

COMMITMENT TO RESPONSIBLE INVESTMENT

KHAZANAH IS A SIGNATORY OF THE UNITED NATIONS-SUPPORTED PRINCIPLES FOR RESPONSIBLE INVESTMENT. AS MALAYSIA'S SOVEREIGN WEALTH FUND AND GUARDIAN OF MALAYSIA'S INTERGENERATIONAL WEALTH, WE HAVE A DUTY TO ACT IN THE BEST LONG-TERM INTERESTS OF OUR BENEFICIARIES.



We believe that environmental, social, and corporate governance issues affect the performance of investment portfolios to varying degrees across companies, sectors, regions, asset classes and through time. We also recognise that applying these Principles may better align investors, including ourselves, with broader objectives of society.

Therefore, where consistent with our fiduciary responsibilities, we commit to the following:



We will incorporate ESG issues into investment analysis and decision-making processes.

Our *Investment Policy* outlines our commitment to sustainability as a long-term investor and to consider environmental, social and governance factors in the investments we undertake.



We will be active owners and incorporate ESG issues into our ownership policies and practices.

We actively exercise our ownership rights and apply various methods of engagement with our key investee companies to drive responsible business practices and deliver sustainable returns.



We will seek appropriate disclosure on ESG issues by the entities in which we invest.

As part of our active engagement initiatives, we continuously advocate for better disclosure and transparency.



We will promote acceptance and implementation of the Principles within the investment industry.

We promote inclusive development and the sustainability agenda with the investment sector in Malaysia through sharing of insights and experience at industry events and in knowledge sharing platforms.



We will work together to enhance our effectiveness in implementing the Principles.

We take a collaborative stance in partnering, sharing and learning best practices as we believe in harnessing our collective knowledge to improve the investment ecosystem.



We will report on our activities and progress towards implementing the Principles.

We will start reporting on our responsible investment measures and progress on an annual basis in 2019.