Vui	Textiles And Garments	1.33%	France
Novartis Ag Preferential Share	Pharmaceuticals	1.30%	Switzerland
Axa Sa	Insurance	1.29%	France
Ap Moller-Maersk A/s-B	Transportation	1.28%	Denmark
Credit Agricole Sa	Banks And Other Financial Institutions	1.11%	France
Assicurazioni Generali Spa	Insurance	1.10%	Italy

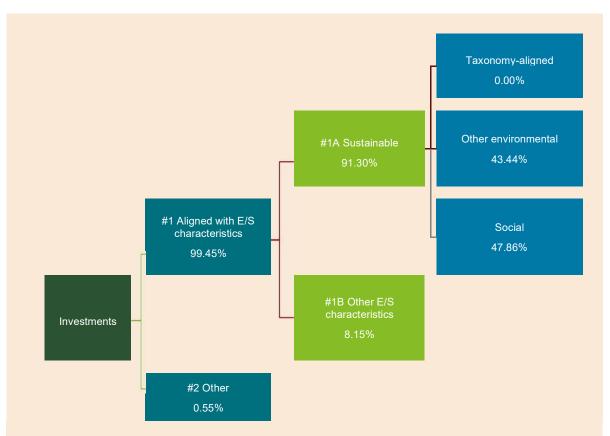
Data based on the main investments held on average during the reference period. This data is not comparable with those presented in the "Investment portfolio" section of the annual report.



What was the proportion of sustainability-related investments?

Asset allocation describes the share of investments in specific assets.

What was the asset allocation?



#1 Aligned with E/S characteristics includes the investments of the financial product used to attain the environmental or social characteristics promoted by the financial product.

#2 Other includes the remaining investments of the financial product which are neither aligned with the environmental or social characteristics, nor are qualified as sustainable investments.

The category #1 Aligned with E/S characteristics covers:

- The sub-category **#1A Sustainable** covers environmentally and socially sustainable investments.
- The sub-category #1B Other E/S characteristics covers investments aligned with the environmental or social characteristics that do not qualify as sustainable investments.

In which economic sectors were the investments made?

Top sector	% of Assets
Banks And Other Financial Institutions	21.05%
Insurance	10.41%
Road Vehicles	8.51%
Pharmaceuticals	8.30%
Communication	6.26%
Including Foods And Also Retail Trade	5.17%
Retail Trade And Department Stores	4.26%
Utilities	4.22%
Building Materials	3.96%
Machine And Apparatus Construction	3.50%
Transportation	3.01%
Electrical Engineering	2.57%
Chemicals	2.37%
Graphic Art And Publishing	2.18%
Miscellaneous Services	2.10%

Data based on the main investments held on average during the reference period. This data is not comparable with those presented in the "Investment portfolio" section of the annual report.

To comply with the EU Taxonomy, the criteria for fossil gas include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For nuclear energy, the criteria include comprehensive safety and waste management rules.

Enabling activities directly enable other activities to make a substantial contribution to an environmental objective.

Transitional activities are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:

- turnover reflecting the share of revenue from green activities of investee companies.
- capital expenditure (CapEx) showing the green investments made by investee companies, e.g for a transition to a green economy.
- operational expenditure (OpEx) reflecting the green operational activities of investee companies.

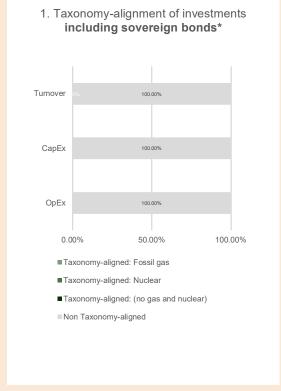


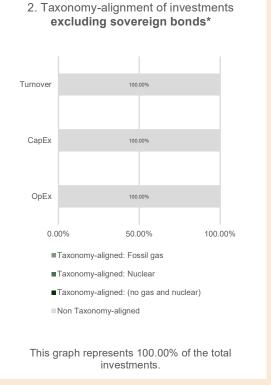
To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?

Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy?¹

	Yes	
	☐ In fossil gas	☐ In nuclear energy
\boxtimes	No	

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.





^{*} For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures

¹ Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm any EU Taxonomy objectives -see explanatory note in the left-hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

What was the share of investments made in transitional and enabling activities?

The Sub-Fund is unable to publish a percentage of alignment with the Taxonomy, nor on the transitional and enabling activities, as very few companies at global level provide the data necessary for a rigorous assessment of their alignment with the Taxonomy.

How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?

Year	% EU Taxonomy Aligned	
2024	0.00%	
2023	0.00%	
2022	0.00%	

What is the breakdown of the proportion of the investments per each of the EU Taxonomy to which those investments contributed?

The Sub-Fund is unable to publish a percentage of alignment with the Taxonomy, as very few companies at global level provide the data necessary for a rigorous assessment of their alignment with the Taxonomy

Therefore, this percentage is considered as null.



What was the share of sustainable investments with an environmental objective not aligned with the EU taxonomy?

The Sub-Fund had a share of 43.44% in sustainable investments on the environmental plan not aligned with the EU taxonomy.

Indeed to date, only two of the six objectives have entered into force in 2024 and very few companies at global level provide the data necessary for a rigorous assessment of their alignment with the Taxonomy.

What was the share of socially sustainable investments?

The Sub-fund had a share of investments with a social objective of 47.86%



What investments were included under "other", what was their purpose and were there any minimum environmental or social safeguards?

The investments included under "Other" are present in the Sub-fund for 0.55% of the total net assets.

