A message from
CEO Pascal Voisin

At a time when issues of sustainable development are attracting considerable attention and prompting collective action, we are very proud to bring you the following compilation presenting our second annual Corporate Social Responsibility Report.

Following May's "Climate Week," held in Paris, economic and financial leaders have committed to undertaking concrete action to fight climate change and contribute to meeting the objective of limiting the century's global temperature rise to 2ºC.

Climate Finance Day was also an opportunity to highlight the central role investors have to play in enabling the shift toward a low-carbon economy, a role brought to the fore a year earlier by France's adoption, on May 26th 2014, of a law on green growth and the energy transition, which established new ESG reporting obligations for investors, particularly as concerns carbon accounting.

This active focus on environmental and social issues should continue apace, and indeed amplify, as the Paris Climate Conference (COP21) scheduled for December approaches, as does the much anticipated unveiling of revised Millennium Development Goals.

Natixis Asset Management has been addressing these very issues for over 30 years. Very early, we chose to design funds to achieve positive impact, first on the social level via our "fonds solidaires," and then later more globally in terms of environmental, social and governance benefits through a diverse range of SRI products.

The creation, in 2014, of our subsidiary dedicated to Responsible Investment, Mirova, is a testament to our abiding commitment in supporting the contributions of finance to sustainable development.

We are now in the process of broadening this approach, with the ambition of making it central to our core business through a policy of responsible asset management.

We are pleased to announce that our efforts to date in this area have been rewarded with the highest ratings in results from the last reporting and evaluation cycle conducted by the UN-PRI (2013-2014).

I am also extremely proud of the place occupied by corporate social responsibility in the day-to-day operation of our firm. The company's CSR policy calls for contributions on the part of executives and employees alike. These common efforts are what have made possible the realization of measurable steps forward, like the action plan "BeeNAM," which takes on the task of improving workplace quality of life, or the success of our participation plan "Engagés."

No less than 75 volunteers participate in the latter, devoting time each day to keep the initiative vibrant, provide new ideas and bring CSR actions to fruition. Their achievements are described here, in the second edition of this annual publication, which we are pleased and honored to share with you.
Natixis Asset Management

With 313.3 billion euros under management and 648 employees, Natixis Asset Management is one of the top asset managers in Europe.

Natixis Asset Management offers its clientele of institutional investors, businesses, private banks, commercial and retail banking networks custom solutions that combine innovation and performance across six areas of expertise: fixed-income, European equities, investment and client solutions, structured products and volatility hedges (via Seeyond), global emerging equities, and Responsible Investment (via Mirova).1

Natixis Asset Management’s offerings are primarily commercialized through the international distribution platform of Natixis Global Asset Management, which provides access to over twenty asset management companies located in the United States, Asia and European Union.

More at: www.nam.natixis.com

1 Seeyond is a brand belonging to Natixis Asset Management. 2 Mirova is a wholly owned subsidiary of Natixis Asset Management.
Why did you decide to implement a Corporate Social Responsibility policy at Natixis AM?

Today we are facing new social and environmental issues that are impossible to ignore. Each and every economic actor needs to participate in addressing these challenges by exerting pressure on the levers accessible in their particular ecosystem. The many regulatory developments we have seen recently are one reminder of this, another being the expectations of our various stakeholders.

Does that mean you are broadening your CSR activities because it’s become fashionable to be responsible these days?

As an asset management company, we certainly have the ability to act in areas that we see fit, be it in the financial ecosystem, and especially vis-à-vis the issuers whose securities we hold in our portfolios. It would be absurd for us to evaluate companies on the basis of extra-financial considerations, which we do as part of our Responsible Asset Management policy, if we paid no mind to our own social environmental or governance behavior. And beyond the issue of self-respect, we believe a company cannot maintain performance levels if it fails to take into account growing social aspirations, especially in a world whose environmental capital is limited. Granted, different issues are more or less relevant depending on a firm’s type of activity, but it is important to recognize them and focus on key areas. For us, managing our human capital, for instance, is of the utmost importance. If we don’t succeed in attracting and retaining talented individuals by enhancing the expertise of our employees and offering them a rewarding work environment, then we cannot hope to achieve excellence in our core business of managing funds. I don’t believe there is a trade-off to be made between performance and responsibility. In fact, I would even say that the former follows from the latter: we have a responsibility to performance, and to consistently achieve this over a sustained period calls for responsible practices.

So, would you say you feel that the concepts of performance and responsibility are related? Absolutely! The market turmoil we have experienced in the past few years has exposed the limits of financial performance alone. To quote Albert Einstein, “Not everything that counts can be counted, and not everything that can be counted counts.” By creating meaning, a socially responsible approach helps us direct our actions toward excellence in every aspect of professional life. It is by combining expertise with wisdom that truly solid and enduring performance becomes attainable. We are convinced that the key lies in accepting and meeting this twofold standard at the highest level.

You mentioned stakeholders at the beginning of this discussion. Are your clients really interested in the concept of societal responsibility?

We are definitely seeing our clients become increasingly concerned, although their questions are more often about our responsible asset management approach than our own internal practices. It’s quite logical, if you look at the rapid pace at which norms on the topic are generated. The United Nations’ Principles for Responsible Investment now have over 1300 signatories, among whom 300 are institutional investors who, as a result, encourage their asset managers to better incorporate extra-financial issues in their investment decisions. It’s great that clients are feeling implicated—it is when we all start looking toward the same horizon that responsible asset management can become pervasive and make a sustainable economic and financial system a reality. Combining our efforts is crucial if we hope to return finance to its original role of financing the economy.

Would it be accurate to say that your CSR policy aims to have the company adapt to shifts in the market?

Because we manage assets on behalf of third parties, we do, of course, adapt our offerings to the needs of our clients. But independent of market trends, CSR is an integral part of our corporate culture. We made responsibility a linchpin of our identity long before the recent wave of enthusiasm for topics related to sustainable development. We are part of Groupe BPCE, a cooperative banking endeavor historically associated with social and environmental objectives, and our first social solidarity fund was created close to thirty years ago. Today, we propose one of the most complete palettes of SRI offerings on the market. A few years ago, convinced of the importance of channeling savings towards industries that generate solutions to ESG issues, we created Mirova, a subsidiary entirely dedicated to responsible investment. I believe the rich legacy we enjoy in terms of identity and our head start in terms of positioning clearly indicate a depth of commitment that well exceeds mere adaptation to market conditions. We have actively participated in building the market for responsible investments, and we are proud of this contribution. Today, we are continuing our efforts by applying these responsible principles to all our investment processes via a Responsible Asset Management policy, and by incorporating them throughout our own practices according to a transverse CSR strategy.

CSR Strategy… Responsible Asset Management policy… You’ve mentioned several distinct initiatives. How do these all fit together in practice?

In its broad lines, our CSR strategy encompasses both control of our direct impact, thanks to improvements to our practices, and reductions to our indirect impact via a Responsible Asset Management policy. The latter is simply the business-practices component of our overall CSR strategy. In practical terms, the CSR strategy is overviewed and implemented by an ad hoc committee convened monthly, on which I serve as president. Our approach is very pragmatic, and seeks to move forward as efficiently as possible. We start by analyzing the company and all its activities in terms of CSR. For each area (responsible management, human resources, governance...), we prepare an overview which is then evaluated in terms of existing recommendations issued by professional bodies and prevailing best practices in the industry. The CSR Committee puts together an action plan based on these inputs, which is then implemented by each of the business processes involved.

These decisions are made by the CSR Committee but implemented by employees?

Yes, but there is rather more to it than that. One of the things that makes our CSR policy special is its participatory character. Employee volunteers are organized into “Engagés” working groups that actively contribute to the deliberations of the CSR Committee on specific topics. These include fair treatment of diverse employees, environmental issues, gender equality, philanthropy and a supportive work environment. Currently, over 10% of employees dedicate their time to improving our CSR strategy as part of the “Engagés” initiative. We are very proud of these collective contributions, and make a point of ensuring that our CSR strategy is carried out and promoted by everyone. And, so far, we appear to be on the right track! A survey conducted last year found that 82% of our teams are interested in the topic, and 98% consider that a company ought to take its societal responsibilities seriously.

What are your CSR projects for 2015?

We are on the cusp of fully integrating CSR across the full spectrum of our internal processes. Our initiative is actively supported by the leadership of our various areas of activity through the CSR Committee, and by employees via the participatory framework “Engagés”. One of our objectives is to reach an ever broader audience with our CSR strategy, so that all our employees are involved in defining, implementing and sharing our actions for progress. Our second goal for 2015 is to continue expanding our participation in professional bodies to promote the adoption of CSR within the asset management industry.

If you had to boil down your CSR ambitions to just a few words, what would you say?

Our ambition is very clear: we seek to position CSR at the heart of our business activities, as an asset management company, an employer and a participant in civil society. To this end, we are incorporating CSR in every one of our business processes and encouraging all members of Natixis AM to contribute to this area of tremendous strategic importance.
Our CSR approach...

at Natixis AM and its subsidiaries

The CSR policy can be divided into two main areas:

- **Responsible Asset Management**, whose aim is to integrate sustainable development issues in Natixis AM’s core business;
- **Responsible Business**, which consists of taking these same issues into account within internal processes and practices.

