

CARDIF LUX VIE SUSTAINABLE FINANCE DISCLOSURE STATEMENT




Publication date: 09/03/2021

Updated date: 31/01/2024



CARDIF LUX VIE
BNP PARIBAS GROUP

The insurer
for a changing
world



In compliance with European regulation (EU) 2019/2088 “Sustainable Finance Disclosure Regulation” (SFDR)¹ which introduces new disclosure requirements in terms of sustainability, Cardif Lux Vie, subsidiary of BNP Paribas Cardif, publishes following information on its own behalf and on behalf of its branches based in the European Union:

1. POLICIES ON SUSTAINABILITY RISKS IN INVESTMENT DECISION-MAKING PROCESS (SFDR ARTICLE 3)

The investment decision-making process of Cardif Lux Vie can be analysed along two axes:

1.1. INVESTMENTS MADE WITHIN THE GENERAL FUND

Cardif Lux Vie takes Environmental, Social and Governance criteria (ESG) into account when analysing its investments. The responsible investment policy of Cardif Lux Vie encompasses the various asset classes in the portfolio. The methodologies are adapted and the specificities of each asset class are taken into account.

Cardif Lux Vie applies the BNP Paribas Group’s sector policies². In addition to the restrictions provided for by these policies, Cardif Lux Vie has made specific commitments concerning sectors of activity that are particularly harmful to public health and the environment.

Cardif Lux Vie’s responsible investment approach is structured around:

- **ESG analysis:** Cardif Lux Vie collects extra-financial data, analyses and integrates them into the management processes of the various investment universes to perform the extra-financial analysis of its investments. The ESG analysis coverage rate is indicated in the annual CSR Report of Cardif Lux Vie available on the website <https://cardifluxvie.com/en/our-responsability>.
- 2 - **ESG integration level:** Cardif Lux Vie qualifies the ESG integration level of analysed assets according to their extra-financial strategy, their process of integrating ESG criteria, compliance with international conventions or treaties, their labels and certifications.

Cardif Lux Vie favors investments with the highest levels of integration. These non-financial criteria are an integral part of the fundamental financial analysis and contribute to the better identification of sustainability risks. The performance contribution will be assessed according to the long-term resilience of its investments to sustainability risks.

Cardif Lux Vie takes climate risks into account on its directly-held assets through its management process. Find more information on the Investment process of the General Fund of Cardif Lux Vie in the annual CSR Report of Cardif Lux Vie available on the website³.

1.2. INVESTMENTS VIA UNIT-LINKED FUNDS

Cardif Lux Vie distributes life insurance and endowment contracts through a network of various partners (banks, wealth management advisers), in charge of offering the most suitable financial solution to their clients, not only in terms of risk profile, management horizon, but also taking into account their appetite for sustainability through their investments.

The sustainability preferences of the Units of Account/Internal Funds are indicated in the contractual documentation (Prospectus of the UCIs/investment strategies...) of the investment vehicles concerned.

The proposition of products in line with the customer’s sustainability preferences is carried out by the distributor.

1- The European SFDR regulation is available in all languages on the official website of the European Union: [règlement SFDR EU 2019/2088](https://eur-lex.europa.eu/eli/reg/2019/2088/oj)

2- [Financing and investment policies - BNP Paribas](#)

3- <https://cardifluxvie.com/en/our-responsability>



2. MANAGEMENT OF ADVERSE SUSTAINABILITY IMPACTS (SFDR ARTICLE 4)

- ✓ **Cardif Lux Vie takes into account the principal adverse impacts** as part of the investment management of the assets held through its euro fund. The insurer has set up specific processes to identify and evaluate these negative impacts.

Several approaches are used to mitigate adverse impacts:

- **Sectoral exclusion policies**, supplemented by specific commitments on sectors such as tobacco or thermal coal;
- **The analysis and integration of ESG criteria.**

- ✓ **With regard to unit-linked funds or Internal funds**, information on the consideration of the principal negative impacts is mentioned by the asset management companies in the UCIs prospectus or within the investment strategies of the Internal Funds.