These investments include one or more of the following assets:

- Cash: demand deposits, reverse repurchase transactions that are necessary in order to manage the liquidity of the Sub-fund following subscriptions/redemptions and/or resulting from the Sub-fund's market exposure decisions,
- Other investments (including single name derivatives) which comply at least with good governance principles;
- Non single name derivatives used in the manner indicated in the Sub-fund's fact sheet.



What actions have been taken to meet the environmental and/or social characteristics during the reference period?

For your information, in order to materialize the ESG integration in investments of the financial product, some metrics are calculated over the reference period:

- the carbon footprint: the financial product emitted 49.99 Tons CO2eq per million euros invested, favoring issuers with a low carbon footprint.

More precisely, the financial product divested from 1 issuer(s) in Multi-Utilities with deteriorating carbon footprint.

- the ESG score: based on Candriam's own ESG methodology, the financial product displays an ESG score of 56.64, favoring issuers with a stronger ESG profile.

The financial product invested in 1 issuer(s) in Automobile Manufacturers with improving ESG profiles and divested from 4 issuer(s) in Construction & Engineering, Copper, Industrial Machinery & Supplies & Components and Life Sciences Tools & Services with deteriorating ESG profiles.



How did this financial product perform compared to the reference benchmark?

Reference benchmarks are indexes to measure whether the financial product attains the environmental or social characteristics that they promote. No index has been designated as a reference benchmark for the purpose of attaining the environmental or social characteristics promoted by the Sub-Fund

IndexIQ Factors Sustainable Japan **Equity**



Entity LEI: 549300YM1KCP7T070N44

Environmental and/or social characteristics

Sustainable investment

means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of environmentally sustainable economic activities. That Regulation does not include a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not

Did this financial product have a sustainable investment objective? YES ⊠ NO It promoted Environmental/Social ☐ It made sustainable investments with an characteristics and while it did not have as its environmental objective: % objective a sustainable investment, it had a proportion of 78.10% of sustainable investments П in economic activities that qualify as with an environmental objective in economic environmentally sustainable under the EU activities that qualify as environmentally sustainable under the EU Taxonomy Taxonomy with an environmental objective in economic \boxtimes in economic activities that do not qualify as activities that do not qualify as environmentally environmentally sustainable under the EU sustainable under the EU Taxonomy with a social objective \boxtimes ☐ It made sustainable investments with a It promoted E/S characteristics, but did not make any sustainable investments social objective: ___%



To what extent were the environmental and/or social characteristics promoted by this financial product met?

Sustainability indicators measure how the environmental or social characteristics promoted by

attained.

the financial product are

The environmental and social characteristics promoted by the Sub-fund have been achieved by:

- avoiding exposure to companies that present both significant and severe structural risks and that are the most seriously in breach of the normative principles, taking account of their practices with regard to environmental and social issues and of adherence to norms such as the UN Global Compact and the OECD Guidelines for Multinational Enterprises;
- avoiding exposure to companies that are significantly exposed to controversial activities such extraction, transportation or distribution of thermal coal, the manufacturing or retailing of tobacco and production or sale of controversial weapons (anti-personnel mines, cluster bombs, chemical, biological, phosphorus weapons white and depleted uranium);
- integrating Candriam's ESG research methodology into the investment process and investing a proportion of its assets in Sustainable Investments.

How did the sustainability indicators perform?

For the selection of sustainable investments, the portfolio manager has taken into account ESG assessments of issuers, produced by Candriam's ESG analyst team.

For companies, these assessments are based on the analysis of the company's interactions with its key stakeholders and the analysis of its business activities and their impact, positive or negative, on key sustainability challenges such as climate change and resource depletion. In addition, Candriam's ESG analysis includes exclusion filters based on compliance with international standards and involvement in controversial activities.

Candriam's ESG research and analysis for sustainable investments also assesses the compliance of investments with the "do no harm" principle to a sustainable investment objective and with good governance practices.

This integration of Candriam's ESG research methodology has enabled the Fund to meet the minimum proportion of sustainable investments defined in the prospectus (minimum 33%). The proportion of sustainable investments in the Fund was therefore above this minimum threshold, as detailed in the section "What was the proportion of sustainability-related investments?"

... And compared to previous periods?

The sub-fund has also been managed in line with its sustainability indicators. The asset allocation of the financial product has evolved over the years.

Investment Category	Proportion of Investments	Proportion of Investments	Proportion of Investments
	2024	2023	2022
#1 Aligned with E/S characteristics	99.06%	97.80%	99.63%
#2 Other	0.94%	2.20%	0.37%
#1A Sustainable	78.10%	82.31%	76.10%
#1B Other E/S characteristics	20.96%	15.49%	23.53%
Taxonomy-aligned	0.00%	0.00%	0.00%
Other environmental	40.67%	35.49%	28.83%
Social	37.43%	46.82%	47.27%

What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objective?

The sustainable investments which the Sub-fund intented to achieve for a portion of the portfolio were to have a positive environmental and social impact in the long-term.

The proportion of sustainable investments was higher than the minimum defined in the prospectus (minimum 33%). It allowed the Sub-fund to exceed the objectives initially set.

However, the Sub-fund is not able to publish a percentage of alignment with the Taxonomy since a small number of companies at global level provide the data necessary for a rigorous assessment of their alignment with the Taxonomy.

How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?

Candriam ensured that those investments have not cause significant harm to any environmental and/or social sustainable investment objective by means of its ESG research and analysis of corporate issuers.

Based on its exclusive ESG Ratings and Scorings, Candriam's ESG methodology sets criteria and minimum thresholds to identify those issuers that qualify as 'sustainable investment' and, in particular, have not cause significant harm to any environmental and/or social sustainable investment objective.

The 'Do not significant harm' principle, in particular, was assessed for corporates through:

- the consideration of "principal adverse impacts"
- the alignment with the OECD Guidelines for Multinational Enterprises and the UN Global Compact to ensure minimum environmental & social safeguards.