### OUR COMMITMENT

To develop and promote responsible asset management

- **ESG Analysis**
- **ESG Integration & Exclusion**
- **Voting & Engagement**
- **Participation & Co-construction**

### OUR RESPONSIBILITY

Employee participation

Employee volunteers committed to improving the company in 5 key areas

- **Diversity**
- **Disability**
- **Environment**
- **Philanthropy**

Setting a good example in our practices

- **Human Resources**
- **Governance**
- **Client Relations**
- **Supplier Relations**
- **Philanthropy**
- **Environment**

In shaping the policy, the CSR Committee relies especially on:

- The “Engagés” initiative, consisting of 75 employees arranged into 5 distinct work groups focused on key themes: disability, gender equality, the environment, philanthropy, and workplace well-being, report to a bimonthly steering committee.² This participatory mechanism allows employees to voice their contributions to the civil proceedings of Natixis AM and its subsidiaries and is an integral feature of the company designed to promote CSR at the heart of corporate strategy and culture.

- **ESG Integration Committees** specialized in each area of expertise that contribute to enriching and implementing the Responsible Investment Policy.³

³ For more about ESG Integration Committees, please refer to chapter 1: “Our Commitment: Developing and implementing responsible management,” pages 8-21.

³ For more about Mirova, see pages 20-21.
Our Commitment
Developing and implementing responsible asset management

Core areas of the Natixis Asset Management Responsible Investment policy

- Knowledge Analysis & Assessment of ESG Criteria
- Responsible Asset Management
- ESG Integration
- ESG Exclusion Policy
- Voting
- Engagement
- On-going Progress
- Participation and Promotion

Source: Natixis Asset Management, data as at 31 December 2014.

1 Teams under the aegis of Mirova, a wholly owned Natixis AM subsidiary dedicated to Responsible Investing (RI) which advises its parent company on ESG/RI as part of Natixis AM’s Responsible Asset Management Policy.
2 Responsible Investment.
3 162 ongoing engagements, 25 collaborative actions.

ESG ratings coverage that includes 98% of the MSCI WORLD Index & 94% of the BARCLAYS EURO CORPORATE

ESG ratings made available to asset managers via Front Office tools for a broad array of more than 3,000 issuers

An in-house team1 of 11 RI2 analysts

1 ESG Integration Committee for each area of expertise

1 ESG exclusion policy, applied universally to all directly managed portfolios

Voting rights exercised for 99.5% of the eligible universe

Engagement actions carried out vis-a-vis 187 issuers3 in 2014

Active participation in 11 Professional bodies for RI

Source: Natixis Asset Management, data as at 31 December 2014.

1 Teams under the aegis of Mirova, a wholly owned Natixis AM subsidiary dedicated to Responsible Investing (RI) which advises its parent company on ESG/RI as part of Natixis AM’s Responsible Asset Management Policy.
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Our Commitment

Developing and implementing responsible asset management...

The First Charter for Responsible Asset Management at Natixis AM

While Natixis AM has been involved in issues of sustainable development and Socially Responsible Investing (SRI) for close to 30 years, the company decided a few years ago to take the next step by designing a framework for responsible asset management for application to the entirety of its investment processes. The goal of this initiative is to encourage greater attention to extra-financial criteria in the process of making investment decisions across the board, in keeping with the recommendations of widely recognized international standards such as the United Nations’ Principles for Responsible Investment, of which Natixis AM has been a signatory since 2008.

Following a period of in-depth analysis and development carried out over several years, this framework for responsible asset management rests on four core areas, each comprising and expressed through a large number of focused actions. These core commitments are to:

1. Understand the challenges of sustainable development, analyze their impact on each industry and sector and assess a broad universe of issuers.

2. Practice Responsible Asset Management, taking extra-financial criteria into account in investment decisions by incorporating ESG criteria and applying ESG screening.

3. Encourage issuers to improve their practices by speaking up at general meetings and initiating constructive dialogue with companies.

4. Participate in designing RI/ESG standards alongside our peers and promote responsible asset management.

... through ESG analysis

Understanding Sustainable Development Challenges, Analyzing Their Impact on Different Industries and Assessing a Broad Range of Issuers

The foundation of our approach lies in the thorough investigation of major challenges facing the 21st century that threaten the future sustainability of our economic and financial system. Sustainable Development issues are both diverse and complex, and as such can directly affect the business activities of issuers, either negatively, as new risks arise, or positively, as new opportunities emerge. In order to best serve our management teams, and thus our clients, we are committed to analyzing these concerns and determining whether issuers take them sufficiently into account. To this end, we rely on the cutting-edge extra-financial research methodology developed by Mirova, our subsidiary dedicated to Responsible Investment (RI). This is a proprietary ESG methodology, designed and applied by a team of 11 expert RI analysts from a broad spectrum of relevant backgrounds.

The extra-financial research powerhouse built into Mirova continuously strives to improve responsible investment through its 3 primary activities:

- Inform all investment teams at Natixis AM and Mirova regarding issues of sustainable development and their impact on investments, and providing detailed empirical analysis of sustainability themes, sector-specific ESG issues, and reports on how issuers address these in their business processes and policies.
- Assess a broad and global universe of issuers according to ESG criteria, making sure to address both risks and opportunities.
- Vote on resolutions and conduct engagement with companies that are strongly represented in our equity portfolios.

The team gathers input from a wide variety of sources in the course of assessing and rating a large number of issuers from an ESG perspective. RI analysts directly contact corporate management to complement published data, and employ information furnished by extra-financial ratings agencies or secured from brokerage firms engaged for the quality of their ESG research. Further inputs come from reports by major NGOs and academic research, including a special research partnership with the University of Cambridge Institute for Sustainable Leadership (CISL).
Our Commitment

Developing and implementing responsible asset management by integrating ESG criteria and applying ESG screening

MANAGING ASSETS RESPONSIBLY BY TAKING EXTRA-FINANCIAL CRITERIA INTO ACCOUNT

Leaving aside for a moment the broader issue of sustainable development, certain ESG concerns can directly affect the economic performance of issuers in the form of either new risks or new opportunities. Consequently, extra-financial criteria can have an impact on portfolios holding securities exposed to these externalities, and are therefore pertinent, even in strictly conventional management processes. Thus, whether from the standpoint of fiduciary duty or that of social responsibility, Natixis AM encourages all members of its management teams to take ESG factors into account in their investment processes, primarily by integrating ESG criteria and applying ESG filters to exclude issuers whose practices fail to respect the fundamental principles of responsibility.

ESG integration is being progressively extended to all investment processes

To foster the incorporation of ESG factors across the whole range of investment processes, Natixis AM has adopted a disciplined approach to ensure coverage, analysis and access to information. A broad universe of over 3,000 issuers is submitted to extra-financial assessment,1 and ESG ratings are accessible within Front Office tools and via an internal information platform available to all investment teams. In this way, ESG data are part of each and every phase of asset management. In addition to these traditional mechanisms for ESG integration, Natixis AM has launched an innovative approach, developed in 2013, which is designed to take into account the specificities of different asset classes. A CSR Committee has thus been established for each area of expertise within asset management. The mission of these bi-quarterly committees, which bring together the heads of the main investment processes and a representative from Mirova, is to suggest research priorities and create mechanisms for integrating ESG criteria pertinent to the investment process for each asset class.

These committees made significant headway in several key areas of the investment process during 2014:

- A new combined credit and ESG analysis: systematic integration of extra-financial criteria liable to significantly affect the credit profile of an issuer.2
- ESG criteria that are fully integrated throughout several of our equity investment processes: asset managers from the Core Equities division regularly discuss Governance criteria relevant to Large Cap stocks (fit between companies’ executive compensation and strategic plans, sustainability of dividends, etc.) with Mirova’s RI analysts. Similar integration mechanisms, primarily concerning corporate governance aspects, have been established for other equity investment processes (Value, Small Cap, Global Emerging etc.).

A training program to help members of investment teams develop the necessary expertise in extra-financial analysis has also been implemented. As of December 31, 2014, 80 of our analysts and asset managers had received training.

ESG INTEGRATION PRINCIPLES TAILORED TO THE SPECIFICITIES OF DIFFERENT INVESTMENT PROCESSES

A BROAD SPECTRUM OF ESG DATA SOURCES

Can you explain how ESG criteria are integrated within the credit analysis process?

When the Credit team analyzes a private issuer, members now systematically consult the extra-financial ratings produced by our RI subsidiary, Mirova. Where an extra-financial issue has the potential to significantly affect an issuer’s profile—whether positively or negatively—it is taken into account in the credit rating assigned to the issuer.

What exactly constitutes a significant impact?

Some of the criteria we describe as extra-financial can actually have very real repercussions for the financial profile of a security. For instance, if an industrial issuer fails to effectively control for environmental externalities, the company runs a serious risk of being fined or otherwise sanctioned, to say nothing of possible accidents with severe consequences (such as oil spills), that can significantly modify its risk profile and even solvency. Conversely, a player with strong R&D and positioned on innovative environmental technologies may enjoy real opportunities allowing it to take advantage of various current incentives, especially as relates to the energy transition. For my part, I am convinced we should not ignore this type of extra-financial criterion.

Is it appropriate to call this a systematic integration of ESG criteria within the Credit department?

A review of all available information on ESG matters is systematic for the analysis of private issuers. Our credit research notes actually have a section reserved for the extra-financial assessment. However, the choice of whether extra-financial criteria are reflected in ratings is made by each credit analyst on a case by case basis, according to the degree of impact ESG issues are expected to have on the credit profile of a particular issuer. As I explained before, any time the impact is deemed significant, we systematically take it into account.

