

Arctic Industry & Infrastructure Index



Defining the universe of sustainable Arctic investing

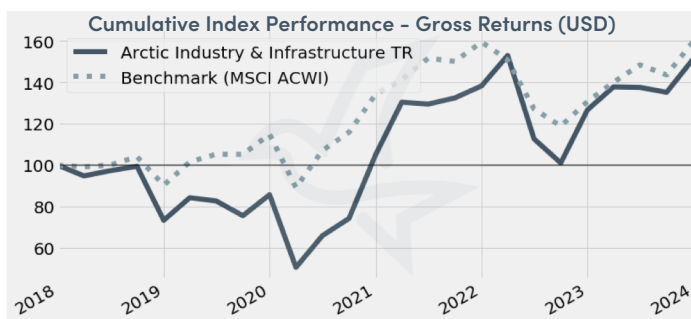
Dec 31, 2023

Index Description

The Arctic Industry & Infrastructure Index is an equal-weighted index that captures globally-listed companies with economic exposure to the Arctic region through participation in infrastructure development. Areas of Arctic industry & infrastructure include construction, cold-weather engineering & consulting, housing, and other heavy industries. The index is designed to provide exposure to the growth potential of these industries in the Arctic while promoting the responsible use and conservation of the region's natural resources.

Key Features

- Captures regional & thematic equity exposure
- Companies with commitment to sustainability and align with UN SDGs
- Rules-based eligibility & selection criteria
- Expert advisory committee oversight



Launch Date	2018-01-01	Benchmark	MSCI ACWI
Type	Global Equity	Base Value	100
Currency	USD	No. Constituents	21
Rebalance	Quarterly	Market Cap <i>billion</i>	\$126.5

Performance & Fundamentals

	3 Mo	6 Mo	1 Yr	3 Yr	ITD
Total Return	11.57%	9.92%	19.48%	44.50	51.36%
Benchmark Return	11.26%	7.59%	22.22%	19.10%	59.78%

Correlation <i>ITD</i>	0.82	Ann Volatility	26.79	Dividend Yield	4.62
Beta	1.33	Semi variance	20.80	P/E	47.93
Sharpe Ratio	0.34	Tracking Error	16.37	P/CF	6.92
Information Ratio	0.07	Skewness	-0.73	P/B	1.33

Country & Sector Weighting

Country	Count	Weight
United States	4	21.67%
Sweden	4	20.50%
Canada	4	16.74%
Norway	3	12.70%
Other	6	28.39%



Sector	Count	Weight
Materials	9	45.60%
Industrials	8	37.46%
Energy	2	8.48%
Communication Services	2	8.47%





Size & Currency Weighting

Size	Count	Weight
Small Cap	8	37.40%
Mid Cap	3	13.50%
Large Cap	10	49.10%



Currency	Count	Weight
US Dollar	5	24.78%
Euro	5	23.95%
Swedish Krona	4	20.50%
Canadian Dollar	3	13.63%
Other	4	17.14%



Top Constituents

Constituent	Bloomberg Ticker	Country of Domicile	Currency	Weight
CENTURY ALUMINUM COMPANY	CENX US	United States	USD	7.20%
SSAB AB	SSABB SS	Sweden	SEK	5.90%
TELIA CO AB	TELIA SS	Sweden	SEK	5.36%
FUGRO NV	FUR NA	The Netherlands	EUR	5.31%
STANTEC INC	STN CN	Canada	CAD	5.29%

Investment Theme

The Arctic is poised for an explosion in infrastructure development, from ports and airstrips to roads and housing, with construction, engineering, and industrial firms that boast some of the highest sustainability standards in the world. Estimates for infrastructure investments required in the region over the coming decades top \$1 trillion, all in a strict regulatory environment that ensures strong environmental, social, and governance practices.

Geographic Scope

The Arctic Industry & Infrastructure Index adheres to the geographic definition of the Arctic articulated by the Arctic Council's Arctic Human Development Report (AHDR). The AHDR definition includes Alaska, Canadian territories north of 60°N together with northern Quebec and Labrador, Greenland, the Faroe Islands, Iceland, and the northernmost counties of Norway, Sweden and Finland.

Following the 2022 invasion of Ukraine by Russia all Russian companies and companies doing business in the Russian Arctic were removed from the Arctic Industry & Infrastructure Index.



Sustainability Context

While the Arctic remains among the most carefully protected regions on Earth in terms of the extent and integrity of its conservation areas, urbanized areas are rapidly modernizing their infrastructure in everything from manufacturing to housing, including ports, roads, and cargo hubs. The growth in this infrastructure brings investment, security, and stability to the region, and is poised for explosive growth. The Arctic Industry & Infrastructure Index contributes primarily to SDGs 8, 9, and 11

