

Responsible Investment

Our primary investment objective is to ensure we can pay members' benefits and to manage appropriately our members' pension savings. However, as stewards of over £2 billion of pension fund assets, we know we have an important role to play in recognising environmental, social and governance issues. The Clwyd Pension Fund seeks to place sustainability at the heart of how it invests the Fund's assets and we have sought to lead on responsible investment issues for a number of years. We are excited to share a summary of **the further steps we are taking**:

- We are working to transition more of our investments into **companies that are committed to helping reduce global carbon emissions, are resilient to the changing climate or providing solutions to some of the world's most pressing challenges** such as health, energy efficiency, education and financial inclusion.
- We have committed to grow the proportion of the Fund's assets allocated to investments (including local investments) which have a clear commitment to achieving a **positive impact on social and environmental outcomes**.
- We have committed to an **overall target of net zero absolute carbon emissions within our investment portfolio by 2050** – this means the carbon emissions relating to our investments being zero by 2050 (either through those companies reducing emissions produced or taking emissions out of the atmosphere) and;
- We will set achievable whilst **ambitious interim targets for reductions in net carbon emissions for 2025 and 2030**.

Further information

You can find further information on our approach to environmental, social and governance issues in our Investment Strategy Statement, which you can find in the strategies and policies section of our website:

<https://mss.clwydpensionfund.org.uk/home/investments-and-governance/>