

MiFID II / IDD Solutions

Part of MSCI’s EU Sustainable Finance solutions module, the MiFID II / IDD solutions are designed to support financial market participants in fulfilling their Markets in Financial Instruments Directive (MiFID II) or Insurance Distribution Directive (IDD) reporting requirements, as well as their needs to report using the European ESG Template (EET).

MSCI’s MiFID II/ IDD Solutions for Product Manufacturers (e.g. Asset Managers)

MiFID II/ IDD solutions support product manufacturers with various aspects of their regulatory and non-regulatory reporting requirements related to MiFID II and IDD, including:

- **Report using the European ESG Template (EET):** intent to aggregate and fill the required fields in EET including SFDR precontractual and periodic requirements
- **Support product creation and enhancement:** Aim to integrate SFDR/MiFID II/IDD requirements into product design to attract sustainable investment flows

Proposed EU Sustainable Investments (SI) Definition*

Allowing product manufacturers to:

- Use one potential approach for defining “Sustainable Investment”
- Report on the sustainability characteristics of their products
- Build their in-house definition
- Build or enhance product
- Benchmarking against market standards

EET Data Mapping

Reach potential distributors of their products with relevant ESG information in a scalable way

EET Reporting Service

- Aggregated MSCI ESG fund-level metrics as part of our basic solution.
 - Export dataset
- In addition to basic capabilities, our full solution leverages fund entity descriptive data along with pre-defined client provided aggregation rules and thresholds
 - EET in Machine-readable format (Excel)
- Aggregated index-level metrics for MSCI ESG indexes as part of Sustainable Finance Index Level offering

Available resources

▪ **EU Sustainable Investments (SI) metrics for most constituents in the MSCI ACWI IMI**

▪ **EU Sustainable Investments (SI) metrics for over 500 MSCI ESG and Climate indexes**

▪ **A screening guide, which provides background information about MiFID II requirements on investors’ sustainability preferences** and presents one potential approach to defining “Sustainable Investments” under the EU’s SFDR

▪ **MSCI EET Mapping:** summarizing the different datapoints from MSCI ESG Research that can be used to fill in EET

MSCI's MiFID II/ IDD Solutions for Product Distributors (e.g. Wealth Managers)

MiFID II / IDD solutions support product distributors with various aspects of their regulatory and non-regulatory reporting requirements, including:

- **Meet MiFID II Requirements:** Seamlessly integrate EET disclosures and MSCI ESG Fund Ratings data to align fund selection with client sustainability preferences
- **Superior Selection:** Compare as disclosed EET data from managers vs. look-through-based assessment from MSCI, including % sustainability of the fund, side by side
- **Efficiency:** Avoid implementation challenges by choosing one single trusted vendor
- **Coverage:** Benefit from the combination of two market leading providers in their fields with strong fund coverage universes

Proposed EU Sustainable Investments (SI) Definition*

Allowing product distributors to:

- Define Target Markets
- Assess products' sustainability characteristics
- Assess third party funds based on their own sustainability framework

EET Disclosures with FE Fund Info

In collaboration with FE Fund Info, you'll be able to access disclosed EETs from manufacturers via our Data Feeds delivery method.

MSCI ESG Fund Ratings

Use our extensive Fund offerings from the MSCI ESG Fund Ratings product to make more informed investment decisions.

Available resources

■ **EU Sustainable Investments (SI) metrics for most constituents in the MSCI ACWI IMI**

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■ **A screening guide, which provides background information about MiFID II requirements on investors' sustainability preferences and presents one potential approach to defining "Sustainable Investments" under the EU's SFDR**

■ **MSCI, in collaboration with FE Fund Info, will deliver EET disclosures from all funds in the FE Fund Universe of approximately 220,000 share classes and 80,000 unique funds**

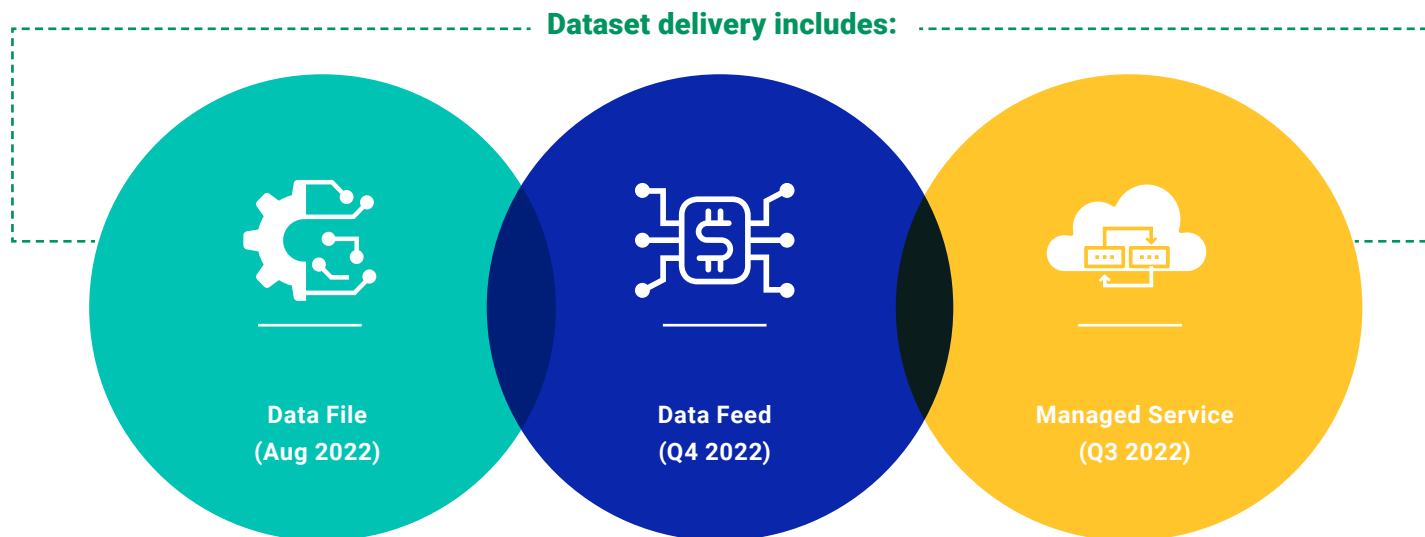
■ **MSCI ESG Research's Fund Ratings** as well as a broad range of fund-level ESG and climate data to provide a holistic perspective on the ESG and climate characteristics of funds

*MSCI is committed to drive transparency and equip you with the information you need in an evolving regulatory environment. The guide, initial sample of metrics and other resources reflects the views of clients we consulted over the past few months on measuring sustainable investments and using such measures in a sustainable investment strategy. We anticipate that approaches to defining sustainable investments may evolve over time based on the availability of data, guidance from regulators and views of market participants.

We value your feedback and questions. For further details about how to access any of the available resources, please contact us. esgclientservice@msci.com

MSCI MiFID II and EET Solution for Distributors Product Details

One time delivery of all available EET disclosures will be available in August 2022. Automated delivery of feeds will be available in Q4 2022.



Contact us

If you want to learn more about Sustainable Finance or discuss potential solutions, please contact us. esgclientservice@msci.com

As of June 30, 2022; This information is provided "as is" and does not constitute legal or investment advice or any binding interpretation, and presents one potential approach to defining "sustainable investment" under the EU's SFDR. Any approach to comply with legal, regulatory or policy initiatives should be discussed with your own legal counsel and/or the relevant competent authority, as needed

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