



Impact Assessment Report

ALL CAP CORE (ACC) STRATEGY

December 2020

Trillium engaged with **99%** of the All Cap Core Strategy portfolio during 2020

Corporate advocacy includes communications with company executives, correspondence, shareholder proposals, and other tools. Through engagement, and other inputs from the market and civil society, we are able to achieve improvements in corporate policy, performance, and practices. Sometimes this takes the form of withdrawing a shareholder proposal after a commitment to improve is made by the company (referred to as a “successful withdrawal” below). Other times shareholder proposals will go to a vote and companies will generally be responsive to those proposals that receive support in the 20%–50% range as it is difficult for company leadership to ignore such large pluralities. Another way we engage with companies is proxy voting in the best interest of our clients at annual meetings. These votes communicate important information and ESG priorities to the company. The information below is a summary of our advocacy engagement during 2020, including collaborative and individual efforts led by Trillium or other organizations.

Advocacy Engagement	ACC	Firm Wide
Total # of engagements	202	1,059
# of companies engaged	86	821
% of strategy engaged	99%	-

Shareholder Proposals	ACC	Firm Wide
Total # of shareholder proposals	19	28
Successfully withdrawn proposals	10	16
Proposals with votes over 20%	6	8

Proxy Voting	ACC	Firm Wide
Total votes cast	100%	100%
Votes cast against management	52%	51%
Support ESG proposals	88%	80%
Trillium votes NO for pay packages	99%	99%

Advocacy Engagements under All Cap Core Strategy (by Category)



Shareholder Proposals under All Cap Core Strategy



Trillium’s investment approach goes beyond traditional exclusionary screening, integrating Environmental, Social, and Governance (ESG) factors with fundamental financial analysis to provide meaningful insights into value-creation opportunities and risk profiles. Ultimately, we seek to identify the companies that are best positioned for risk-adjusted, long-term outperformance relative to their peers. The **All Cap Core** strategy invests across the range of market capitalizations and economic sectors.

Trillium’s All Cap Core Strategy is
60% less carbon intense
 than its benchmark, the S&P 1500

Environmental Metrics	ACC	S&P 1500
Total Carbon Emissions (metric tons)¹	1,236,175	4,703,869
Total Carbon Emissions Intensity (t/USD million revenue)¹	54.2	135.1
CDP Participant²	76%	30%

Governance Metrics ³	ACC	S&P 1500
Companies with 20% or More Women on the Board	99%	78%
Companies with 80% or More Board Independence	70%	60%
Companies with an Independent CEO/Board Chair	32%	38%
Average Annual CEO Total Compensation (Million)⁴	\$27.5	\$24.2

85% of companies in Trillium’s All Cap Core strategy responded to our proprietary **racial equity study**. In future years we intend to incorporate portfolio-level metrics aimed at assessing racial equity performance.

1. Total Carbon Emissions represents the companies’ most recently reported or estimated Scope 1 (direct emissions from owned or controlled sources) + Scope 2 (indirect emissions from the generation of purchased energy) greenhouse gas emissions. The Total Carbon Emissions Intensity, represents the Total Carbon Emissions normalized by revenue in USD, which allows for comparison between companies of different sizes. Source: ISS ESG - Data represents weighted averages and reflects 100% of the Trillium All Cap Core Strategy and 98% of the S&P 1500.
2. CDP supports companies, cities, states and regions to measure and manage their risks and opportunities on climate change, water security and deforestation. Source: MSCI ESG data as of 12/31/20 for the Trillium All Cap Core Strategy in comparison to a portfolio replicating the strategy benchmark.
3. Source: MSCI data as of 12/31/20 for the Trillium All Cap Core Strategy in comparison to a portfolio replicating the strategy benchmark.
4. Data represents weighted averages and reflects 98% of the Trillium All Cap Core Strategy and 98% of the S&P 1500.

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The All Cap Core strategy avoids investing in companies with material involvement in:

- Private Prisons
- Agricultural Biotechnology
- Nuclear Power
- Weapons

The risk-based, revenue-driven criteria above only eliminate a small portion of the investable universe for the strategy. While we still consider this as an important risk-mitigation step, we focus the vast majority of our analytical efforts on using ESG information to help identify the best companies, not simply screening out the worst.

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