What investment universe does this process apply to at the moment?

Integration of ESG criteria is systematic for all new coverage of issuers and updates to credit analyses. We set ourselves the goal of achieving full coverage of all private issuers held in Natixis AM portfolios using the new combined extra-financial and credit analysis framework by the end of 2015.

Isn’t it restrictive for you to adhere to such exacting requirements?

We don’t particularly see ESG integration as a constraint. We respond to specific demands on the part of our clients, and there are, of course, normative requirements we all have to conform to. But above and beyond these basics, taking into account extra-financial criteria completes and enriches our credit analysis of private issuers. We have everything to gain by including these precious sources of additional information. Because of this conviction, we are driven, not by a desire to comply with regulations or norms, but by the persuasive concerns of efficiency.

1 Conducted by the research team at Mirova, the Natixis AM subsidiary dedicated to RI.

2 To learn more, please see the interview with Ibrahima Kobar, page 13.
ENCOURAGING ISSUERS TO IMPROVE THEIR PRACTICES BY SPEAKING UP AT GENERAL MEETINGS AND BY INITIATING CONSTRUCTIVE DIALOGUE WITH COMPANIES

Natixis AM’s commitment to responsibility is by no means limited to incorporating extra-financial criteria into investment processes. Shareholder power is also employed as a lever for progress. Convinced that responsible business practices can contribute to the performance of a company in the long term to the benefit of all stakeholders, Natixis AM has developed a framework that integrates ESG analysis, voting and engagement for the purpose of supporting businesses on the path to responsible behavior.

As a responsible asset management company, Natixis AM is committed to using its power to effect positive change and to encourage issuers to improve their environmental, social/societal and governance (ESG) practices.

Two primary levers are available for inducing positive change:

- The exercise of shareholder voting rights at general meetings for all holdings according to an active policy that sets exacting standards extending to social and environmental issues.
- An engagement process that involves sustained dialogue with issuers in order to better understand their practices and support their adoption of higher ESG standards.

As of 2014, Natixis Asset Management also conducts a normative screening that prohibits investments in the equity or bonds of private issuers that fail to respect the most fundamental tenets of responsibility. Such issuers are identified by Mirova’s research team, based on the analysis of data from three main sources of input:

- Serious controversies associated with violations of the United Nations Global Compact which are reported by a specialized ESG service provider;
- Cases investigated by OECD national contact points for non-compliance with the OECD Guidelines for Multinational Enterprises;
- Lists of excluded companies published by major institutional investors that are established in keeping with the principles above.

Once issuers of potential concern are identified, Mirova’s RI analysts check to ensure that reports are reliably confirmed and establish constructive dialogue with the companies in question to encourage corrective action. In such cases as the Chief Investment Officers of Natixis AM judges the corrective measures implemented or the potential for engagement to be inadequate, the issuer is placed on the official exclusion list, which is then confirmed by the Executive Committee.
Exercising voting rights is a central pillar of our responsible management policy. This time-honored practice is, for an asset manager, the most formal and direct manner available for expressing disagreement with the managerial decisions of companies held in portfolios. Natixis AM exercises voting rights according to a policy that is active, upholds the highest standards, and incorporates social and environmental issues, in keeping with the company’s responsible asset management policy and approach to social responsibility. Thanks to continuous monitoring of regulatory changes and comparison with an evolving benchmark of good corporate governance practices, key areas of the voting policy, which is tailored to recognize significant features such as company size and geographic location, are updated annually. The goal is to ensure that the principles on which Natixis AM bases its votes reflect the highest achievable standards in order to foster responsible corporate governance. Natixis AM applies its voting policy comprehensively, to the entire range of securities it is eligible to vote on. In 2014, this constituted a universe of 1,189 securities, all geographic regions combined. The application of stringent voting criteria led Natixis AM to oppose 30% of all resolutions. In parallel, constructive dialogue is undertaken with businesses that represent significant holdings in portfolios. Via these exchanges, company management is apprised of Natixis AM’s position on resolutions prior to the voting process.

In addition to fully exercising voting rights, Natixis AM is committed to being an active and involved shareholder, particularly through the mechanism of constructive dialogue. For core investments, an in-house RI team regularly conducts exchanges with issuers in view to achieving progress, whether to improve ESG analysis, exercise voting rights, or as part of collaborative engagements.

An active policy upholding the highest standards and incorporating social and environmental issues

On-going engagement

These exchanges, which take place in the course of exercising voting rights and conducting ESG research, are anchored in the detailed analysis of a company’s practices, focusing on the key issues in its sector and primary levers for improvement. The goal of this dialogue is to draw issuers’ attention to possible sources of ESG risk that might not be taken into account, and to encourage progress by sharing the benchmark standards for good ESG practice in their respective industries. As part of this process, the avenues for improvement identified by analysts are formally communicated to the issuer, both orally and in writing. Changes are monitored over time in order to assess headway toward specific goals and adjust the ESG rating of issuers accordingly. In 2014, sustained engagement was conducted for 162 issuers.

Focused engagement

The goal of this intensive dialogue process is to achieve concrete progress on the part of issuers within a predetermined time frame. These collaborative actions each concern a specific topic, and target issuers exposed to significant issues or risks. For the most part, Natixis AM conducts focused engagement via the engagement platform maintained by its subsidiary, Mirova, in order to pool the voices of investors who share a vision of responsible asset management for more effective dialogue. So as to achieve meaningful change, the scope of these exchanges is purposefully restricted, both in terms of the companies concerned and the ESG issues addressed. The themes of focused engagement actions are determined by research activities of the in-house RI analyst team and refined in the course of discussions among investors participating in the platform.

Natixis AM conducted two such focused engagement campaigns during 2014, alongside 21 other investors. The first of these concerned labor conditions in the textile industry, while the second addressed risks inherent to oil extraction in the Arctic circle.

Natixis AM also participates in collaborative dialogue processes initiated by professional bodies of which it is a member, such as the actions launched by the CorDial platform of the Forum de l’Investissement Responsable (FIR) or those coordinated by the United Nations Principles for Responsible Investment (UN-PRI). In 2014, Natixis AM took an active role at the head of several UN-PRI steering committees dedicated to diverse topics. These included human rights in the extractive sector, board member nomination processes, anti-corruption measures and hydraulic fracturing (“Fracking”), among other subjects.
Our Commitment

Developing and implementing responsible asset management by co-designing and promoting ESG standards

CO-DESIGNING RI/ESG STANDARDS WITH OUR PEERS AND PROMOTING RESPONSIBLE ASSET MANAGEMENT THROUGH VOCAL ENGAGEMENT AS A MEMBER OF CIVIL SOCIETY

As a leader in the Responsible Investment market, and more broadly speaking, within the asset management industry, Natixis AM has a responsibility to help to establish high standards for responsible asset management. Because there remains a significant amount of work to be done in terms of creating and harmonizing professional standards for responsible investing, Natixis AM places great importance on civil society initiatives, and contributes to the strategic process of structuring Responsible Investment, in particular through active participation in the main professional bodies of relevance for this area. The company’s commitment is manifest in its scrupulous attendance as part of working groups, meaningful contributions to debates, and central role within a number of organizations, including the chairmanship of multiple commissions and committees.

1 Natixis Asset Management is generally represented in such organizations by its subsidiary dedicated to RI, Mirova.

Natixis AM is also a signatory to several engagement statements written by international organizations and/or investor groups whose aim is to draw attention to particular issues and offer policy recommendations for regulators. Natixis AM has supported the “Global Investor Statement on Climate Change,” the “IOSCO Investor Statement Letter,” the “Investor Statement on Green/Climate Bonds” and the “ICCR’s Statement of Principles and Recommended Corporate Practices to Promote Global Health,” as well as the “Extractive Industries Transparency Initiative” published by the EITI1 to promote greater transparency in mining and extraction activities.

Natixis AM’s contribution to professionalizing and developing responsible asset management also involves:

▶ Supporting academic research, notably by sponsoring the FIR-PRI Prize for European Research in Finance and Sustainable Development. Natixis AM also signed a three-year partnership with the University of Cambridge with the ambition of co-producing nine research studies on topics related to sustainable development and responsible investment.
▶ Regular lobbying activities to recommend good ESG practices to national and international regulators. In 2014, this took the form of participation in the EFAMA and EUROSIF working groups that produced position papers on the European Directive on “Shareholder Rights.”

INTERNATIONAL

- President of the SRI Commission
- Active member of the “Business Ethics” working group
- Member of the Board of Directors
- Active participant in all 5 permanent commissions. Since 2014, Natixis AM has been responsible for coordinating a collaborative engagement on the topic of Pay Ratios initiated via the CorDial platform of the Issuers Commission
- Member of the SRI-CSR Commission in charge of proposing mechanisms for promoting CSR and SRI throughout the financial industry
- Active member of the “Business Ethics” working group
- President of the Investment Leaders Group (ILG)
- Member of the organization
- Participant in the effort to define the different SRI strategies in preparation for upcoming studies
- Member of working groups on: “Responsible Investment” and “Corporate Governance”
- Active participant in various collaborative engagement actions and active member of several steering committees
- Signatory since 2008
- Member of the Board of Directors “Green Bond Principles”

1 International Organization of Securities Commissions - 2 Interfaith Center on Corporate Responsibility - 3 Extractive Industries Transparency Initiative
The 2014 survey polled 360 investment professionals from 27 countries between March 24 and May 7, 2014, making it the most comprehensive survey of responsible investment in the world. The results reflect input from 159 buy-side companies and 54 intermediary houses. See www.invesco.com for more information. Any reference to ratings, scores, or rankings obtained by a UCIT is informational only, and are in no respect a guarantee of future performance.

