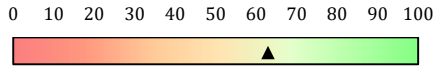


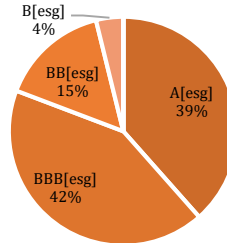
ESG Fund Score & Rating

ESG Fund Score **63,7**
ESG Fund Rating **BBB[esg]**

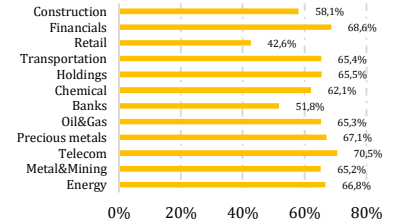


Environmental	52,3	BB[E]	
Social	58,3	BBB[S]	
Governance	80,0	AA[G]	

Fund ESG Rating distribution (weighted)



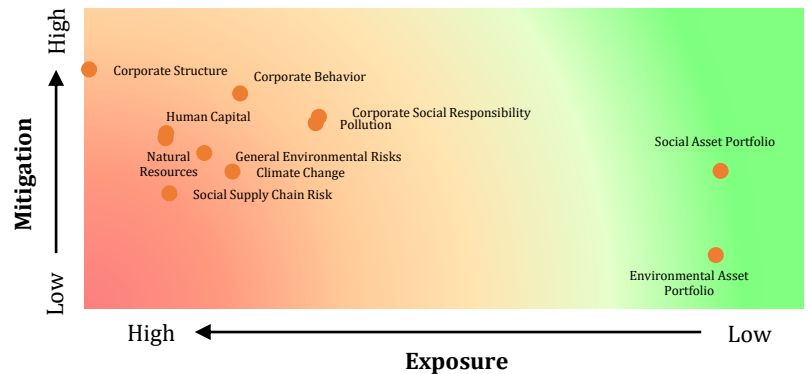
Fund ESG score per sector (weighted)



Fund information

ISIN / Code	RU000A101R66
Registration number	4057
Country	Russia
Fund currency	RUB
Exchange	MOEX
Fund type	ETF
Investment object	Index
iNAV ticker	ESGRA
Moscow Exchange ticker	ESGR
Bloomberg code	ESGR RX

Exposure vs Mitigation



Fund ESG scorecard

	Theme	Weight	Score
E	Natural Resources	10,3%	58,1
	Pollution	7,7%	64,0
	Climate Change	9,0%	44,7
	General Environmental Risks	6,5%	52,2
	Environmental Asset Portfolio	1,2%	11,4
S	Human Capital	16,2%	60,1
	Corporate Social Responsibility	9,3%	66,6
	General Social Risks	4,0%	36,0
	Social Asset Portfolio	1,2%	45,0
G	Corporate Structure	19,5%	85,5
	Corporate Behavior	15,1%	76,0

Summary

RAEX-Europe has reassessed the ESG Score of RSHB - Moscow Exchange Index - RSPP Vector of sustainable development, total return at 63,7 (equivalent to a rating of BBB_{ESG}), a score that remains unchanged from our previous revision. This means that the management of ESG related risks remains at a Moderately high level. While the mix within the fund was slightly changed, the stability of the score remained in place. The largest change was the increase in the score of Polyus from 67,1 to 71,1. Moreover, the share of Polyus in the fund also increased from 3,3% to 4,2%. Other top-rated companies, which increased their share in the fund were NLMK, Severstal, Polyus and Polymetal. On the other hand, bottom-rated companies having accounting for an additional share of the overall value for the fund are Nornickel and VTB. Overall, most of the companies continue to strongly mitigate risks related to corporate structure, corporate behavior, pollution and CSR. However, anti-corruption practices remain weak. The adequacy of policies and programs for carbon emissions and renewable energy utilization are favorable and climate change adaptation remains widely ignored. Finally, environmental and social asset portfolios of banks remain very depressed in terms of disclosure of results and adequacy of policies.

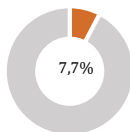
Strengths:

- ❖ Corporate Structure
- ❖ Corporate Behavior
- ❖ Corporate Social Responsibility

Weaknesses:

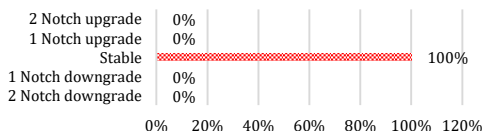
- ❖ Social Supply Chain Risk
- ❖ Climate Change
- ❖ General Environmental Risks
- ❖ Environmental asset portfolio (Banks)