For more details, refer to the section below on the consideration of principal adverse impacts on sustainability factors.

--How were the indicators for adverse impacts on sustainability factors taken into account?

The consideration of adverse impacts is central to Candriam's sustainable investment approach. Principal adverse impacts were taken into account throughout the entire ESG research and analysis process and through a wide range of methods:

- 1. ESG rating of corporates: the ESG research and screening methodology considers and assesses the principal adverse impact on sustainability from two distinct, but interlinked, angles:
- the company's issuers' business activities and how they impact, either positively or negatively, key sustainable challenges such as climate change and resource depletion;
- company's interactions with key stakeholders.
- 2.Negative screening of companies, which includes a norms-based exclusion and an exclusion of companies involved in controversial activities.
- 3. Engagement activities with companies , through dialogue and voting activities, which contribute to avoiding or reducing the extent of the adverse impacts. The ESG analysis framework and its results feed our engagement process, and vice versa.

The integration of the principal adverse impacts on sustainability factors has been based on the materiality or likely materiality of each indicator for each specific industry / sector to which the company belongs. The materiality is dependent on several factors, such as: type of information, data quality and breadth, applicability, relevance, and geographical coverage.

Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:

The sustainable investments of the Sub-fund have been compliant with the OECD Guidelines for Multinational Enterprises and the United Nations Guiding Principles on Business and Human Rights.

They are subject to a norms-based controversy analysis that considers the compliance with the international social, human, environmental and anti-corruption standards, as defined by the United Nations Global Compact and the OECD Guidelines for Multinational Enterprises. The International Labour Organisation and International Bill of Human Rights are part of the many international references integrated into our norms-based analysis and ESG model.

This analysis aimed to exclude companies that have significantly and repeatedly breached any of these principles.

The EU Taxonomy sets out a "do no significant harm" principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.

The "do no significant harm" principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

Any other sustainable investments must also not significantly harm any environmental or social objectives.

Principal adverse impacts are the most

significant negative impacts of investment

sustainability factors

social and employee

matters, respect for human rights, anti-

corruption and antibribery matters.

relating to environmental,

decisions on



How did this financial product consider principal adverse impacts on sustainability factors?

At Financial Product level, the principal adverse impacts (PAI) on sustainability factors were considered through one or several means: voting, dialogue, exclusions and/or monitoring (cfr. Candriam's PAI statement: https://www.candriam.com/en/private/sfdr/)

ENGAGEMENT

Candriam's engagement and voting policies are available on Candriam website https://www.candriam.com/en/professional/investment-solutions/sustainability-documents/#engagement-activities].

VOTING

The Candriam's approach to Corporate Governance relies on internationally-recognized standards.

Candriam has exercised voting rights when available on positions of the portfolio. Shareholders' rights, equality of shareholders, board accountability, transparency and integrity of financial statements are core pillars of Candriam's voting policy. When exercising its votes Candriam pay a particular attention to the respect of pay-for-performance principle and to the board's independence level, diversity (PAI13) and expertise level.

In the context of Candriam's voting policy, specific guidelines are applied for a range of environmental- (e.g. climate (PAI1 to PAI6), biodiversity (PAI7)), social- (e.g. diversity, gender pay gap (PAI12), human rights (PAI10 PAI11)) and governance- related management or shareholder resolutions.

Candriam has an active approach to voting, in line with the consideration of the principle adverse impacts. Resolutions and voting opportunities are analysed in detail. Candriam always considers the relevance, consistence and feasibility of measures sponsored by any ESG resolution before casting vote. Thus, Candriam may vote against certain resolutions if they do not correspond to the principles defined in its voting policy or to the requirements relating to principle adverse impacts.

This year, Candriam voted at 149 meetings: for 46.31% of them Candriam cast at least once against management. In addition, and for any voted director-election items (1482 resolutions), Candriam took into consideration Board Gender diversity aspects (PAI13).

In total 9 resolutions were filed by shareholders and Candriam supported 77.78% of them.

More specifically 3 were Human Rights, Climate or Diversity & Inclusion related: Candriam supported 100% of them.

For more detailed information about Candriam Voting policy evolution, votes and associated rationales, please refer to Candriam's voting dashboard [https://vds.issgovernance.com/vds/#/NDA0Nw==/]

DIALOGUE with corporate issuers

This financial product is invested in corporate issuers. Below statistics refer to engagement activities Candriam have performed with these corporate issuers.

Climate (PAI1 to PAI6) is obviously central in Candriam's exchanges with companies. Priorities of Climate-engagement on the corporate side are identified taking into account:

-issuers presenting a weak transition profile (proprietary risk transition model), and/or still highly carbon intensive (Scope 1-2) or with large Scope 3 emissions,

-issuers from financial sectors still largely exposed to fossil fuel and with a key role in financing the transition

-relative exposure of managed portfolios to the above issuers.

Candriam has joined in November 2021 the Net Zero Asset Management Initiative https://www.netzeroassetmanagers.org/signatories/candriam/]. Through engagement, Candriam's objective is to encourage companies to publicly report on how they align with a 1.5D trajectory and to encourage such an alignment. We expect issuers in particular to explain how their strategy and capital expenditures plan serve their decarbonisation commitment. We usually combine individual and collaborative dialogue.

In addition, Candriam continues to actively support CDP Climate [https://www.cdp.net/en], a large transparency survey feeding Candriam's investment processes: out of the 133 financial product's issuers targeted, 99% have properly filled the last survey. Filled surveys give us access to updated and more accurate Scope 1-2-3 emissions' data.