More information on the principal adverse impacts taken into consideration by Cardif Lux Vie is available from its website⁴ ("Cardif Lux Vie' statement about the principal adverse sustainability impacts").

3. REMUNERATION POLICIES IN RELATION TO THE INTEGRATION OF SUSTAINABILITY RISKS (SFDR ARTICLE 5)

3

As engagement responsible investor, Cardif Lux Vie promotes sustainable investments while ensuring that sustainability risks are limited (environmental, social or governance risks). To promote its employees' involvement, Cardif Lux Vie incorporates sustainability risks into its remuneration policy.

Cardif Lux Vie's remuneration principles require that the variable remuneration of financial market participants does not encourage excessive risk-taking in terms of the sustainability of investments and financial products governed by the European SFDR regulation.

At Cardif Lux Vie level, the remuneration policy aims at promoting professional behavior in accordance with the standards defined in the BNP Paribas Group code of conduct⁵.

This code of conduct sets out BNP Paribas Group's rules and requirements to support its aspirations to contribute globally to a sustainable development.

This involvement is based on three pillars:

1. Promoting respect for human rights,
2. Protecting the environment and fighting against climate change, and
3. Acting responsibly in public representation. .

Within Cardif Lux Vie, the variable part of individual employee remuneration complies with the BNP Paribas Group code of conduct, alongside other criteria.

4- <https://cardifluxvie.com/fr/notre-responsabilite>

5 - [Code de conduite du Groupe BNP Paribas](#)



4. CARDIF LUX VIE RANGE OF CONTRACTS AND INVESTMENT PRODUCTS THAT PROMOTE ENVIRONMENTAL OR SOCIAL CHARACTERISTICS (SFDR ARTICLE 8)

The European regulation SFDR allows to define the category of the investment product (vehicle) and of the insurance contract:

✓ **The General Fund of Cardif Lux Vie:**

The General Fund of Cardif Lux Vie meets the definition of the European SFDR regulation set out in article 8, namely that it promotes, among other characteristics, a combination of environmental and social characteristics, while verifying that the companies in which investments are made engage in sound governance practices.

Cardif Lux Vie uses and publishes sustainability indicators, the list of which is included in the principal adverse sustainability impact statement of Cardif Lux Vie, available on its website.⁶

Cardif Lux Vie strengthens its positive impact investments, with an investment target of 80 additional million euros on average per year by the end of 2025.

In terms of engagement, Cardif Lux Vie's strategy is based on voting and dialogue with companies in which Cardif Lux Vie holds direct securities.

This dialogue initiated with companies and asset managers encourages them to strengthen and communicate about their ESG practices and to develop their climate risk management

4

✓ **Life insurance and capitalisation contracts of Cardif Lux Vie:**

These contracts, relating to the standard ranges available in the various partner networks of Cardif Lux Vie comply with the definition of European SFDR regulation set out in article 8.

These contracts include:

- the general fund described in this document promoting environmental and social characteristics (Article 8 of the European SFDR regulation);
- one or more unit-linked investment vehicles or shares of internal funds classified as articles 6, 8 or 9 when they are eligible for the European SFDR regulation.

In the case of External funds (collective investment undertaking -UCI), the prospectus of each of these UCIs contains all the environmental and social information. The prospectuses relating to UCIs can be consulted on the financial managers' website or in the list of information relating to Cardif Lux Vie financial products classified article 8 or 9 within the SFDR Regulation at the address: [External Funds List](#).

In the case of an investment in an internal, dedicated or collective fund, you should refer to the contractual documentation which will have been provided by the insurance intermediary or the advisor, prior to the investment, to become aware of the all environmental and social information relating to this investment vehicle.

The list of these investments' vehicles pursuant to article 8 or, if applicable, to article 9 of the European SFDR regulation appears in the information notice of each of the listed contracts (more precisely in the contracts appendices).

6 - <https://cardifluxvie.com/fr/our-responsability>





The insurance contracts listed in the tables below meet the definition set out in article 8 of the European SFDR regulation, provided that the client selects at least one of the «article 8» media proposed in these contracts and keeps it for the contract duration.

