

**PRI ADHERENCE OF THE INVESTMENT MANAGER AND DELEGATED
INVESTMENT MANAGER OF:**

**LAFAYETTE DALTON ASIA PACIFIC UCITS FUND,
LONGCHAMP DALTON JAPAN LONG ONLY UCITS FUND AND
LONGCHAMP DALTON INDIA UCITS FUND**

Paris, Thursday 05 March 2020

Dalton Investments LLC (“Dalton”) acts as investment manager and delegated investment manager to the above mentioned UCITS funds. This note is to let report that, following Dalton’s adherence and acceptance to the UN-supported Principles for Responsible Investment (the “PRI”) as of 21 December 2019, investment processes of UCITS funds offering access to Dalton’s strategies¹ will be embracing a robust environmental, social and governance (ESG) practice, therefore addressing the ESG opportunity space in Europe.

David Armstrong, Chief Executive Officer at Longchamp commented, “Looking back to the European investor community’s fast adoption of ESG practices and trend, we are convinced Dalton’s ability to blend their research capabilities targeting undiscovered entrepreneurs trading at discounts with their internally developed ESG practice allowing the rating of a broad range of ESG factors will further set our joint value proposition apart.”

Becoming a member of the PRI reflects Dalton’s ongoing commitment to responsible investment and its belief that investing in companies with superior ESG characteristics is consistent with its investment philosophy. Dalton’s CEO Belita Ong said, “We believe that actively engaging with company management in improving ESG standards will benefit our clients in the long run.”

PRI CEO Fiona Reynolds said, “In joining the PRI, Dalton Investments is clearly recognizing the importance of ESG factors to its pension, endowment, foundation, financial institution and family office clients. We are very pleased to welcome Dalton Investments as a signatory, and look forward to working with them in the future.”

In connection with joining the PRI community, Dalton has amended its Sustainable Investment Philosophy, which had been published on 18 March 2018, to specifically incorporate the PRI principles. Dalton’s Sustainable Investment Philosophy can be viewed here.

In addition, Dalton will formally adopt a set of ESG principles within its UCITS product range, serving the European investment community. Going forward, Dalton’s investment process for UCITS products will include exclusionary screens based on the World Bank Group’s International Finance Corporation (“IFC”) Exclusion

¹ Dalton acts as Investment Manager and Delegated Investment Manager to a series of UCITS funds, with Longchamp acting as Distributor and Investment Manager to those same funds, respectively being LAFAYETTE Dalton Asia Pacific UCITS Fund, Longchamp Dalton Japan Long Only UCITS Fund and Longchamp Dalton India UCITS Fund.

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List². Businesses screened out will include those that engage in the production of weapons, liquor, tobacco products, non-medical radioactive products, production of asbestos, or any product or activity deemed illegal under host country laws or international conventions; and exposure will be limited in companies that produce thermal coal or that derive oil from oil sands extraction.

Craig Mercer, Chief Research Officer and resident ESG specialist at Dalton's Australia subsidiary also added, "We are very excited about becoming an active member of the PRI. For many years, Dalton has been a strong advocate of corporate governance reform; becoming a signatory of the PRI is a further endorsement of our long-term commitment to capital preservation and sustainable long-term growth."

As a reminder, the PRI are a set of six voluntary investment principles for institutional investors based on the idea that ESG issues, such as climate change, human rights and corporate governance, can affect the performance of investment portfolios and should therefore be considered alongside traditional financial factors. Signatories have an obligation to report annually on the extent to which they implement the PRI. The PRI is the world's leading proponent of responsible investment. It works to understand the investment implications of ESG factors and to support its international network of investor signatories in incorporating these factors into their investment and ownership decisions. The PRI acts in the long-term interests of its signatories, of the financial markets and economies in which they operate and ultimately of the environment and society as a whole. Launched in New York in 2006, the PRI has grown to over 2,800 signatories, managing over \$90 trillion AUM.

For more information about Dalton's UCITS funds range, please visit our website or contact ir@longchamp-am.com.

² The ESG screens for UCITS funds will be similar to the IFC Exclusion List, but not identical.