

SANTANDER BRASIL ASSET MANAGEMENT

BRAZIL

Organization: Investor

Category: Responsible Investment

General Information

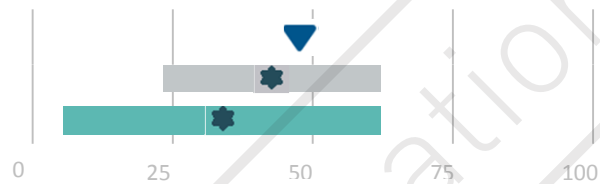
Santander Brazil Asset Management Ltda. (Santander AM) manages investment funds and managed portfolios (50% share of Banco Santander and 50% of Warburg Pincus and General Atlantic). The company services to individuals and companies, corporate banking, institutional investors and private banking. Santander AM is based in Brazil.

Overall Responsible Investment Performance

COMPANY GLOBAL SCORE AND PERFORMANCE

48

60-100 / 100 Advanced
50-59 / 100 Robust
30-49 / 100 Limited
0-29 / 100 Weak

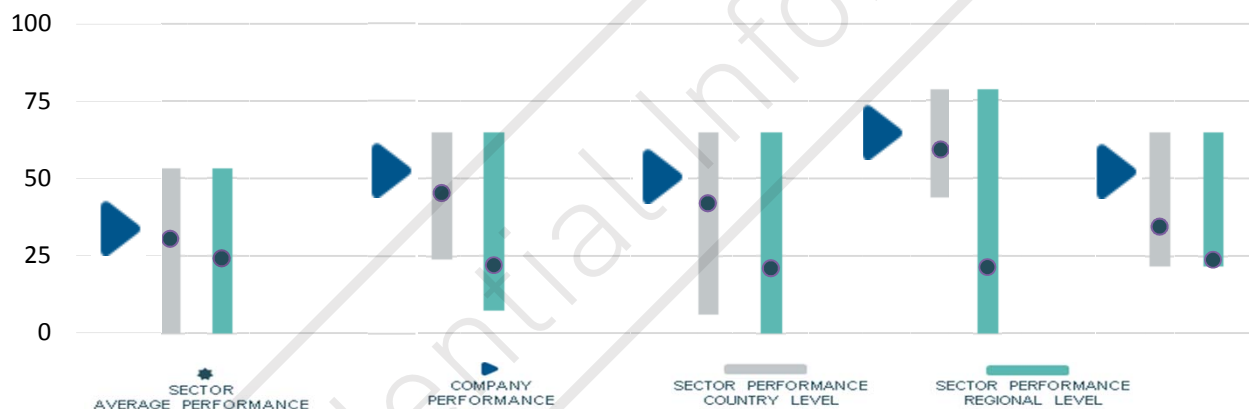


Integration of ESG in
Corporate Governance
Limited

Overall Score
Robust

Integration of ESG aspects in investments activities
Leadership Robust
Implementation Advanced

Results
Robust



Key Issues

Financial companies involved in investment or asset management activities have the duty to act in the best long-term interests of their beneficiaries. The adoption of a responsible investment strategy, considering ESG aspects in investment decisions can be a critical factor to fulfil this fiduciary duty. At the same time, the integration of ESG aspects in the governance and control systems of the financial companies themselves can result in a better understanding and monitoring of ESG risks inherent to the company investment strategy and investee companies.

Company Performance

Santander Brasil AM performance in Responsible Investment is limited.

- The Board formally reviewed most of the relevant ESG issues and non-executives members are responsible for ESG issues. However, the company does not provide trainings to its Board members and information about its ESG risks covered by its internal control is not disclosed.
- Santander Brasil AM has issued a formalized commitment to integrating ESG issues which covers environmental and corporate governance issues and is backed up by the CIO who is in charge of oversight, implementation and review of the policy.
- Santander Brasil AM conducts the following ESG strategies within its portfolio: positive screening, thematic funds, engagement with the companies and voting policy covering ESG issues. In addition, the Company also manage procedures in investment decision which include ESG risks and assesses sectors and companies with ESG criteria.
- Finally, Santander Brasil AM's share of assets on the total AuM has decreased by 14,8 percentage points over the past two years, to reach 68% in 2016.