Candriam also actively participate to several collaborative initiatives such as Climate Action 100+ or IIGCC & ShareAction Climate initiatives on Financials. Such initiatives targeted 6 issuer(s) of the financial product. These initiatives contribute not only to increase the level of transparency on Greenhouse gas emissions and related strategy, but also to gain fundamental leverage for supporting strategic changes. Outcomes of these engagements are detailed in Candriam's annual engagement & voting report, available on Candriam's public website (Publications | Candriam) [https://www.candriam.com/en/professional/insight-overview/publications/#sripublications].

Given the geopolitical context and observed increase in inequalities, 15 issuer(s) with presence in the financial product have also been contacted in relation to the protection of fundamental human rights at direct or indirect workforce level (supply chain due diligence) (PAI10 PAI11).

While above mentioned PAI are prevalent when considering engagement performed for this financial product in 2024, other PAI such as biodiversity-related ones may also have been addressed in Candriam's dialogues with issuers. For more information, please refer to Candriam Engagement Annual review under Candriam website [https://www.candriam.com/en/professional/investment-solutions/sustainability-documents/#engagement-activities].

EXCLUSIONS

PAI3

In addition to companies involved in the thermal coal, oil and gas activities (PAI 4), electricity-generating companies with a carbon intensity greater than 312 gCO2/kWh (PAI 3), are considered risky for inclusion in sustainable investments, even if they are not universally controversial. Given that emissions vary according to electricity generation sources, it is important to assess the carbon footprint per kilowatt-hour (kWh) to determine how closely companies are aligned with the 2 degrees Celsius trajectory.

This is why Candriam includes the carbon intensity of energy producers in its sustainability assessment. Where carbon intensity data is not available, Candriam's ESG analysts use other indicators to assess alignment with the Paris Agreement, such as progress in the energy transition in line with Paris Agreement targets and integration of a 1.5°C limit scenario, taking into account investment

plans and the credibility of carbon neutrality targets. These indicators are forward-looking and evolve over time to reflect the progress made by companies in their transition.

The carbon intensity (PAI 3) threshold for the product in 2024 was established at 312 gCO2/kWh. Over the reference period, no additional issuer(s) became ineligible for the financial product due to exceeding this threshold, in addition to those previously excluded.

PAI4

Exposure to fossil fuels (PAI 4) undergoes stringent exclusions across all Candriam sustainable funds. Thermal coal, recognized for its detrimental impact and serious financial and sustainability implications, poses systemic and reputational risks that financial benefits cannot outweigh.

Companies directly involved in coal extraction are excluded regardless of the level of sales/revenues.

Companies generating more than 5% of revenues from the exploration, processing, transportation and distribution of thermal coal are also excluded

The exclusion of companies developing new projects in coal extraction, coal power generation and coal transportation is appreciated without a minimum revenue threshold.

Additionally, companies involved in the exploration, production, refining or transport of oil & gas (5% revenues), providing services and equipment dedicated to oil & gas production (

Over the reference period, no additional issuer(s) became ineligible for the financial product due to exceeding threshold of exposure to thermal coal activities, supplementing the previously excluded entities.

Furthermore, no additional issuer(s) lost their eligibility due to surpassing the threshold of exposure to conventional oil and gas activities, while no additional issuer(s) lost their eligibility for exceeding the threshold of exposure to unconventional oil and gas activities.

PAI10

In accordance with PAI10 Candriam's normative analysis determines whether a company complies with the 10 principles of the United Nations Global Compact for each of the main categories: Human Rights (HR), Labor Rights (LR), Environment (ENV) and Anti-Corruption (AC). Our norms based analysis incorporates various international references, including the United Nations Declaration of Human Rights, ILO Fundamental Conventions, and OECD Guidelines for Multinational Enterprises, ensuring comprehensive coverage of human rights, labor standards, corruption, and discrimination.

In Candriam's "Level 3" SRI exclusion policy, companies with severe to very severe violations of the UN Global Compact principles are excluded. This list focuses on a strict interpretation of violations of the UN Global Compact, as assessed by Candriam's ESG analysts.

Over the reference period, no additional issuer(s) directly covered became ineligible for the financial product, in addition to those previously excluded, for significant and repeated breaches of international social, human, environmental and anti-corruption standards, as defined by the UN Global Compact and the OECD Guidelines for Multinational Enterprises.

PAI14

Candriam is firmly committed to excluding from all its investments companies directly involved in the development, production, testing, maintenance and sale of controversial weapons (anti-personnel landmines, cluster bombs, depleted uranium weapons and armor, chemical weapons, biological weapons and white phosphorus weapons). Candriam considers these damaging activities to present systemic and reputational risks.

Over the reference period, 1 issuer(s) directly covered became ineligible for the financial product, in addition to those previously excluded, due to their involvement in these activities.

MONITORING: calculation and evaluation of the principal adverse impact indicators

Some of these indicators may have explicit targets and can be used to measure the attainment of the sustainable investment objective of the Financial Product. See below the results of the indicators of this Financial Product

PAI indicators	Value	Coverage (% rated / total assets)	Eligible assets (% eligible assets / total assets)
Scope 1 GHG Emissions	5,381.12	99.13%	99.13%
Scope 2 GHG Emissions	2,809.74	99.13%	99.13%
Total GHG Emissions	8,190.86	99.13%	99.13%
2 - Carbon Footprint	73.46	99.13%	99.13%
3 - GHG intensity of investee companies	84.16	99.13%	99.13%
4 - Exposure to companies active in fossil fuel sector	3.19%	98.64%	99.13%
10 - Violations of UN Global Compact principles and Organisation for Economic Cooperation and Development (OECD) Guidelines for Multinational Enterprises	0.00%	99.13%	99.13%
13 - Board gender diversity	18.73%	94.76%	99.14%
14 - Exposure to controversial weapons (anti-personnel mines, cluster munitions, chemical weapons and biological weapons)	0.00%	99.13%	99.13%



What were the top investments of this financial product?