Any network	BGL BNP Paribas network	Luxembourg Broker Network
Cap Secure Belgique	OptiLib	My Pension +
Cap Secure France	OptiLife2	My Prolife
Cap Secure Luxembourg	OptiPension +	
Cardif Private Insurance Italia	OptiSave +	
Euro Oportunidad Vida		
Liberty 2 Invest Belgique		
Liberty 2 Invest France		
Liberty 2 Invest International		
Liberty 2 Invest Luxembourg		
Liberty 2 Invest Portugal		

5. CARDIF LUX VIE RANGE OF CONTRACTS AND INVESTMENT PRODUCTS WITH A SUSTAINABLE INVESTMENT OBJECTIVE (SFDR ARTICLE 9)

No life insurance and capitalisation contract meets the definition the European SFDR regulation set out in article 9.

5

GLOSSARY:

Critères ESG (source Novethic):

This international acronym is used by the financial community to name the Environmental, Social and Governance (ESG) criteria as the three cornerstones of non-financial analysis. These criteria are used as a standard approach to Sustainable Responsible Investment. Thanks to ESG criteria, it is possible to assess the exercise of corporate responsibility towards the environment and their stakeholders (employees, partners, subcontractors and customers):

- The environmental criterion takes into account: waste management, greenhouse gas reduction and environmental risk prevention ;
- The social criterion takes into account: accident prevention, staff training, respect for employees rights, subcontracting chain and social dialogue ;
- The governance criterion takes into account: the independence of the board of directors, the management structure and the presence of an audit committee.

General Fund (GF):

this fund is available within life insurance contracts, traditionally comprising bonds, equities, and real estate assets. The insurer's commitment is expressed in euros.

External Funds/Unit-linked (UL):

Like the General Fund, units of account are life insurance investment vehicles. For units of account, the insurer's commitment is expressed in number of units, the value of which is subject to market developments.

Internal Fund:

Aggregated individualised assets of an insurance undertaking, whether collective, specialised or dedicated, with or without a guaranteed return.



Principal Adverse Sustainability Impacts (PASI):

Principal impacts of investment decisions and advice that result in negative effects on sustainability factors.

SFDR (Sustainable Finance Disclosure Regulation):

Also known as the "Disclosure Regulation", the Sustainable Finance Disclosure Regulation is a European regulation that places sustainability transparency at the heart of requirements, at the level of entities and investment products.

"Article 8" Investment:

It is a financial product promoting a combination of environmental and social characteristics, as it verifies that the companies invested in follow good governance practices.

"Article 9" Investment:

A financial product has sustainable investment as its primary objective.

Positive-impact investment:

It is defined as an investment made with the intention of generating a positive and measurable social, societal and / or environmental impact, while generating a return on investment. The following criteria are used:

- Intentionality corresponds to the investor's explicit desire to contribute to generating a measurable social or environmental benefit;
- Measurability refers to impact indicators that are used and communicated in impact assessments and reports.

Corporate Social Responsibility (CSR):

Corporate Social Responsibility is a management concept whereby companies integrate social and environmental concerns in their business operations and interactions with their stakeholders. CSR is generally understood as being the way through which a company achieves a balance of economic, environmental and social imperatives ("Triple-Bottom-Line Approach"), while at the same time addressing the expectations of shareholders and stakeholders.

Sustainability risk:

6

An environmental, social or governance event or situation which, if it occurs, could have a material adverse effect on the value (return) of an investment.



CARDIF LUX VIE Société Anonyme

Siège social : 23 - 25 Avenue de la Porte-Neuve | L-2227 Luxembourg

Tél. : +352 26 214-1 | Fax : +352 26 214 - 9371

Adresse postale : B.P. 691 | L-2016 Luxembourg

info@cardifluxvie.lu | www.cardifluxvie.com | R.C.S. Luxembourg B47240



CARDIF LUX VIE
BNP PARIBAS GROUP

The insurer
for a changing
world