



EIC CATHOLIC VALUE

Socially Responsible Investing (SRI) Screening Process

In areas of concern identified by the United States Conference of Catholic Bishops (USCCB) for **DIVESTMENT**, our negative screening process excludes companies, as follows:

ABORTION

- abortion providers, abortifacient manufacturers and their owners and subsidiaries
- for-profit health care industry ties to abortion

ADULT ENTERTAINMENT

- producers, distributors and retailers of adult entertainment and their owners and subsidiaries

CONTRACEPTIVES

- producers and licensors of contraceptives and their owners and subsidiaries

DISCRIMINATION

- discrimination controversies (e.g. disability, gender, racial...)
- companies with major controversies, based on a grading system provided by MSCI, Inc.

ECONOMIC INJUSTICE

- financial institutions receiving “needs to improve” or “substantial noncompliance” on the Community Reinvestment Act examination

STEM CELLS

- embryonic stem cell researchers, fetal tissue researchers and fetal cell line researchers

WEAPONS

- five percent or greater of revenue derived manufacturing conventional weapons
- manufacturers of unconventional weapons (e.g. landmines, cluster munitions, nuclear weapons...)

In areas of concern identified by the USCCB for **ADVOCACY**, companies are reviewed using positive and negative screens, as follows:

- negative screening identifies companies with major environmental, social, or corporate governance (ESG) controversies
- positive screening overlays MSCI’s future-facing ESG risk-management analysis to allow investment in companies scoring A, AA, or AAA in a peer-comparison
- ESG risk-management analysis score is weighed against identified controversies to determine final investment eligibility

Holdings in EIC Catholic Value are subject to change. The inclusion or exclusion of securities is not intended as recommendation, nor is there any implication about past or future performance or profitability. Because the social screens applied to an SRI account/portfolio may exclude securities of certain issuers, industries and sectors for non-financial reasons, EIC may forgo some available market opportunities. As a result, the investment returns may be affected. In addition, since EIC will generally sell the securities of a company that no longer meets the social screens, its portfolio turnover rate may be higher than it would otherwise, and securities may be sold when not otherwise beneficial to do so. EIC votes proxies for SRI portfolio securities consistent with social and environmental guidelines except where doing so would be potentially harmful to shareholder value.