Mirova was named Best at SRI management for 2014 by Thomson Reuters and the UK Sustainable Investment and Finance Association.1

Source: Mirova, as at December 31, 2014

1 The 2014 survey polled 360 investment professionals from 27 countries between March 24 and May 7, 2014, making it the most comprehensive survey of responsible investment in Europe. The results reflect input from 159 buy-side companies and 54 intermediary houses. See www.invesco.com for more information. Any reference to ratings, scores, or rankings obtained by a UCIT is informational only, and are in no respect a guarantee of future performance.

2 Experience garnered as part of Natixis AM until 2013, then as Mirova beginning in 2014.

Mirova supports the ecological and energy transition

- Well-prepared for the COP21 Conference in Paris, Mirova is a committed member of the struggle against climate change:
  - Signatory of the Montreal Carbon Pledge and a member of the Portfolio Decarbonization Coalition and Green Growth Group
  - On track to implement and publish a carbon footprint measure for portfolios by September 2015
  - Evaluating companies’ contribution to the energy transition
  - Innovative methodology developed by Mirova in partnership with Carbone 4

- Financing sustainable energy
  - 3 funds dedicated to financing renewable energy projects: FIDEME, EUROFIDEME 2, EUROFIDEME 3

- Supporting the development of Green Bonds
  - A focus on expertise in Green Bonds
  - 20% of the Fixed-income strategies at Mirova are comprised of Green Bond securities

Mirova supports socially and environmentally responsible growth

- N°1 in France1 and Europe1 for social solidarity asset management
- N°1 in France1 for the management of solidarity employee savings funds
- Management of the Insertion Emplois range, created in 1994, in partnership with the investment firm France Active: close to 360 million euros under management as at end 2014
- A Specialized Professional Investment Fund,6 Natixis Solidaire
- An innovative investment vehicle designed for solidarity employee investment totaling 101 million euros in assets as at end 2014. This mechanism makes it possible to invest in a large number of social solidarity companies across a diversified range of industries, and to achieve tangible social impact

5 key areas of expertise

- Listed Equities
  - Investing in sustainable business models that create long-term value

- Bonds
  - Applying a combination of responsibility and conviction-based management to the bond and money markets by integrating ESG criteria

- Infrastructure
  - Financing infrastructure projects that address sustainable development challenges and generate stable, long-term cash flows

- Impact Investing
  - Investing a portion of assets in unlisted companies and organizations that generate meaningful social or environmental benefits

- Voting and Engagement
  - Accompanying institutional investors and asset managers in the process of exercising their voting rights and undertaking engagement actions in order to create long-term value for all stakeholders

Mirova is a leading player in Green Bonds

- Supporting the development of Green Bonds
- A Specialized Professional Investment Fund,6 Natixis Solidaire
- An innovative investment vehicle designed for solidarity employee investment totaling 101 million euros in assets as at end 2014. This mechanism makes it possible to invest in a large number of social solidarity companies across a diversified range of industries, and to achieve tangible social impact

Mirova in partnership with Carbone 4

- Portfolio Decarbonization Coalition
- Green Growth Group
- Montreal Carbon Pledge

Mirova is a member of the Insertion Emplois range

- Created in 1994
- Management of the Insertion Emplois range, close to 360 million euros under management as at end 2014

More about Mirova

Convinced that sustainable development challenges can harbor a wealth of opportunities, Natixis Asset Management created Mirova, which, on January 1, 2014, became a subsidiary entirely dedicated to Responsible Investment (RI).

Mirova has placed issues and challenges of establishing a sustainable economy at the very core of how it makes investment decisions. The company develops a full range of innovative financial products, all of which integrate ESG criteria within the heart of generating investment ideas.

Mirova brings together 50 multidisciplinary experts, including thematic asset management specialists, engineers, financial and ESG analysis, project finance professionals and experts in social finance, to offer investors solutions for creating long-term value that is simultaneously financial, environmental and social.

A pioneer of SRI in France, Mirova has 4.8 billion euros of assets under management in responsible investments. In 2012, the in-house RI research department at Mirova signed a unique partnership with the University of Cambridge to co-produce studies on topics of importance to sustainable development and investment.

Mirova creates long-term value that is simultaneously financial, environmental and social.
Our Responsibility
Setting a good example in practice

1 major project launched on the theme of Workplace well-being: BeeNAM

75 employee volunteers engaged in the participative endeavor “Engagés” representing 10% of all personnel

4 key themes addressed by dedicated “Engagés” working groups in 2014: gender balance, disabilities, philanthropy, the environment

1 new “Engagés” working group launched at year’s end on workplace well-being

Key Components of the “Responsible Enterprise” approach at Natixis Asset Management

- HUMAN CAPITAL:
  - Attract
  - Accompany and Foster
  - Retain

- GOVERNANCE:
  - Board of Directors
  - Senior Management
  - Space for dialogue and debate
  - Operational Governance

- CLIENT RELATIONS:
  - Client focus
  - Sales practices

- SUPPLIER RELATIONS:
  - Promote
  - Assess
  - Incite

- ENVIRONMENT:
  - Real estate
  - Resources
  - Waste and pollution

- PHILANTHROPY:
  - Sincere
  - Committed
  - Multifaceted

22/
Setting a good example in practice
through the responsible management of our human capital

BEING AN EMPLOYER OF CHOICE, THANKS TO AN INNOVATIVE AND COMMITTED APPROACH

As an asset management company, Natixis AM's business activities rest essentially on the quality of the firm's human capital. From the performance of our funds and the strength of our growth to the robustness of our controls, be these risk management, compliance, or ethics, as well as our capacity to innovate, none of our processes can flourish without the thoughtful and efficient management of our human resources. Beyond the way in which this central issue touches on the core business of Natixis AM, the company is convinced that creating wealth can only be meaningful if it is matched by social progress and workplace well-being. Natixis AM therefore seeks to attract, foster and retain a variety of talents, so that all our employees have opportunities to fully develop their capacities within the organization and to express their potential throughout their professional lives.

Attracting talent and diversity

Excellence, diversity and complementariness are the watchwords of our recruiting policy and our career management process at Natixis AM.

In order to attract the brightest talent and thus ensure the best asset management for our clients, we have diversified our recruitment channels, in particular so as to better identify experts in specialized fields. Professional opportunities at Natixis AM are widely and transparently disseminated. This communications effort extends to information about the company, its business lines and its recruitment process.

Natixis AM is certain, however, that the technical skills of employees are by no means the only factor contributing to the quality of its teams, and that ensuring a variety of profiles is essential. The company believes that diversity not only offers a contribution to social progress by providing equal opportunities, and enriching human relations, but also contributes to the company’s success by providing an enormous pool of complementary skills on which to draw.

In keeping with the commitments of its parent company Natixis, which has been a signatory of the Charte de la Diversité (French Diversity Charter) since 2009, Natixis AM has put in place an action plan with three main objectives:

► A balanced age pyramid, focusing on jobs for youth and seniors,
► Professional equality between men and women,
► Employment opportunities for persons with disabilities.

This concern for diversity is an integral part of Natixis AM's corporate culture, as clearly illustrated by the strong participation rate among employees. Of the five employee working groups that make up the participatory framework, “Engagés” two are devoted to these topics, HandiNAM et FemiNAM. These forums for exchange enrich the considerations of Human Resources leadership and are frequently the source of new initiatives.

Supporting employment of youth and seniors

Addressing age distribution in the workforce is a key component of the strategic management of jobs and skills (gestion prévisionnelle des emplois et des compétences, or GPEC) at Natixis AM, which places considerable stress on ensuring a balanced workforce, by making jobs with the company accessible to recent graduates, while at the same time preserving the employability of senior workers.

An umbrella employment and hiring policy (2015 -2017) addresses the need for an age balance and fixes specific objectives:

► 42% of positions recruiting externally are to be aimed at recent graduates under the age of 30;
► At least 3% of externally advertised positions are limited to experienced professionals over 45 years of age.

Youth employment is also fostered by employing work/study trainees. Every year, Natixis AM welcomes more young workers who are pursuing work/study degrees. In 2014, these positions represented 5.5% of the workforce.

Senior employees qualify for specially selected training programs and career counseling:

► Skills analysis and career advice, mid-career review...
► Special arrangements to facilitate the transition to retirement, as, for instance, part-time working arrangements or placement as a volunteer expert with a non-profit organization as a means of easing the shift out of the workforce for employees over 58 years old.

1 For more information, please see pages 28-29 and 32-33.
2 Employment agreement for Natixis Intégrée.
3 As at December 31, 2014.

Workforce Age Pyramid
Natixis Asset Management - as at December 31, 2014

- Special arrangements to facilitate the transition to retirement, as, for instance, part-time working arrangements or placement as a volunteer expert with a non-profit organization as a means of easing the shift out of the workforce for employees over 58 years old.