The list includes the investments constituting the greatest proportion of investments of the financial product during the reference period which is: 01/01/2024 - 31/12/2024.

Largest investments	Sector	% of Assets	Country
Toyota Motor Corp	Road Vehicles	8.53%	Japan
Nippon Telegraph And Telephone Corp	Communication	3.82%	Japan
Honda Motor Co Ltd	Road Vehicles	3.38%	Japan
Sumitomo Mitsui Financial Group Inc	Banks And Other Financial Institutions	2.61%	Japan
Itochu Corp	Banks And Other Financial Institutions	2.45%	Japan
Sony Corp	Electronics And Semiconductors	2.33%	Japan
Kddi Corp	Communication	2.27%	Japan
Mizuho Financial Group Inc	Banks And Other Financial Institutions	2.07%	Japan
Hitachi Ltd	Electronics And Semiconductors	1.62%	Japan
Panasonic Hldgs - Reg Shs	Electronics And Semiconductors	1.43%	Japan
Orix Corp	Banks And Other Financial Institutions	1.41%	Japan
Denso Corp	Road Vehicles	1.38%	Japan
Subaru Corp	Road Vehicles	1.28%	Japan
Bridgestone Corp	Tires And Rubber	1.26%	Japan
Sompo Holdings Inc	Banks And Other Financial Institutions	1.21%	Japan

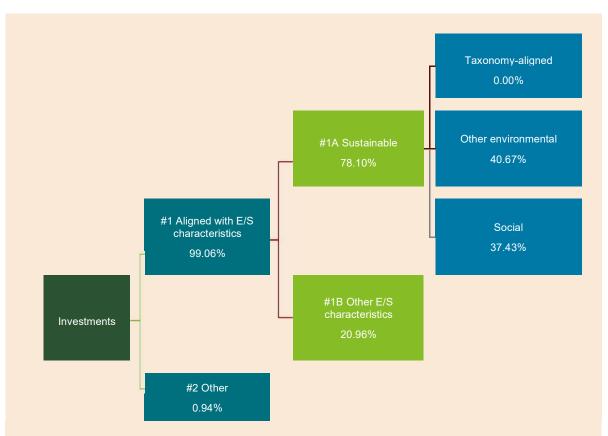
Data based on the main investments held on average during the reference period. This data is not comparable with those presented in the "Investment portfolio" section of the annual report.



What was the proportion of sustainability-related investments?

Asset allocation describes the share of investments in specific assets.

What was the asset allocation?



#1 Aligned with E/S characteristics includes the investments of the financial product used to attain the environmental or social characteristics promoted by the financial product.

#2 Other includes the remaining investments of the financial product which are neither aligned with the environmental or social characteristics, nor are qualified as sustainable investments.

The category #1 Aligned with E/S characteristics covers:

- The sub-category **#1A Sustainable** covers environmentally and socially sustainable investments.
- The sub-category #1B Other E/S characteristics covers investments aligned with the environmental or social characteristics that do not qualify as sustainable investments.

In which economic sectors were the investments made?

Top sector	% of Assets
Banks And Other Financial Institutions	21.34%
Road Vehicles	16.36%
Electronics And Semiconductors	14.80%
Transportation	6.87%
Communication	4.83%
Building Materials	4.54%
Chemicals	4.11%
Pharmaceuticals	3.58%
Real Estate	3.31%
Including Foods And Also Retail Trade	3.10%
Graphic Art And Publishing	2.82%
Retail Trade And Department Stores	2.70%
Internet And Internet Services	2.21%
Machine And Apparatus Construction	1.71%
Office Supplies And Computing	1.59%

Data based on the main investments held on average during the reference period. This data is not comparable with those presented in the "Investment portfolio" section of the annual report.

To comply with the EU Taxonomy, the criteria for fossil gas include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For nuclear energy, the criteria include comprehensive safety and waste management rules.

Enabling activities directly enable other activities to make a substantial contribution to an environmental objective.

Transitional activities are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:

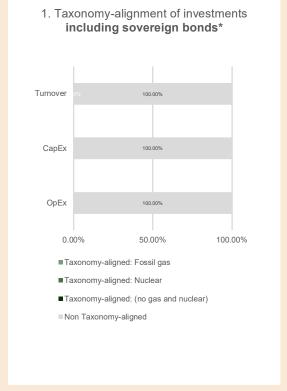
- turnover reflecting the share of revenue from green activities of investee companies.
- capital expenditure (CapEx) showing the green investments made by investee companies, e.g for a transition to a green economy.
- operational expenditure (OpEx) reflecting the green operational activities of investee companies.

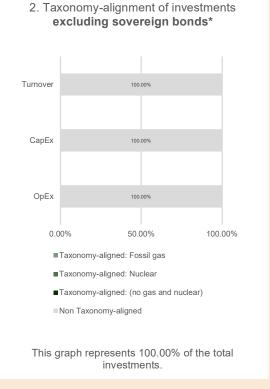
To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?

Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy?¹

	Yes	
	☐ In fossil gas	☐ In nuclear energy
\boxtimes	No	

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.





^{*} For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures

¹ Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm any EU Taxonomy objectives -see explanatory note in the left-hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

What was the share of investments made in transitional and enabling activities?

The Sub-Fund is unable to publish a percentage of alignment with the Taxonomy, nor on the transitional and enabling activities, as very few companies at global level provide the data necessary for a rigorous assessment of their alignment with the Taxonomy.

How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?

Year	% EU Taxonomy Aligned	
2024	0.00%	
2023	0.00%	
2022	0.00%	

What is the breakdown of the proportion of the investments per each of the EU Taxonomy to which those investments contributed?

