

**Insight Global Funds II p.l.c.**

**(an umbrella type open-ended investment  
company with variable capital with segregated liability between sub funds)**

**A company incorporated with limited liability under the laws of Ireland and authorised by the  
Central Bank as a UCITS pursuant to the Regulations**

**First Addendum to the Supplements for the Funds  
listed in the Appendices to this Addendum  
(the "Fund Supplements")**

**This Addendum is dated 26 February 2021**

**This Addendum is supplemental to, forms part of and should be read in conjunction with the  
Prospectus dated 31 August 2020 and the Fund Supplements whose dates are set out in the  
Appendices to this Addendum.**

Distribution of this Addendum is not authorised in any jurisdiction unless accompanied by the Prospectus, relevant KIID, a copy of the then latest annual report and audited accounts of the Company and, if published after such report, a copy of the then latest semi-annual report and unaudited accounts. Such reports, this Addendum, and the Prospectus together form the prospectus for the issue of Shares in the Company.

The Directors of Insight Global Funds II p.l.c. whose names appear in the Prospectus accept responsibility for the information contained in this Addendum. To the best of the knowledge and belief of the Directors (who have taken all reasonable care to ensure such is the case) the information contained in this document is in accordance with the facts and does not omit anything likely to affect the import of such information.

Words and expressions defined in the Prospectus shall, unless the context otherwise requires, have the same meaning when used in this Addendum. For the purposes of interpretation, in the event of any conflict between this Addendum and the Prospectus, any such conflict shall be resolved in favour of this Addendum.

Neither the delivery of this Addendum nor the issue or sale of Shares, under any circumstances, constitutes a representation that the information contained in this Addendum is correct as of any time subsequent to the date of this Addendum.

**A new section "Sustainable Finance Disclosures" shall be added before the section "Miscellaneous" of the Supplement of each Fund listed in Appendix I.**

### **"Sustainable Finance Disclosures**

For the purpose of Regulation (EU) 2019/2088 of the European Parliament and of the Council of 27 November 2019 on sustainability related disclosures in the financial services sector ("**SFDR**") the Fund is classified as a mainstream fund which does not meet the criteria to qualify as either an environmental, social and governance ("**ESG**") orientated fund pursuant to Article 8 of SFDR or a sustainable investment fund pursuant to Article 9 of SFDR.

The investments underlying the Fund do not take into account the EU criteria for environmentally sustainable economic activities.

Accordingly, the Fund shall not be expected to pursue an investment approach that explicitly promotes environmental or social characteristics or to have sustainable investment as its objective.

Notwithstanding this classification, the Manager still considers that the Fund is managed responsibly. The Manager's purpose is to build a better future for its clients, including the Company and Fund. To achieve this, the Manager supports stable and resilient social, environmental and economic outcomes, and efficient financial markets. When assessing the sustainability risk associated with underlying investments, the Sub-Investment Manager is assessing the risk that the value of such underlying investments could be materially negatively impacted by an environmental, social or governance event or condition.

Sustainability risks are managed by ensuring senior decision-makers are informed and included in the Sub-Investment Manager's responsible investment programme, and set effective accountability, transparency and implementation procedures.

Where sustainability risk issues are considered material to investment outcomes, they are incorporated into due diligence processes. This may include evaluating individual securities and/or interaction with issuers or market participants. Internal controls ensure sustainability criteria are applied to portfolios continuously.

ESG restrictions, which includes proprietary ESG ratings and third-party data, are set to prevent or permit investment in securities that meet sustainability-related characteristics. These controls are coded against the portfolio and updated as new information is absorbed. An ESG research and/or engagement process can help the Sub-Investment Manager to achieve a Fund's targeted investment and sustainability-related objectives.

Corporate governance is a key sustainability risk factor forming part of proprietary ESG risk ratings for all issuers in a Fund. The Sub-Investment Manager's corporate governance assessment includes evaluating board practices and behaviour, remuneration, control and accountability, and ethics or controversies. Investment analysts apply the insights from ESG ratings alongside their own knowledge of issuers' governance structures to set engagement priorities with issuers. Investment specialists consider these risks together to decide whether an investment reasonably compensates a Fund for sustainability risks over the long and short-term.

The Fund may underperform or perform differently relative to other comparable funds that do not integrate sustainability risks into their investment decisions."