1 For more information, please see pages 28-29 and 32-33.
2 Employment agreement for Natixis Intégrée.
3 As at December 31, 2014.
Ensuring gender balance and equality

Gender balance is something we constantly strive for in our approach to recruitment, which employs a process founded on entirely objective criteria such as competence, experience, and guaranteeing complementary skill sets within any given team.

A number of initiatives have been introduced whose aim is to ensure gender balance in every phase of life at the company.1

In particular, Natixis AM has signed an agreement dedicated to ensuring workplace equality between men and women. This agreement includes an annual review compiled by an ad hoc committee that is submitted to the Workers’ Committee, and has made it possible to enact measures to accommodate parenthood, improve the gender balance at all levels of responsibility and help close the pay gap.

Training programs designed for women “Accompagner les carrières au féminin” have been established, along with a budget especially earmarked for reducing compensation inequalities.

Facilitating the sustainable professional integration of employees with disabilities

In 2014, Natixis AM continued its active commitment to facilitating the professional integration of individuals with disabilities.

This ambition was brought to the fore as early as 2011, in the form of a signed framing agreement on the topic.2 Renewed for 2014 and approved by the DIRECCTE3, this agreement formalizes a quantitative objective. By 2016, 3% of positions within the company are to be held by persons with disabilities. To this end, 5 areas for improvement have been identified:

► Developing the recruitment and hiring of persons with disabilities, including work/study hires and internships to promote entry-level inclusion through immersion in the company. To this end, Natixis AM has partnered with specialized associations and organizations, such as Tremplin, Sciences Po Accessible and ADAPT. In 2014, these partnerships took the form of dedicated forums, a mentoring program and corporate presentations for students at Sciences Po. Natixis AM is also deeply committed to the civil society initiative led by the French Association of Asset Managers, HandiFormafinance,4 which promotes hiring of the disabled.

► Improving retention of employees with disabilities: measures to ensure accommodation of special needs have been established. These include much-needed supplementary training and technical support to ensure a welcoming work environment (handicap-accessible conference rooms, overall accessibility review of buildings, workspace ergonomics etc.) and personalized follow-ups for employees with disabilities by an occupational physician or the company’s Disability Advisor.

► Working more closely in partnership with the protected worker sector: the rate of recourse to providers in this category is monitored via a reporting process, and the company conducts awareness training that encourages business teams to select such companies.

► Informing and updating: actions to promote awareness are conducted regularly to promote positive change in the perception of disabled employees by the workforce, erase negative assumptions and contribute to the placement of workers with disabilities under optimal working conditions.

► Establishing mechanisms for accompanying children with special needs: among other measures, employees to whom this applies receive a monthly stipend.

Within Natixis AM, these avenues for improvement are pursued through concrete measures that are designed and implemented by employees according to a participatory approach coordinated by the HandiNAM working group.5

1 To learn more, please see pages 32-33.
2 Signed framing agreement covering the entirety of Natixis Intégrée, including Natixis AM.
3 Directions régionales des entreprises, de la concurrence, de la consommation, du travail et de l’emploi.
4 For more information, see the panel devoted to “Handiformafinance” on page 29.
5 HandiNAM’s activities are described on pages 28-29.
Our employees take action as corporate citizens

The HandiNAM working group consists of 14 employee volunteers working closely with the Human Resources department and dedicated services to make a permanent place for the disabled within the company. In 2014, actions to raise awareness were conducted throughout the year in order to inform employees and overturn preconceived notions about disabilities and the people who live with them.

**DEVELOPING DIRECT EMPLOYMENT**
- Positive improvement in the rate of direct employment: from 0.97% in 2010 to 2.57% in 2014
  - Objective: 3% by 2016
- Launch of the HandiFormaFinance academic training program: 3 work/study trainees welcomed at Natixis AM so far
- Working partnerships: Tremplin, 1AAdapt, SciencesPo, Accessibles

**DEVELOPING INDIRECT EMPLOYMENT**
- Monitoring procurement from Entreprises Adaptées (EA)*
- Raising awareness among in-house teams
- Coordination with Natixis to reinforce procurement from EASAT**

*An Entreprise Adapte is a French government-regulated status for companies employing 80% or more disabled workers.
**ESAT (établissement et service d’aide par le travail) are companies that welcome those unable to meet conditions for working at EA.

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**STAYING INFORMED, AWARE AND UPDATED**
- A large number of awareness initiatives: a week celebrating disabled employees, events scheduled at the Théâtre à la carte, etc.
- Specialized training available
- A range of information available on the Human Resources website

**BEING READY AND WELCOMING**
- Audits evaluating the accessibility of facilities
- A disability-friendly conference room
- A review of internal communications to determine appropriateness
- Dedicated amenities for bespoke workstations
- A mentoring program to accompany students and in 2014, a day-long workshop welcoming 12 students for an opportunity to discover the corporate world

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**HANDIFORMAFINANCE: A COMMITMENT THAT REACHES BEYOND THE COMPANY**

At the urging of Natixis AM, fifteen asset management companies, custodian banks and fund administrators came together in July, 2011, under the aegis of the AFG, to design and implement a plan known as “HandiformaFinance.”

This working group, headed by Jean-François Baralon, Deputy CEO and CFO/COO of Natixis AM, is dedicated to facilitating the professional integration of persons with disabilities by providing specialized training in asset management and securities-related activities. In practical terms, the project has resulted in the creation of a special platform allowing those with disabilities to enroll in preparatory instruction which feeds into the License-granting program in “Back and middle office financial asset management” at the Université Paris Ouest Nanterre la Défense. Since the initiative was first launched, 14 students have participated in this program. Natixis AM welcomed 2 of those in 2014. The current goal is to ensure a stable future for the platform by attracting sponsorship from more companies, and to extend the effort to additional areas of study as a means of diversifying job possibilities.
Supporting career development and fostering advanced skills among employees

In order to guide and support employees’ career development effectively, Natixis AM builds on its framework for active management of human resources at a local level. The twelve-person Human Resources department makes this happen on a day to day basis and closely follows the career path of each employee. Each line of business has a dedicated HR representative responsible for supporting the team, whose members are frequently invited to exchange thoughts about their career path with HR staff.

Encouraging in-house career mobility

Internal mobility and promotions occupy a central role, so as to ensure employees have real opportunities for career development that allow them to evolve toward positions in which they can grow and develop over time, while taking advantage of their experience and knowledge of the institution. Available positions are broadcast internally via the Employment Exchange and/or internal mailings, so as to keep employees apprised of opportunities for advancement. Natixis AM has also launched an annual “Mobility Day,” during which employees are invited to discover the various lines of business and associated jobs, as well as obtain advice on preparing to change career tracks should they decide to do so.

Providing training to support employability and efficiency.

The active acquisition of professional skills is a crucial component of career development. It is essential that employees continually enrich their knowledge and skill set in order to remain employable in a rapidly evolving environment and to progress successfully along a career path, just as it is for the company to ensure its teams are equipped with the latest tools and the knowledge to use them effectively to implement strategic corporate objectives in a dynamic environment. The Human Resources department at Natixis AM has therefore devised an ambitious training policy focused on four key areas:

► A concerted effort to identify subjects where training is needed: team members are invited to express their areas of interest to managers during annual employee reviews. Based on this information, as well as strategic needs identified at the level of the corporation and the individual’s career path, a personal road map is established and confirmed both by HR and managers.

► Adjustable, multifaceted training: Custom in-house training programs, including modules prepared for a particular team are specially designed to better meet the professional development needs of employees on specific topics by precisely shaping the program in collaboration with operations managers. Internal knowledge transfer is also fostered through thematic training modules conducted by relevant teams and aimed at employees seeking to increase their expertise in a subject area. This format is conducive to peer bonding, thereby improving transverse communication between teams and propagating internal expertise throughout the organization. By way of example, 80 asset managers and financial analysts have been trained in extra-financial issues by the RI Research team at Mirova, as part of Natixis AM’s policy of responsible asset management.

► Multi-disciplinary training: Both overviews and technical sessions are organized on a rolling basis to optimize performance and support changes in the organization. For instance, language instruction is widely provided due to the continued international development of Natixis AM. Specific platforms are also in place to assist managers in discharging their responsibilities, and those heading up teams are systematically enrolled in training when first appointed as well as coming together each year for “Management Days,” which celebrate managerial values and skills needed to best handle evolutions in the corporation and its environment.

► Training to promote awareness of sustainable development challenges: a vital partner in promoting and implementing CSR within the company, the HR team regularly organizes training on this topic, including sessions on diversity (disabilities, women in leadership positions etc.) as well as the role of CSR in Natixis AM’s core business activities (ESG integration in asset management, anti-corruption, anti-money-laundering efforts etc.). These are all also integral components of the corporate culture that is shared with employees, both as part of their orientation process, and as part of daily life at the company, especially the information sessions that are frequently held for employees and/or executives.

1 Mirova is the subsidiary of Natixis Asset Management dedicated to Responsible Investment (RI). Number of analysts trained: from 2012 to 2014. 2 For more information, please see the interview with Natixis AM’s Head of Human Resources, pages 38-39.
Our employees take action as corporate citizens

FémiNAM, one of the working groups in the “Engagés” participatory framework is comprised of 15 employee volunteers, and drives the implementation of concrete mechanisms for improving gender equality within the corporation and foster a healthy balance between personal life and career for employees.

