

Biodiversity Policy

2025



Biodiversity policy

Alexander Funds (“Alexander”) recognises that Biodiversity loss poses significant risks to the global economy, including financial markets. Healthy ecosystems provide critical services such as food, water, and climate regulation, which directly and indirectly affect the credit worthiness of issuers and the long-term performance of our portfolios.

As such, Alexander is committed to integrating biodiversity considerations into our investment process and engaging with issuers to advocate for practices that mitigate their impact on biodiversity.

The key objectives of our biodiversity policy are to:



Integrate Biodiversity Risks

The direct impact of climate-related events (e.g., floods, storms, wildfires) on the creditworthiness of issuers. Assessment of issuer exposure to physical risks through climate scenario analysis.



Engagement

We will actively engage with issuers to encourage the adoption of biodiversity-friendly practices and to address any identified biodiversity risks.

This policy applies to all investments managed by Alexander, including corporate bonds, securitisation vehicles, and other debt instruments.

Deforestation and unsustainable land use practices are significant drivers of biodiversity loss. As part of our commitment to protecting biodiversity. We will actively consider biodiversity in our risk assessment of issuers.

Our process

We will integrate biodiversity-related risks into our investment process by:

Assessing Biodiversity Risks at an Issuer level: Identifying and evaluating the potential impact of an issuer's operations on biodiversity, including its dependence on natural resources, land use, deforestation, water use, pollution, and other factors that may affect ecosystems, these impacts include;

Physical risks. These include risks stemming from the degradation of ecosystems, such as the loss of agricultural productivity or the disruption of supply chains due to biodiversity loss.

Reputational and regulatory risks. The reputational impact of poor biodiversity management and the potential for future regulations aimed at protecting biodiversity.

Excluding investments in high-risk activities. We may exclude investments in issuers involved in high-risk activities that contribute to deforestation or habitat destruction, particularly when they lack credible plans to mitigate their impact. This includes avoiding issuers in industries such as palm oil, logging, and certain extractive industries, unless they demonstrate strong sustainable practices.

This policy will be reviewed annually by the ESG Committee, with an expectation that as the financial industry's understanding of biodiversity risks evolves, the policy will be updated to reflect new developments and emerging standards.



Contact us

E: info@alexanderfunds.com.au

W: alexanderfunds.com.au

P: 1300 138 401

Level 27, 140 William Street,
Melbourne VIC 3000

linkedin.com/company/alexanderfunds