**A new section "Sustainable Finance Disclosures" shall be added before the section "Miscellaneous" of the Supplement of each Fund listed in Appendix II.**

### **"Sustainable Finance Disclosures**

For the purpose of Regulation (EU) 2019/2088 of the European Parliament and of the Council of 27

November 2019 on sustainability related disclosures in the financial services sector ("**SFDR**") the Fund is classified as an article 8 fund which meets the criteria to qualify as an environmental, social and governance ("**ESG**") orientated fund pursuant to Article 8 of SFDR. In accordance with the criteria outlined in Article 8 of SFDR, the Fund promotes, among other characteristics, environmental or social characteristics, or a combination of those characteristics and provided that the companies that the Fund invests in follow good governance practices.

The Manager's purpose is to build a better future for its clients, including the Company and the Fund. To achieve this, the Manager supports stable and resilient social, environmental and economic outcomes, and efficient financial markets. When assessing the sustainability risk associated with underlying investments, the Sub-Investment Manager is assessing the risk that the value of such underlying investments could be materially negatively impacted by an environmental, social or governance event or condition.

Sustainability risks are managed by ensuring senior decision-makers are informed and included in the Sub-Investment Manager's responsible investment programme, and set effective accountability, transparency and implementation procedures.

Where sustainability risk issues are considered material to investment outcomes, they are incorporated into due diligence processes. This may include evaluating individual securities and/or interaction with issuers or market participants. Internal controls ensure sustainability criteria are applied to portfolios continuously.

ESG restrictions, which includes proprietary ESG ratings and third-party data, are set to prevent or permit investment in securities that meet sustainability-related characteristics. These controls are coded against the portfolio and updated as new information is absorbed. An ESG research and/or engagement process can help the Sub-Investment Manager to achieve a Fund's targeted investment and sustainability-related objectives.

Corporate governance is a key sustainability risk factor forming part of proprietary ESG risk ratings for all issuers in a Fund. The Sub-Investment Manager's corporate governance assessment includes evaluating board practices and behaviour, remuneration, control and accountability, and ethics or controversies. Investment analysts apply the insights from ESG ratings alongside their own knowledge of issuers' governance structures to set engagement priorities with issuers. Investment specialists consider these risks together to decide whether an investment reasonably compensates a Fund for sustainability risks over the long and short-term.

Additionally, the Sub-Investment Manager provides sustainability transparency reports. These outline at an aggregate or security level the sustainability quality of the portfolio. Transparency reports ensure Shareholders have full visibility that the sustainability objectives are being met.

In terms of social and environmental factors, proprietary ESG ratings methodology provides all analysts with sector specific and issuer specific information on key issues. This model helps the Sub-Investment Manager to identify key risks that a specific sector or issuer may be facing.

See the "Investment Policy" section above for further detail in respect of how the Fund proposes to meet the environmental and/or social characteristics being promoted.

As the Fund considers environmental, social and governance factors throughout the investment process, the Sub-Investment Manager may deliberately forego opportunities for the Fund to gain exposure to certain issuers and it may choose to sell a security when it might otherwise be disadvantageous to do so. Instead, the Fund may focus on investments in issuers that demonstrate adherence to environmental, social and good governance practices. Accordingly, the universe of investments for the Fund is smaller than that of other funds, which may affect performance.

**The Section "Performance Benchmark" shall be deleted in its entirety from the Supplement of each Fund listed in Appendix II and replaced by the following:**

"The Fund uses Bloomberg Barclays Euro Aggregate Corporate Index (the "**Benchmark**") (or such

other benchmark as may be adopted by the Fund from time to time) as a reference benchmark which the Fund seeks to outperform.

The Benchmark is a mainstream index and does not take account of ESG factors and is therefore not consistent with the environmental and/or social characteristics promoted by the Fund.

Whilst the Sub-Investment Manager will have regard to the likely level of return of any investment relative to the Benchmark, it will still have a high level of discretion in the selection of investments.

The Fund seeks to outperform its Benchmark by 0.75% to 1.00% per annum (before tax, fees and expenses) over rolling three year periods. However, a positive return is not guaranteed and a capital loss may occur."

## **Appendix I**

1. Insight Buy and Maintain Bond Fund – Supplement dated 31 August 2020
2. Insight Diversified Corporate Bond Fund – Supplement dated 31 August 2020
3. Insight Emerging Market Debt Fund – Supplement dated 31 August 2020
4. Insight Global (Ex-UK) Bond Fund – Supplement dated 31 August 2020
5. Insight High Grade ABS Fund – Supplement dated 31 August 2020
6. Insight Liquid ABS Fund – Supplement dated 31 August 2020
7. Insight Short Dated Buy and Maintain Bond Fund – Supplement dated 31 August 2020
8. Insight Emerging Market Bond Opportunities Fund – Supplement dated 31 August 2020

## **Appendix II**

1. Insight Sustainable Euro Corporate Bond Fund – Supplement dated 31 August 2020