The Sub-Fund is unable to publish a percentage of alignment with the Taxonomy, as very few companies at global level provide the data necessary for a rigorous assessment of their alignment with the Taxonomy

Therefore, this percentage is considered as null.



What was the share of sustainable investments with an environmental objective not aligned with the EU taxonomy?

The Sub-Fund had a share of 40.67% in sustainable investments on the environmental plan not aligned with the EU taxonomy.

Indeed to date, only two of the six objectives have entered into force in 2024 and very few companies at global level provide the data necessary for a rigorous assessment of their alignment with the Taxonomy.

What was the share of socially sustainable investments?

The Sub-fund had a share of investments with a social objective of 37.43%

What investments were included under "other", what was their purpose and were there any minimum environmental or social safeguards?

The investments included under "Other" are present in the Sub-fund for 0.94% of the total net assets.

These investments include one or more of the following assets:

- Cash: demand deposits, reverse repurchase transactions that are necessary in order to manage the liquidity of the Sub-fund following subscriptions/redemptions and/or resulting from the Sub-fund's market exposure decisions,
- Other investments (including single name derivatives) which comply at least with good governance principles;
- Non single name derivatives used in the manner indicated in the Sub-fund's fact sheet.



What actions have been taken to meet the environmental and/or social characteristics during the reference period?

For your information, in order to materialize the ESG integration in investments of the financial product, some metrics are calculated over the reference period:

- the carbon footprint: the financial product emitted 73.46 Tons CO2eq per million euros invested, favoring issuers with a low carbon footprint

More precisely, the financial product invested in 1 issuer(s) in Trading Companies & Distributors with improving carbon footprint.

- the ESG score: based on Candriam's own ESG methodology, the financial product displays an ESG score of 51.7, favoring issuers with a stronger ESG profile.

The financial product invested in 2 issuer(s) in Industrial Machinery & Supplies & Components and Semiconductor Materials & Equipment with improving ESG profiles and divested from 1 issuer(s) in Interactive Home Entertainment with deteriorating ESG profiles.



How did this financial product perform compared to the reference benchmark?

Reference benchmarks are indexes to measure whether the financial product attains the environmental or social characteristics that they promote. No index has been designated as a reference benchmark for the purpose of attaining the environmental or social characteristics promoted by the Sub-Fund

IndexIQ Factors Sustainable Sovereign **Euro Bond**



Entity LEI: 549300ZXSL7UH2NXBI78

Environmental and/or social characteristics

Sustainable investment

means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of environmentally sustainable economic activities. That Regulation does not include a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not

Did this financial product have a sustainable investment objective? YES ⊠ NO ⊠ It promoted Environmental/Social ☐ It made sustainable investments with an characteristics and while it did not have as its environmental objective: % objective a sustainable investment, it had a proportion of 99.98% of sustainable investments П in economic activities that qualify as with an environmental objective in economic environmentally sustainable under the EU activities that qualify as environmentally sustainable under the EU Taxonomy Taxonomy with an environmental objective in economic \times in economic activities that do not qualify as activities that do not qualify as environmentally environmentally sustainable under the EU sustainable under the EU Taxonomy with a social objective ☐ It made sustainable investments with a □ It promoted E/S characteristics, but did not make any sustainable investments social objective: ___%



To what extent were the environmental and/or social characteristics promoted by this financial product met?

Sustainability indicators measure how the environmental or social

characteristics promoted by the financial product are attained.

The environmental and social characteristics promoted by the Sub-fund have been achieved by:

- avoiding exposure to countries considered as oppressive regimes
- investing a proportion of its assets in Sustainable Investments.

How did the sustainability indicators perform?

For the selection of sustainable investments, the portfolio manager has taken into account ESG assessments of issuers, produced by Candriam's ESG analyst team.

For companies, these assessments are based on the analysis of the company's interactions with its key stakeholders and the analysis of its business activities and their impact, positive or negative, on key sustainability challenges such as climate change and resource depletion. In addition, Candriam's ESG analysis includes exclusion filters based on compliance with international standards and involvement in controversial activities.

For sovereign issuers, these assessments are based on the analysis of the countries' management of their natural, human, social and economic capital. In addition, exclusion filters are used to screen out issuers that do not meet democratic and governance standards.

Candriam's ESG research and analysis for sustainable investments also assesses the compliance of investments with the "do no harm" principle to a sustainable investment objective and with good governance practices for the corporates.

This integration of Candriam's ESG research methodology has enabled the Fund to meet the minimum proportion of sustainable investments defined in the prospectus (minimum 33%). The proportion of sustainable investments in the Fund was therefore above this minimum threshold, as detailed in the section "What was the proportion of sustainability-related investments?"

... And compared to previous periods?

The sub-fund has also been managed in line with its sustainability indicators. The asset allocation of the financial product has evolved over the years.

Investment Category	Proportion of Investments	Proportion of Investments	Proportion of Investments
	2024	2023	2022
#1 Aligned with E/S characteristics	99.98%	99.45%	97.86%
#2 Other	0.02%	0.55%	2.14%
#1A Sustainable	99.98%	99.45%	97.86%
#1B Other E/S characteristics	0.00%	0.00%	0.00%
Taxonomy-aligned	0.00%	0.00%	0.00%
Other environmental	53.10%	52.51%	51.13%
Social	46.88%	46.93%	46.74%

What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objective?

The sustainable investments which the Sub-fund intented to achieve for a portion of the portfolio were to have a positive impact on environment and social domains in the long-term.

The proportion of sustainable investments was higher than the minimum defined in the prospectus (minimum 33%). It allowed the Sub-fund to exceed the objectives initially set.