**FOSTERING A HEALTHY WORK-LIFE BALANCE**
- Concierge service established in 2014, used by 112 individual employees each month
- 1st Family Day for 23 employees with 30 children welcomed in July 2014
- Support for the Workers Committee to sponsor membership in the Babilou network of daycare centers
- Active contribution to the development of certain areas within the in-house well-being project “BeeNAM”

**ENCOURAGING WOMEN’S LEADERSHIP**
- Support for the initiative to provide 2 sessions of video training yearly on “succeeding professionally as a woman”
- “Osez”: opportunity awareness coaching for female employees built into the annual career assessment process
- Call for new ideas during the renegotiation phase of the Gender Equality Agreement

**MEASURING THE PROGRESS OF GENDER EQUALITY**
- Tracking and broadcasting of gender balance indicators in the form of a “météo FémiNAM” report
- Frequent and close collaboration with senior management and HR to encourage ever greater progress on gender equality

**STAYING INFORMED, AWARE AND UPDATED**
- Communication: interview series “looking at gender balance,” and articles about the actions undertaken by FémiNAM published on the company’s intranet
- Events: a conference was organized in 2014 on the theme of “The importance of networks at the individual and company level”
Retaining our employees

While attracting bright individuals and developing employees’ skills are key for the company, its true wealth lies in retaining this wide variety of talent, and Natixis AM seeks to achieve this by ensuring our employees enjoy a rewarding workplace.

Retaining talent at Natixis AM is founded on three complimentary sources of satisfaction:

- A motivating financial package;
- A quality workplace environment;
- Participation in life of the company through dialogue.

A compensation policy that offers attractive, equitable and transparent remuneration

Compensation is a major contributor to employees’ motivation and to how invested individuals are in the company. In order to attract and retain its teams for the long term, Natixis AM has established an attractive remuneration policy that aims to keep employees implicated in the success of the enterprise. Gross compensation is constantly rising and employee benefits include an advantageous savings plan and stock options. Natixis AM’s overall compensation policy is regularly reviewed in light of prevailing market practices to keep it competitive. Compensation is determined recognizing the importance of each professional activity to the business.

Overall balance and equity of compensation is made possible via:

- A strong commitment to transparency, which is manifest in the form of regular communications on the subject both internally and vis-a-vis external stakeholders. The compensation policy and related quantitative indicators are submitted to the Workers Committee, and are made public annually, notably in the CSR Report and Social Review.
- A decision-making process involving multiple approvals at various levels, from each operational business unit to the Board of Directors via the CEO and Human Resources Director.
- Careful monitoring of wage differentials, tracking the ratio between the highest and lowest salaries in order to avoid excessive differences within the firm.
- Progressive closing of the gender wage gap, thanks to a special fund earmarked for “catching up” that represents 0.2% of gross wages.

Financial remuneration is a strong incentive, but also carries significant risks that need to be carefully monitored, thus the compensation policy requires attentive oversight, particularly where certain business areas are concerned. For this reason, Natixis AM’s compensation policy is regularly vetted to ensure compliance with all regulations applicable to the financial sector, and specifically the new European AIFM Directive.

Workplace quality of life

Beyond providing attractive financial rewards, Natixis AM makes an effort to offer its employees working conditions that are agreeable and motivating. The company’s goal, as a responsible enterprise, is to offer every member of its community opportunities for professional fulfillment, while also respecting the private life of each one. This is a constant preoccupation that recently gave rise to “BeeNAM”, a transverse company-wide project launched in 2014 by the Human Resources department and dedicated to the theme of well-being and life-work balance.

A tremendous number of initiatives to foster a healthy equilibrium between personal and professional activities have also been organized by the “Engagés” collaborative employee working groups, particularly “FemNAM.” These coordinated efforts are designed to ensure that employees enjoy a peaceful and welcoming workplace.

In order to promote a balance between professional life and personal accomplishment, Natixis AM has kept to its schedule for rolling out telecommuting, a project begun in 2013 by its parent company Natixis. Six of Natixis AM’s business teams have taken part in the initial pilot phase created to test the technological and administrative framework and identify its day-to-day impact. Strongly positive feedback from both the first telecommuters and their managers, as much in terms of well-being as optimized work efficiency, has led the company to probe this option further and open negotiations in view to an official Agreement on this subject.

Alongside the telecommuting project, consideration is given to the question of parenthood and, more broadly, services that can simplify the daily lives of our employees.

Financial remuneration is a strong incentive, but also carries significant risks that need to be carefully monitored, thus the compensation policy requires attentive oversight, particularly where certain business areas are concerned. For this reason, Natixis AM’s compensation policy is regularly vetted to ensure compliance with all regulations applicable to the financial sector, and specifically the new European AIFM Directive.
A concierge service was established in 2014 that offers convenient amenities such as dry-cleaning, shoeshine/repair, and fruit or vegetable baskets, all available within the building. The Workers Committee, supported by the FemNAM working group, also established membership with the network of Babilou corporate daycare centers.

To ensure the physical well-being of employees, Natixis AM also takes great care in the design of its workplace:

- **To promote a friendly environment:** break rooms with coffee machines and snacks are available on each floor, as well as a café space at ground level, and access to BPCÉ and Natixis cafeterias and sports facilities nearby, etc.
- **To ensure workstation comfort:** optimal use of space through layout design, ergonomic workstations, carefully selected furniture, balanced lighting, temperature control, etc.

Mitigation of psychosocial risks is another area of importance in managing human resources, particularly in fields connected to financial markets, such as asset management. Mechanisms are in place to prevent, identify, and address such risks should they arise. Managers are invited to participate in training on this topic, and have access to a free telephone support hot-line. In addition to regular assessments by the occupational physician, employees are monitored by a full-time in-house nurse located in the building. Preventative care is regularly provided, including conferences on the topics of addiction, sleep management as well as diabetes and cholesterol testing. Lastly, the CHSCT\(^1\) is responsible for ensuring that all hygiene and security regulations governing the workplace and working conditions are respected for all salaried workers.

### Placing dialogue at the heart of the company

Meaningful exchanges and consultation are essential components of success for any business. In order to feel genuinely fulfilled within the company and to effectively contribute to its growth, employees need to have a say in decisions. Dialogue, which is a source of both strong ties and value, takes two basic forms at Natixis AM:

- **Social dialogue, which is conducted with Natixis Intégrée France\(^2\) and the Union Economique et Sociale (UES),\(^3\) successfully produced ten collective bargaining agreements and/or amendments in 2014,\(^4\) primarily in areas such as the hiring and retention of workers with disabilities, working hours, compensation, employee savings plans and social benefits.**

- **A participatory framework, that consists in consulting employees directly and inviting them to actively contribute to key undertakings within the company. This approach relies on a number of mechanisms for the exchange of views, including surveys and ratings, conducted on various topics (Overall opinion, Workplace satisfaction, Financ’Elles, CSR, etc.), and collaborative platforms open to all, such as “Engagés,”\(^5\) where workers participate in a process of consultation and CSR efforts. This collaborative endeavor is also enriched by innovative mechanisms such as the “Cafés sans filtre” which provide an opportunity for direct, informal exchanges between employees and company management, or the collaborative project “Write for Efficiency,” sponsored by the Financial and Operations department, whose ambition was to co-create shared methods and avenues of communication to streamline internal communications and support cordial relations among employees.**

By placing dialogue and consultation at the heart of its corporate procedures, Natixis AM ensures that each employee has a role to play in the company’s success.

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1. The comité d’hygiène, de sécurité et des conditions de travail (or CHSCT, for committee on hygiene, security and working conditions) is also an entity common to all UES structures. 2. Representative Personnel Organizations (ORPs) also exist specifically for Natixis Intégrée France, in order to provide a context for macro-level social dialogue and guarantee that all workers are represented. An agreement on the collective contract and collective bargaining at Natixis Intégrée France, signed in 2010 by Management and the majority of union organizations, established union representatives who act as apposites vis-à-vis management in the process of social dialogue and support a time-honored tradition of collective bargaining. This is consistent with the social policies of Groupe BPCÉ, and enables the negotiation of collective agreements on matters of common interest where solutions can be applied systematically for all French employees. The Natixis Intégrée Committee, by bringing together elected members of the Workers Committees of the constituent companies comprising Natixis, makes it possible for Management to keep social partners abreast of company strategy and results. The UES is comprised of: Natixis AM; Natixis Global AM; Natixis IM; Natixis NPS; and Natixis Gré灣. This pooling of resources enables the establishment of shared representative bodies for workers (UE, DP, CHSCT, and a single interlocutor for unions. Some of these are part of Natixis Intégrée, including Natixis AM. 5. To learn more about the “Engagés” working groups, please refer to the section presenting our CSR approach, pages 6-7.
According to you, what is the most important responsibility involved in managing human resources?

I am entirely convinced that a company’s most precious resource is the men and women who bring it to life. This is even more true in our industry, where the quality of a firm’s human resources and the ability of individuals to work together effectively are the key to its strength. Our responsibility as an employer lies in attracting the brightest talent and retaining our contributors by providing a rewarding workplace and fostering their well-being. We are, of course, also subject to operational and productivity constraints, like any business. However, we are certain that, as a matter of fact, today’s efficiency and performance requirements can only be met if employees view the company they work for as a place of enrichment where they can develop and thrive. Market positioning and compensation are no longer enough on their own to attract or, more importantly, retain talent in today’s competitive environment. We need to offer people advantages that distinguish us and have real impact on employees’ daily lives. This is precisely what dictates our efforts and guides our strategy of responsible Human Resources: being a sought after employer in our market thanks to an innovative and engaged approach.

