



Environmental, Social and Governance Investment Program

The ESG Investment Program applies Environmental, Social and Governance (ESG) integration, active company engagement and shareholder advocacy to ClearBridge Advisors' pure-style investment strategies with the same management teams:¹

- All Cap Value
- Appreciation
- International ADR
- Large Cap Core
- Large Cap Growth
- Large Cap Value

Our Investment Process in Detail



Five Main Elements of the Program

- I. Portfolio construction and ESG integration
- II. Company and thought-leader engagement
- III. Advocacy via proxy voting
- IV. Client interaction
- V. Public education

Portfolio Managers Employ a Common, Disciplined Investment Approach

- Our proprietary ESG evaluation process is integrated into the stock selection for each style as part of a bottom-up approach to investing that seeks "best-in-class" names within each industry.
- The process is fortified by the expertise of sector and portfolio analysts on the ClearBridge Fundamental Research platform who integrate ESG considerations into their analysis, while working with experienced portfolio management teams.
- All ESG portfolio holdings must meet the underlying strategy's investment criteria prior to the incorporation of ESG evaluation, which will then generate "buy" recommendations within industries.
- Active proxy voting and corporate engagement are key components of the ClearBridge ESG process.

Proprietary Fundamental Research

- In-house fundamental research team who integrate ESG factors at company and sector level
- Inclusion of ESG criteria into stock-selection process
- Direct dialogue with company management and review of publicly available information
- Background interviews with advocacy, government, and industry experts for input on indicators and best practice standards within a given industry and feedback on specific companies
- Proprietary industry reports and surveys

Key Strengths:

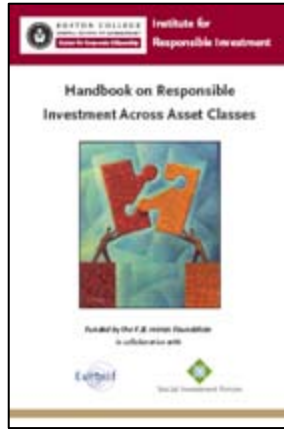
- Leverages the strength and tenure of the ClearBridge investment strategies
- Our 24 portfolio managers have proven track records in equity investing, with an average of 23 years of investment industry experience
- Over 20 years of history managing ESG Investment portfolios
- Proprietary team of ESG analysts on the Fundamental Research platform
- Customization available based on client-specific guidelines/investment policy statement
- Active proxy voting according to ESG proxy guidelines
- Access to ClearBridge ESG management teams

¹ There is no guarantee that the Portfolio's objective will be met.



ClearBridge Advisors is a Signatory to the Principles for Responsible Investing (PRI), a voluntary framework for institutional investors who commit to integrating environmental, social, and governance (ESG) factors into their investment analysis and decision-making practices.

Foundation-Focused Publications

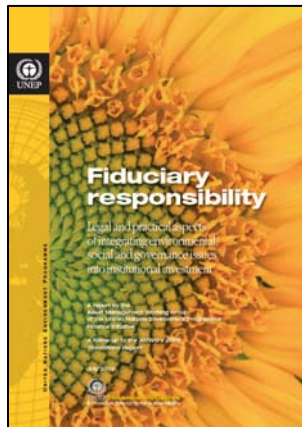


Handbook (2007)

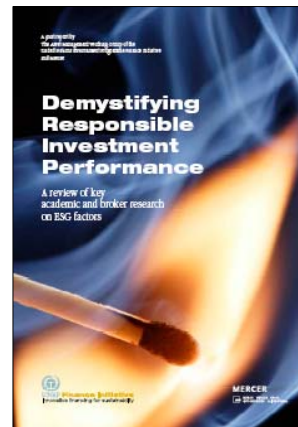
Publications produced with UNEP FI Asset Mgmt Working Group



The Social Investment Forum (SIF) is the U.S. national nonprofit membership association for professionals, firms and organizations dedicated to advancing the practice and growth of socially responsible investing (SRI).



Fiduciary Duty & Responsible Investment (2009)



Responsible Investment Performance (2007)

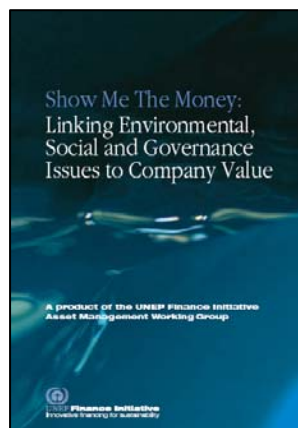


Pension Funds (2007)

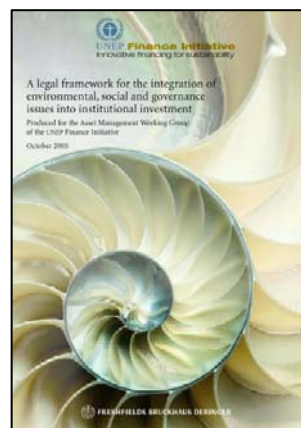
Download these Publications

For more information on our investment offerings, please contact Sean Oakes or Andrew Goldsmith at 1.800.691.6960 or Institutional@ClearBridgeAdvisors.com

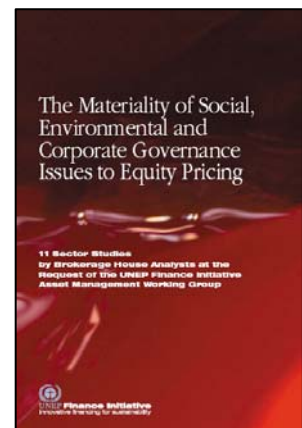
Publications produced with UNEP FI Asset Mgmt Working Group



Materiality Research II (2006)



Freshfields Study (2005)



Materiality Research I (2004)

The information in these publications is based on sources believed to be reliable, but no representation is made by ClearBridge Advisors as to their completeness or accuracy.