However, the Sub-fund is not able to publish a percentage of alignment with the Taxonomy since a small number of companies at global level provide the data necessary for a rigorous assessment of their alignment with the Taxonomy.

How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?

Candriam ensured that those investments have not cause significant harm to any environmental and/or social sustainable investment objective by means of its ESG research and analysis of corporate and sovereign issuers.

Based on its proprietary ESG Ratings and Scorings, Candriam's ESG methodology sets criteria and minimum thresholds to identify those issuers that qualify as 'sustainable investment' and, in particular, have not cause significant harm to any environmental and/or social sustainable investment objective.

The 'Do not significant harm' principle, in particular, was assessed for sovereign issuers through:

- the consideration of "principal adverse impacts"

For more details, refer to the section below on the consideration of principal adverse impacts on sustainability factors.

-----How were the indicators for adverse impacts on sustainability factors taken into account?

The consideration of adverse impacts is central to Candriam's sustainable investment approach. Principal adverse impacts were taken into account throughout the entire ESG research and analysis process and through a wide range of methods:

For the analysis of sovereign issuers, these methods included:

- 1. Country ESG Scores: the ESG research and screening methodology considers and assesses key negative sustainability impacts around four sustainability dimensions: Natural capital, Human capital, Social capital, and Economic capital.
- 2. Negative Country Screening, which includes the following:
- Candriam's list of highly oppressive regimes

The integration of the principal adverse impacts on sustainability factors has been based on the materiality or likely materiality of each indicator for each country to ensure that a country's score adequately reflects the short, medium and long-term problems, challenges and/or opportunities that matter for that country's future development. This materiality depends on several elements, such as the type of information, quality and extent of data, applicability, relevance and geographical coverage.

Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:

The sustainable investments of the Sub-fund have been compliant with the OECD Guidelines for Multinational Enterprises and the United Nations Guiding Principles on Business and Human Rights.

They are subject to a norms-based controversy analysis that considers the compliance with the international social, human, environmental and anti-corruption standards, as defined by the United Nations Global Compact and the OECD Guidelines for Multinational Enterprises. The International Labour Organisation and International Bill of Human Rights are part of the many international references integrated into our norms-based analysis and ESG model.

This analysis aimed to exclude companies that have significantly and repeatedly breached any of these principles.

The EU Taxonomy sets out a "do no significant harm" principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.

The "do no significant harm" principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

Any other sustainable investments must also not significantly harm any environmental or social objectives.



Principal adverse impacts are the most

significant negative impacts of investment

sustainability factors

social and employee

matters, respect for human rights, anti-

corruption and antibribery matters.

relating to environmental,

decisions on

How did this financial product consider principal adverse impacts on sustainability factors?

At Financial Product level, the principal adverse impacts (PAI) on sustainability factors were considered through one or several means: voting, dialogue, exclusions and/or monitoring (cfr. Candriam's PAI statement: https://www.candriam.com/en/private/sfdr/)

EXCLUSIONS

PAI16

Candriam list of repressive regimes is made up of countries in which human rights are regularly violated, fundamental freedoms are systematically denied and personal safety is not guaranteed due to government failure and systematic ethical violations. Candriam is also extremely vigilant with regard to totalitarian states or countries whose governments are involved in a war against their own people. To compile the list of repressive regimes, Candriam relies on data provided by external sources, such as Freedom House's Index of Freedom in the World, the World Bank's Governance Indicators and the Economist Intelligence Unit's Democracy Index, which guide Candriam's qualitative examination of non-democratic countries.

For this list of countries, Candriam's analysts have developed processes that apply to both sovereign and corporate investments, including exclusion, mitigation and engagement processes based on Candriam's risk assessment. Candriam considers debt issued by sovereign or quasi-sovereign entities on the list of repressive regimes to be ineligible for investment.

Over the reference period, no additional sovereign issuer(s) directly covered became ineligible for the financial product, in addition to those previously excluded.

MONITORING: calculation and evaluation of the principal adverse impact indicators

Some of these indicators may have explicit targets and can be used to measure the attainment of the sustainable investment objective of the Financial Product. See below the results of the indicators of this Financial Product

PAI indicators	Value	Coverage (% rated / total assets)	Eligible assets (% eligible assets / total assets)
15 - GHG intensity	203.41	93.76%	93.88%
16 - Investee countries subject to social violations	0.00%	99.98%	100.11%



What were the top investments of this financial product?

The list includes the investments constituting the greatest proportion of investments of the financial product during the reference period which is: 01/01/2024 - 31/12/2024.

Largest investments	Sector	% of Assets	Country
POLAND 2.75% 25/05/32	Sovereigns A	2.26%	Poland
ITALY 3.8% 15/04/26	Sovereigns A	1.98%	Italy
ITALY 5.75% 01/02/33	Sovereigns A	1.81%	Italy
POLAND 3.625% 29/11/30	Sovereigns A	1.47%	Poland
GERMANY 1.8% 15/08/53	Sovereigns A	1.38%	Germany
GERMANY 0.5% 15/02/26	Sovereigns A	1.26%	Germany
GREECE 3.9% 30/01/33	Sovereigns A	1.20%	Greece
BULGARIA 4.125% 23/09/29	Sovereigns A	1.19%	Bulgaria
GERMANY 0% 09/10/26	Sovereigns A	1.17%	Germany
ITALY 6% 01/05/31	Sovereigns A	1.11%	Italy
ITALY 2.5% 15/11/25	Sovereigns A	1.11%	Italy
POLAND 1% 07/03/29	Sovereigns A	1.08%	Poland
SPAIN 5.75% 30/07/32	Sovereigns A	1.06%	Spain
GERMANY 0% 15/02/31	Sovereigns A	1.06%	Germany
GERMANY 2.3% 15/02/33	Sovereigns A	1.00%	Germany