What are the innovative aspects of your approach?

Obviously, we are constantly improving all of our HR processes in order to optimize their ability to serve both employees’ interests and the company’s performance. New initiatives are launched regularly to attract, develop and retain our valuable employees. What makes us original, really, is the way we operate. We have adopted a participatory framework that places employees at the heart of our considerations, and allows us to target areas for improvement they themselves identify by means of mechanisms in which they play a central role. The “Engagés” project, where members of the workforce focus on topics such as gender equality, diversity, environmental issues and philanthropy is one concrete example. More recently, we also launch a transverse company-wide program called “BeeNAM” whose aim is to improve workplace quality of life at Natixis AM and its subsidiaries. Beginning in 2014, the first phase of this project was to complete a full review of our practices and prevailing employee attitudes. To achieve this, we processed quantitative results from a survey conducted among all business teams, and qualitative data supplied by panels representative of various positions (managers, support staff, experts etc.). From this collaborative process of reflection emerged a wide variety of ideas for concrete actions to improve workplace well-being, clustered around three primary objectives: living together and communicating, empowering effectively and providing strong support.

How do your efforts to improve workplace well-being translate into concrete actions?

Our campaign to improve quality of life, especially BeeNAM, includes well-being but doesn’t end there by any means. The three avenues for improvement identified by BeeNAM are transverse. The first covers workplace relationships and includes initiatives such as awareness training to promote kindness, for instance, or the creation of an “Engagés” working group devoted to cordiality. The second avenue concerns organization in the workplace and encompasses projects such as the continued implementation of telecommuting or efforts to alleviate techno-stress by using the tools at our disposal wisely, as well as offbeat ideas like the collaborative “Write for Efficiency” project initiated by our Finance and Operations department to promote more fluid internal communication. The third and final avenue is closely tied to professional development and aims to provide the best possible career support for our employees. We pursue this goal by organizing events such as “Mobility Day” and by publishing pieces on the intranet that highlight the experiences of employees who have successfully made career moves within the company to encourage internal mobility. We also conduct HR interviews with employees dedicated specifically to career development and internal opportunities.

Optimization is a word that comes up a lot. Do you mean that these initiatives are aimed at improving how the company works, or rather how people experience work at the company?

These two goals are completely intertwined and cannot be entirely distinguished. By improving working conditions, we anticipate and remedy problems employees might otherwise experience that would affect the workplace environment and weigh on productivity. To take an example, the “Write for Efficiency” project might seem primarily operational at first glance, since its objective was to enlist the business teams to co-design a more streamlined methodology for internal communications. However, by supporting employees in achieving this, we actually help foster and maintain harmony in people’s working relationships and avoid needless stress within or between business teams. We also allow them to save time in the form of agreed upon templates for communications. These efforts have proven to be a valuable source of both efficiency and serenity for all concerned.

You mentioned that your ambitions in terms of Human Resources management included innovation and engagement. You’ve covered the first part, but in what ways is this approach engaged?

Our HR approach is doubly engaged, you might say. In the first place, the Human Resources department plays an active role in shaping and deploying the CSR policy, whether via its permanent seat on the CSR Committee responsible for overseeing the global approach, its role in training and awareness efforts and its contribution in terms of publicizing all of these thematic via intranet communication. Second, our engagement resides in the way we work. Several key aspects of the HR policy are enriched by the “Engagés” participatory approach I just described. These opportunities for shared reflection are open to all, and the working groups not only contribute to increasing the company’s corporate social responsibility, they are composed entirely of employees who volunteer to participate in improving CSR. Certainly, this is an engaged approach; not only that, it is fully supported by employees who are just as committed!

Part of the participatory platform “Engagés,” the “Conviviality” working group has 15 employee volunteers and was launched at end 2014.
Setting a good example in practice through our governance

ADOPTING GOVERNANCE PRACTICES THAT SERVE THE LONG-TERM INTERESTS OF THE COMPANY AND ITS VARIOUS STAKEHOLDERS

Natixis AM is the asset management company for Europe of Natixis Global AM, a subsidiary of Natixis, the investment bank, asset management, and financial services arm of Groupe BPCE. Natixis AM’s governance is organized in accordance with principles laid out for the governance of subsidiaries by “Natixis entreprise intégrée.”1 respecting all regulatory obligations, the autonomy of each one’s management, and their societal functions. Natixis AM’s system of governance aims to address a twofold imperative, on the one hand legislative and regulatory, ensuring complete autonomy in managing activities and products in the sole best interests of its clients, and on the other, institutional, in view to protecting the long term interests of the company and its stakeholders. The company’s governance is embodied in the Board of Directors and Executive Management, and is grounded in a robust framework supplying rules of conduct and risk management aiming, among other priorities, to avoid conflicts of interest.

An independent and representative Board of Directors strengthened by an effective balance of power

A balance of power between oversight and executive functions is guaranteed by a separation between the roles of Chairperson and Chief Executive Officer, and by a board that is broadly representative of the company’s shareholders, Natixis Intégrée and retail banking partners. The Board of Directors is chaired by Pierre Servant, CEO of Natixis Global AM, who is responsible for ensuring that the Board is free to independently exercise its functions in the long-term interests of the company and its stakeholders. The company’s governance is embodied in the Board of Directors and Executive Management, and is grounded in a robust framework supplying rules of conduct and risk management aiming, among other priorities, to avoid conflicts of interest.

A stable and transverse executive team dedicated to a long-term strategy for the company’s health

Pascal Voisin serves as chief executive officer for Natixis AM, an office he has held since 2005. In fulfilling this role, he relies on Deputy CEO, Jean-François Baralon, as stipulated by article L. 532-9 4° of the Monetary and Financial Code requiring a second chief executive, as well as on the Executive Committee, which represents business lines and key activities within the company, to ensure collegiality and transverse debate in shaping a strategic orientation for the company. The seven-member Executive Committee is convened on a weekly basis.

MANDATORY SEPARATION OF BOARD CHAIRMANSHIP AND CEO FUNCTIONS

Natixis Asset Management’s Executive Committee

A BOARD BROADLY REPRESENTATIVE OF SHAREHOLDERS AND BANKING NETWORK DISTRIBUTORS

As at other subsidiaries, the compensation policy for Natixis AM is devised and confirmed by the Natixis Compensation Committee, in order to ensure compliance with an overall strategy.

ADVISORY ATTENDANCE OF ORGANIZATIONS REPRESENTING PERSONNEL

28.5% FEMALE PARTICIPATION IN EXECUTIVE ROLES

OUR AVENUES FOR IMPROVEMENT

As part of the continuous process of improvement involved in remaining a leading player in the French asset management industry, Natixis AM actively participates in the AFG’s discussions about the governance of asset management companies. These considerations, beginning in 2014, identify the best existing practices worldwide in terms of both performance and ethical standards. The goal is to compile a code of governance by 2015 that includes recommendations in three main areas:

1. The governing bodies of asset management companies
2. The appropriate framework for asset management activities: compliance, internal controls, ethics, avoidance and management of conflicts, risk management and external controls.
3. The governance of UCITS

1 Natixis Intégrée comprises Natixis and all its wholly owned subsidiaries.
2 The Unité Économique et Sociale (UES) includes Natixis AM, Natixis AM Finance, Natixis Formation Épargne Financière, Natixis Global AM, Natixis Global AM Distribution and Axeltis.
Opportunities for dialogue and debate that promote the inclusion of all stakeholders’ interests

In concert with institutional authorities, Natixis AM has established forums for dialogue and exchange designed to ensure that all employees and stakeholders are taken into consideration by strategic decisions and business activities.

Beyond the inclusion of two UES representatives at Board meetings, the management of Natixis AM cooperates closely with organizations representing personnel (ORP) in order to foster a space for dialogue and expression about strategic decisions with implications for the company and its employees. This mechanism is part of an agreement on unionization and collective bargaining signed in 2010 between the executive authorities of “Natixis Intégrée” in France and a majority of the country’s labor unions. Since this time, “Natixis Intégrée” has union coordinators in France, who serve as spokespersons vis-a-vis management in organizing social dialogue, as well as an official forum for collective bargaining. The Natixis Intégrée Committee, which brings together elected representatives from the Workers Committees of all companies that are part of Natixis, keeps social partners apprised of the company’s strategy and performance.

In 2013, Natixis AM also established a CSR Committee, whose primary function is to define and oversee the company’s program for sustainable development, in view to limiting negative impacts, both direct and indirect, for all stakeholders, whether internal or external. This committee is comprised of the heads of the investment departments and essential transverse functions as well as experts from Mirova, the subsidiary dedicated to Responsible Investment.

THE INTERESTS OF INTERNAL STAKEHOLDERS ARE INCORPORATED VIA SOCIAL DIALOGUE

A CSR APPROACH THAT INCLUDES ALL STAKEHOLDERS

Operational governance mechanisms that serve to frame practices and processes

In compliance with applicable legislation and regulations issued by the Autorité des Marchés Financiers (AMF, France’s Financial Markets Authority), as well as the code of professional ethics promulgated by the Association Française de Gestion (AFG, Asset Managers Association), Natixis AM has adopted an operational governance framework to ensure the independent management of its activities in the sole interests of its clients. The principal mechanisms by which this is achieved are:

- A corpus of rules governing conduct for the management of financial products;
- A stringent risk management policy overseen by the Legal, Monitoring and Risk department and reporting to the CEO, in order to ensure separation of management and control functions;
- A Responsible Voting Policy1 that incorporates the highest standards of governance as well as social and environmental criteria.