Share of companies facing severe* controversies



* Weight higher or equal to 50%

ESG Rating trend in the past three months



Top-5 holdings

Holding	Industry	Portfolio Weight	ESG Score / Rating	Highest score	Lowest score
Polymetal	Metal&Mining	2,87%		Stakeholder engagement	Pollution
Lukoil	Oil&Gas	4,78%		Corporate Structure	(E) Supply Chain
NLMK	Metal&Mining	3,88%		CSR	Natural Resources
Inter RAO	Energy	4,32%		Corporate Structure	(S) Supply Chain
Polyus	Precious metals	3,26%		Corporate Structure	(E) Supply Chain

Bottom-5 holdings

Holding	Industry	Portfolio Weight	ESG Score / Rating	Highest score	Lowest score
Magnit	Retail	3,04%		Corporate Structure	Pollution
VTB	Banks	3,78%		Corporate Behavior	(E) Asset portfolio
Sberbank	Banks	3,69%		Corporate Structure	(E) Asset portfolio
Nornickel	Metal&Mining	2,94%		Corporate Behavior	(S) Supply Chain
Tatneft	Oil&Gas	3,09%		Corporate Structure	(S) Supply Chain

Exposure to flagged sectors - No

Disclaimer

The Agency disclaims all liability in connection with any consequences, interpretations, conclusions, recommendations and other actions directly or indirectly related to the conclusions and opinions contained in the Agency's ESG Rating Reports.

This ESG Rating Report represents the opinion of Rating-Agentur Expert RA GmbH and is not a recommendation to buy, hold or sell any securities or assets, or to make investment decisions.

© 2021 Rating-Agentur Expert RA GmbH, Germany, All Rights Reserved.

Table 1. Fund ESG scoring per section

Holding	Country	Industry	Portfolio Weight	ESG Score	Natural Resources	Pollution	Climate Change	General Environmental Risks	Environmental asset portfolio	Human Capital	Corporate Social Responsibility	General Social Risks	Social asset portfolio	Corporate Structure	Corporate Behavior
Inter RAO	Russia	Energy	4,32%												
Nornickel	Russia	Metal&Mining	2,94%												
FGC UES	Russia	Energy	4,43%												
NLMK	Russia	Metal&Mining	3,88%												
Rostelecom	Russia	Telecom	4,10%												
Rosseti	Russia	Energy	4,57%												
Severstal	Russia	Metal&Mining	3,50%												
MMK	Russia	Metal&Mining	5,21%												
Polyus	Russia	Precious metals	3,26%												
Lukoil	Russia	Oil&Gas	4,78%												
Rosneft	Russia	Oil&Gas	4,40%												
Sberbank	Russia	Banks	3,69%												
Phosagro	Russia	Chemical	4,86%												
Sistema	Russia	Holdings	3,49%												
Novatek	Russia	Oil&Gas	4,14%												
Gazprom	Russia	Oil&Gas	4,84%												
Tatneft	Russia	Oil&Gas	3,09%												
Transneft	Russia	Oil&Gas	4,69%												
Rushydro	Russia	Energy	3,08%												
Aeroflot	Russia	Transportation	2,78%												
Magnit	Russia	Retail	3,04%												
Polymetal	Russia	Metal&Mining	2,87%												
Petropavlovsk	Russia	Metal&Mining	3,39%												
MOEX	Russia	Financials	3,21%												
VTB	Russia	Banks	3,78%												
LSR	Russia	Construction	3,64%												

C[esg]

AAA[esg]



Disclaimer

The Agency disclaims all liability in connection with any consequences, interpretations, conclusions, recommendations and other actions directly or indirectly related to the conclusions and opinions contained in the Agency's ESG Rating Reports.
 This ESG Rating Report represents the opinion of Rating-Agentur Expert RA GmbH and is not a recommendation to buy, hold or sell any securities or assets, or to make investment decisions.
 © 2021 Rating-Agentur Expert RA GmbH, Germany, All Rights Reserved.

For further information contact:

Responsible expert:

Hector Alvarez, Associate Director of RAEX-Europe
+49-693-085-4500, ext. 1213

alvarez@raexpert.eu

Reviewer:

Denys Anokhov, Rating Associate of RAEX-Europe
+49-693-085-4500, ext. 1212

anokhov@raexpert.eu

Rating-Agentur Expert RA GmbH (RAEX-Europe)

Walter-Kolb-Strasse 9-11,
60594 Frankfurt am Main, Germany
+49-693-085-4500

E-mail: info@raexpert.eu

www.raexpert.eu

Disclaimer

The Agency disclaims all liability in connection with any consequences, interpretations, conclusions, recommendations and other actions directly or indirectly related to the conclusions and opinions contained in the Agency's ESG Rating Reports.

This ESG Rating Report represents the opinion of Rating-Agentur Expert RA GmbH and is not a recommendation to buy, hold or sell any securities or assets, or to make investment decisions.

© 2021 Rating-Agentur Expert RA GmbH, Germany, All Rights Reserved.