# Website product disclosure for Article 8

### Summary

The Sub-Fund's main objective is to achieve a long-term capital appreciation by selecting stocks within Israel's IT-Security sector based on quantitative models. The strategy will then overweight those stocks within a large and diversified basket of global IT security stocks.

The Sub-Fund aims to maximize the increase in value of the portfolio with agile response to the Israel, London and US markets.

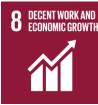
## No Sustainable Development objectives

None

#### Environmental or Social Characteristics of the fund

The Sub-Fund promotes social characteristics with a view to raise adequate living standards and wellbeing for end-users by investing in investee companies active in the field of cyber security, i.e. companies which pursue cyber security activities (a "CyberSecurity Activity and together the "CyberSecurity Activities"). The Sub-Fund thereby also contributes to the following UN Social Development Goals, such as









SDG 4 "Quality education",

SDG 8 "Decent work and economic growth",

SDG 9 "Build resilient infrastructure, promote inclusive and sustainable industrialization and foster innovation",

SDG 16 "Peace, Justice and Strong Institutions".

## **Investment Strategy**

The Sub-Fund will invest (up to 100% of its net assets) in equities mainly listed on the US, London and Israel markets.

The quantitative models used by the Manager aim to achieve the investment objective through a dynamic risk protection process, which increases allocation to low-risk money markets during periods of high risk, as well as dynamically allocating to the best performing equities.

The investment strategy uses a systematic approach to quantitatively (using a mathematical model) and qualitatively (using fundamental and guidance-estimated analysis) select 20 stocks from a universe of 50 stocks. Every month this analysis is performed, and the portfolio is rebalanced.

To achieve its investment objective, the Sub-Fund will mainly invest in Israeli related tech stocks and global cyber-security stocks and will overweight the stocks from issuers active in Cyber Security Activities, as defined in the following point.

# Proportion of Investments

The Sub-Fund must invest at least 75% in companies that are active in at least one or several of the following cyber security activities:

- Data protection, i.e., covering the fields of Data Discovery and Classification, Data Loss
  Prevention, e-Discovery, Encryption, File Integrity Protection, Database Security, Public Key
  Infrastructure Data Access Governance Rights Management, Secure Collaboration,
  Tokenization and Blockchain;
- Security Operations, i.e., covering the fields of Monitoring and Operations Change Management Orchestration and Automation Vulnerability Assessment and Management Threat Detection and Analysis, Incident Management and Response;
- Foundational security, i.e., covering Networks, Data Center and (Consumer Endpoint) security;
- Cloud Application Security
- Risk and compliance and governance
- Application security, i.e., covering the fields of Software Composition Analysis Web Application Firewall /Runtime Application Self-Protection Static and Dynamic Application Security Testing AppSec Program Management;
- Identity Management, i.e., covering the fields of Identity and Access Management, Access Governance, Privileged Access Management, Data Access Governance, IoT/ICS, Internet of Things/Industrial Control Systems Analytics.

(each a CyberSecurity Activity and together the CyberSecurity Activities).

# Monitoring of Environmental of Social Characteristics

The Sub-Fund will verify, (i) in a first instance, if the relevant investee companies are in fact CyberSecurity Activity companies taking a revenue-based approach and will then (ii) in a second step verify, if a substantial number of the products of the relevant CyberSecurity Activity company will generally promote the social characteristics set out above by applying a scoring model using the following general (social) indicators:

- (2) Diversity & Rights
- (3) Education & Work Conditions
- (4) Community & Charity
- (5) Sustainability Integration
- (6) Board Effectiveness
- (7) Management Ethics
- (8) Disclosure & Accountability

# Methodologies

The score obtained (from 0 to 100) is used by the Sub-Fund to assure that the social characteristics promoted are attained and to determine if further engagement with any investee company is required. At least 80% of the investment portfolio companies must have a positive score (while only 60% must promote the stated social characteristics).

The average global score of the portfolio of sub-Fund must always remain above 50 for the investee companies, which promote the stated social characteristics. The Sub-Fund will aim to invest in companies with a minimum score of 60 for the social characteristics. Investee companies with a score below 50 cannot represent more than 20% of the net assets of the Sub-Fund. Investee companies with a score below 40 cannot represent more than 10% of the net assets.

## **Data Sources and Processing**

The Sub-Fund will use a multi-factor approach based on an external scoring model which combines inputs from a wide range of third-party data providers. Each investee company will be assessed using this scoring based on the eight (8) different indicators mentioned above.

# Limitations to Data Processing and Data

When making the above assessment, the Sub-Fund will endeavor to take into account the current state-of-the-art and, where applicable, relevant European and / or international standards or certifications (if and when applicable).

# Due Diligence

The Sub-Fund may, amongst others, in its pre-investment due diligence have regard to the products of the relevant CyberSecurity Activity company based on publicly available information published by the relevant Cyber Security Activity company.

#### **Engagement Policies**

The Investment Manager is encouraged to engage with any investee company with a score below 50 and may even consider divesting (or not investing) if the investee company has a score below 40 and fails to commit to improvements of the score within a reasonable timeframe. The Sub-Fund also endeavours to perform an in-depth assessment of an investee company with a score below 40.

No reference benchmark has been designated for the Sub-Fund.