

# Responsible Investment

## Introduction

As managers of our clients' assets, we are responsible for investing responsibly, seeking a full understanding of the risks and opportunities involved in our decisions.

To understand the impact of environmental, social and corporate governance (ESG) issues on investment portfolios, Itaú Asset Management adhered to the UN Principles for Responsible Investment (PRI) in 2018.

This document sets up the principles and guidelines steering Itaú Asset Management's activities on Sustainable and Responsible Investment, with the purpose of protecting our client's economic interests and contributing to our fiduciary duty.

## Investment process

Our investment process is aimed at creating value to our clients by using proprietary analysis and engaging with companies. The goal is achieving an in-depth understanding of the companies under their sectors of operation.

The ongoing search for financial or non-financial information that may impact investee companies is an integral part of this process. The ultimate goal is obtaining information for a well-informed decision-making investment process.

## Approach to Sustainable and Responsible investment

We take into account the relevance of ESG issues as these may impact the value of the companies we invest.

Our approach to sustainable and responsible investment is aimed at creating value to our clients and society by identifying opportunities and reducing risks associated to listed equities and credit portfolios.

## Guidelines:

### I. Integrating ESG into the investment process

We integrate ESG issues into our investment process through a proprietary methodology and by utilizing specialized services.

The methodology developed by Itaú Asset Management to integrate ESG issues into its company valuation process is aimed at pricing the financial impact of these issues in traditional valuation models. This assessment identifies multi-sector dimensions and prioritizes those dimensions critical to each sector when evaluating companies. The following issues are taken into account:

- potential cash flow impact;
- manageability; and
- availability of information.

The output is an estimate of the financial impact of ESG issues on companies. The anticipation and pricing of significant ESG issues help identify events with potential to create or destroy company value.

We do not use negative filters that restrict the investment universe.

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## II. Exercising the right to vote – Proxy Voting

Good corporate governance practices may promote a greater alignment between the company's and its stockholders.

Itaú Asset Management takes into account environmental, social and corporate governance issues when exercising voting rights at general meetings of the companies held by its funds.

## III. Engagement and transparency

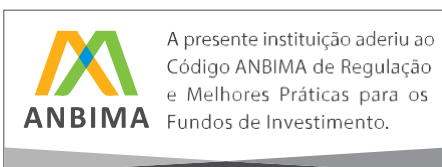
We believe the engagement with investee companies is an adequate way to increase our knowledge and promote best ESG practices. The purpose is promoting a constructive dialogue and deepening the understanding of how certain ESG issues may impact the company's market value.

When appropriate, we encourage the adoption of the best management and corporate governance practices to reduce risks and protect our clients' interests.

We encourage investee companies to disclose ESG information that may impact their financial performance.

\*PRI For further information on PRI please see [www.unpri.org](http://www.unpri.org)

Itaú Asset Management is the segment specialized in managing clients' investment funds and managed portfolios at Itaú Unibanco ((CNPJ 60.701.190/0001-04). Please address questions, suggestions, complaints, comments and reports to SAC Itaú (0800-728-0728), 24 hours a day, or contact us ([www.itaú.com.br](http://www.itaú.com.br)) or the Itaú Corporate Ombudsman (0800-570-0011), weekdays from 9 am to 6 pm, Caixa Postal 67600, CEP 03162-971. Hearing or speech-impaired persons can contact us 24 hours a day at 0800-722-1722.



(Tradução da caixa)  
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This institution has adhered to the ANBIMA Code of Regulation and Best Practices for Investment Funds