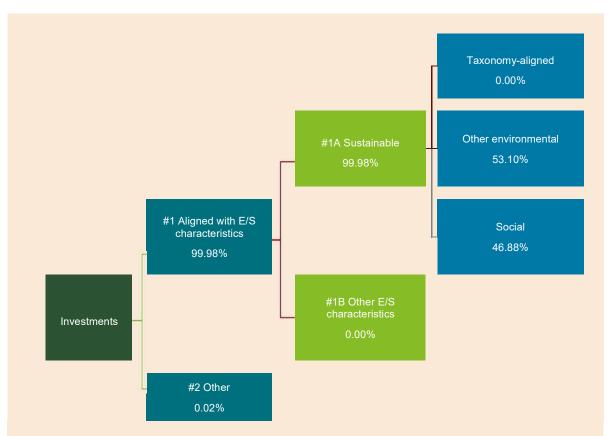
Data based on the main investments held on average during the reference period. This data is not comparable with those presented in the "Investment portfolio" section of the annual report.



What was the proportion of sustainability-related investments?

Asset allocation describes the share of investments in specific assets.

What was the asset allocation?



#1 Aligned with E/S characteristics includes the investments of the financial product used to attain the environmental or social characteristics promoted by the financial product.

#2 Other includes the remaining investments of the financial product which are neither aligned with the environmental or social characteristics, nor are qualified as sustainable investments.

The category #1 Aligned with E/S characteristics covers:

- The sub-category #1A Sustainable covers environmentally and socially sustainable investments.
- The sub-category #1B Other E/S characteristics covers investments aligned with the environmental or social characteristics that do not qualify as sustainable investments.

In which economic sectors were the investments made?

Top sector	% of Assets
Sovereigns A	100.11%

Data based on the main investments held on average during the reference period. This data is not comparable with those presented in the "Investment portfolio" section of the annual report.

To comply with the EU Taxonomy, the criteria for fossil gas include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For nuclear energy, the criteria include comprehensive safety and waste management rules.

Enabling activities directly enable other activities to make a substantial contribution to an environmental objective.

Transitional activities are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:

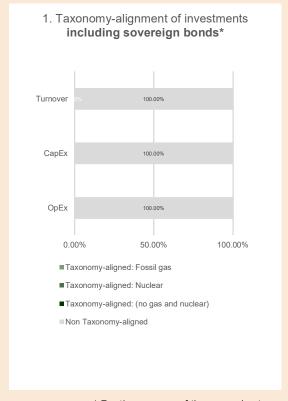
- turnover reflecting the share of revenue from green activities of investee companies.
- capital expenditure (CapEx) showing the green investments made by investee companies, e.g for a transition to a green economy.
- operational expenditure (OpEx) reflecting the green operational activities of investee companies.

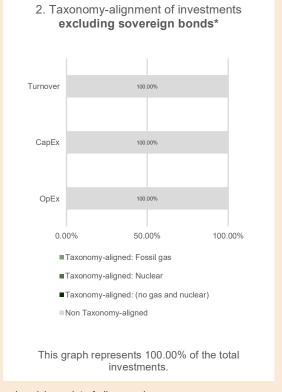
To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?

Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy?¹

	Yes	
	☐ In fossil gas	☐ In nuclear energy
\boxtimes	No	

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.





* For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures

¹ Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm any EU Taxonomy objectives -see explanatory note in the left-hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

What was the share of investments made in transitional and enabling activities?

The Sub-Fund is unable to publish a percentage of alignment with the Taxonomy, nor on the transitional and enabling activities, as very few companies at global level provide the data necessary for a rigorous assessment of their alignment with the Taxonomy.

How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?

Year	% EU Taxonomy Aligned
2024	0.00%
2023	0.00%
2022	0.00%

What is the breakdown of the proportion of the investments per each of the EU Taxonomy to which those investments contributed?

The Sub-Fund is unable to publish a percentage of alignment with the Taxonomy, as very few companies at global level provide the data necessary for a rigorous assessment of their alignment with the Taxonomy

Therefore, this percentage is considered as nul.



2020/852.

What was the share of sustainable investments with an environmental objective not aligned with the EU taxonomy?

The Sub-Fund had a share of 53.1% in sustainable investments on the environmental plan not aligned with the EU taxonomy.

Indeed to date, only two of the six objectives have entered into force in 2023 and very few companies at global level provide the data necessary for a rigorous assessment of their alignment with the Taxonomy.

What was the share of socially sustainable investments?

The Sub-fund had a share of investments with a social objective of 46.88%

What investments were included under "other", what was their purpose and were there any minimum environmental or social safeguards?

The investments included under "Other" are present in the Sub-fund for 0.02% of the total net assets.

These investments include one or more of the following assets:

- Cash: Cash at sight, cash deposit, reverse repo needed to manage the liquidity of the Sub-fund following subscriptions/redemptions;
- Other investments (including single name derivatives) which comply at least with good governance principles;
- Non single name derivatives used in the manner indicated in the Sub-fund's fact sheet.



What actions have been taken to meet the environmental and/or social characteristics during the reference period?

For your information, in order to materialize the ESG integration in investments of the financial product, some metrics are calculated over the reference period:

- the Country ESG score: based on Candriam's own ESG methodology, the financial product displays an Country ESG score of 53.60, favoring issuers with a stronger ESG profile.



How did this financial product perform compared to the reference benchmark?

Reference benchmarks are indexes to measure whether the financial product attains the environmental or social characteristics that they promote. No index has been designated as a reference benchmark for the purpose of attaining the environmental or social characteristics promoted by the Sub-Fund