Compliance also plays an important role in ensuring good practices. The Compliance department is responsible for ensuring, first of all, that all applicable regulations are respected; it also guarantees that the Principles of Responsibility and Professional Conduct are followed for activities proprietary to the company. This seven-member team thus follows a road map dictated in part by legislative, regulatory and professional requirements, and in part by the strategic plan of company management. Their principal activities involve the following 3 areas:

- A strict code of ethics both personal and professional, whose aim is to guarantee the privacy of clients’ interests, the equality of unholders and market integrity. These rules are designed protect the investors who entrust their investments to the asset management company, on the one hand, and, on the other, to protect the company’s brand name and reputation.
- The establishment of standards, this involves creating and approving procedures necessary for the proper functioning of Natixis AM, thoroughly reviewing new products or services the company prepares to offer, and verifying all information intended for third parties.
- Support for employees, which may take a number of forms, all focused on ensuring proper application of the code of ethics and professional conduct. A copy of the Code of Ethics is provided to every new employee, and is binding as of hiring. This document covers general principles, such professional secrecy, the treatment of confidential or privileged information, the struggle against money laundering and terrorism financing, as well as the proper handling of conflicts of interest. The code also details the ethical rules employees must abide by for operations involving financial instruments in their own names. Training dedicated to issues of compliance is updated yearly by the HR and Compliance departments, and regularly offered to employees.

In addition to defining these rules and overseeing their implementation by business teams, the Compliance department promotes employee awareness as to the need for everyone to be vigilant on a day-to-day basis, encouraging leaders to incorporate compliance considerations into the company’s main projects as early in their development as possible, in order to make the best possible decisions in terms of business ethics.

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1 To learn more, please refer to Chapter 2 “Our Commitment, to develop responsible asset management”, pages 8-21.

COMPLIANCE

THE LINCHPIN OF GOOD BUSINESS PRACTICES

OUR AVENUES FOR IMPROVEMENT

As part of the in-house collaborative project “BeeNAM” focused on workplace quality of life, Natixis AM has identified several transverse possibilities for facilitating day-to-day life for employees and creating smoother and more efficient workflow. The focus area “Workplace relations: living together and communicating effectively” formulated a goal of clarifying the respective roles of Natixis AM’s managerial and governing bodies (departments for information sharing, decision-making committee, etc.) An in-house working group will address this theme in 2015.

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MECHANISMS TO ENSURE THE INDEPENDENT MANAGEMENT OF ASSETS IN THE SOLE INTERESTS OF CLIENTS
Setting a good example in practice
through responsible client relations

MAINTAINING A STRONG CLIENT CULTURE AND CAREFULLY MONITORED SALES PRACTICES

Natixis AM’s CSR policy takes into account all its many stakeholders. Among these, clients naturally occupy center stage, given the company’s business activities as an asset manager for third parties. The company’s client relations approach is grounded in a philosophy of long-term relationships not unlike its attitude toward long-term responsible investment.1 These long-term partnerships based on trust are enabled by two commitments: Natixis AM makes a point of honoring daily: a strong client culture and carefully monitored sales practices.

In the description of funds prior to offering as in its business relationships, Natixis AM always takes the interests of investors and unitholders as its highest priority:

► A Products Committee, composed of members from the Executive Committee, as well as the heads of Sales, Distribution Services, and Legal, Risk & Compliance, convenes monthly to approve the launch of new product offerings and changes to existing offers. The committee is particularly attentive to products’ relevance for various types of clientele, and to the effective control of whatever risks each one may entail.

► The sales teams are composed of professionals with a diverse array of backgrounds and a deep understanding of the particular clientele they work with, whether in terms of the fiscal or regulatory constraints that may affect each type of client, asset allocation biases or client specifications.2 Within these teams, a number of business managers have formerly held positions at client firms, giving them valuable insight into the expectations of their interlocutors and permitting them to answer questions precisely.

► The Services and Distribution department comprises teams whose role is to design products appropriate for the proposal made to a client, a customer service team that ensures Natixis AM’s contractual obligations are met, and a reporting division that provides independent and transparent information to clients. This structure also makes it possible to provide customized responses to clients’ needs.

1 To learn more, please see Chapter 2: “Our Commitment: Developing and implementing responsible asset management,” pages 8-21.

2 For instance, taking into account the ESG criteria specific to institutional investors such as ERAFP, the FRR or l’IRCANTEC, which are committed to a stringent responsible investment approach.

► An Approval Committee consisting of representatives from the Legal, Compliance and Risk Management departments meets weekly to validate the drafts of all sales materials made available to clients and distribution networks. The goal of this process is to ensure that all information published meets clarity and disclosure standards as well as complying with all applicable regulations, particularly relevant provisions of the EU’s MiFID.

In addition to the foregoing, a variety of procedures and measures designed to promote awareness are in place to guarantee that commercial activities are conducted according to the highest standards of ethics and compliance.

► A separation between management and sales activities, embodied by their use of distinct platforms, helps to prevent conflicts of interest from arising in the commercialization of funds.3

► Internal procedures that specify clear rules for managing business relationships; these, for instance, cover issues such as gifts to clients, in order to ensure impartiality in sales activities. Procedures relating to regulatory issues such as the prevention of money laundering are also applied and regularly updated (LAB-FT,4 KYC etc.).
Setting a good example in practice
thanks to a responsible procurement policy

FOSTERING RESPONSIBLE BEHAVIOR AMONGST OUR SUPPLIERS

All purchases for Natixis AM are handled by the dedicated Procurement department at Natixis.1 Natixis AM is thus part of the Responsible Procurement policy established by its parent company in 2005 with the goal of extending CSR considerations to stakeholders within its direct sphere influence, where, as it happens, suppliers are a majority. In practice, the Responsible Procurement policy seeks to promote products and services that respect the environment and create added value of a social or societal nature via three main avenues for improvement:

1 Promoting official Ecolabels and eco-consciously designed products;
2 Assessing suppliers on the basis of societal and environmental responsibility criteria related to their products, services, or industry;
3 Inciting suppliers to greater transparency in their description of products’ environmental characteristics.

To achieve these goals, buyers and requisitioners rely on a charter governing relationships with suppliers, and a “baseline for responsible procurement” that formally sets out the social and environmental criteria required or recommended for various categories of common purchases. “Sustainable Development” clauses are also introduced into all calls for bids and contracts. By agreeing to respect these conditions, Natixis suppliers commit to meeting all applicable CSR norms and regulations, as well as to applying such standards to their own suppliers and subcontractors.

As in previous years, the Procurement department conducted a sustainable development survey in 2014 involving 30 service providers (moving, electronic banking, physical and telephone receptionists, cleaning, computer hardware and IT services). The full 100% of companies responding to the survey achieved an overall score indicating low levels of risk for Natixis.

In 2014, the Natixis procurement department also continued its indirect contributions to the employment of persons with disabilities by expanding recourse to the protected workers sector (in French STPA).2 A substantial number of goods and services are now handled by STPA companies, from the management of waste electrical and electronic equipment (WEEE) and ink cartridge sorting to digital archiving, scheduling and management of training, or the production of employee badges.

1 Certain phrases in this section are from the Natixis Registration Document and Financial Report 2014.
2 The secteur du travail protégé et adapté is a legal category for businesses in France; to qualify, at least 80% of the company’s workforce must consist of employees with disabilities.
Setting a good example in practice
via our environmental policy

LIMITING OUR DIRECT IMPACT ON THE ENVIRONMENT

Every type of economic activity has an impact on the environment. In order to control externalities, Natixis AM implements an environmental policy similar to that of its parent company, Natixis, and enriched by employee initiatives suggested through its internal system of collaborative working groups “Agir pour l’Environnement.”

This environmentally-oriented approach operates on three levels:
- Environmentally sound management of facilities;
- Responsible consumption of resources;
- Reduction of pollution and waste.

Environmentally sound facilities management

The building occupied by Natixis AM is managed under the auspices of the Real Estate and Logistics (REL) department at Natixis, and consequently partakes of the company’s environmental facilities management program. The REL employs a global cost approach to projects and capital investments that permits the department to track the environmental impact of activities. This assessment focuses on 3 principal areas:
- Certifications,
- Set standards governing building work,
- Close oversight of building resource consumption.

Establishment and monitoring of certifications

Since 2009, Natixis has been ISO 9001 and ISO 14001 certified for building operations, meaning it has confirmed the quality of systems and environmental management processes in place for all central buildings managed by the REL department, including Natixis AM’s facilities. In 2012, these certifications were renewed for a three-year period and extended to data centers operated by Natixis.

BUILDINGS ARE ISO 14001 AND ISO 9001 CERTIFIED

Close oversight of buildings’ resource consumption

The REL ensures the optimal management of resources by closely monitoring and managing consumption of various resources (energy, water, paper). Especial effort is deployed to control energy consumption. This takes the form of measures like motion-triggered light switches, optimization of heating and cooling with better adjustment to exterior temperatures, and replacement of existing lighting with Light Emitting Diode (LED) bulbs. Targeted actions are also underway at Natixis AM to foster responsible behavior among employees.

OVERSIGHT OF RESOURCE CONSUMPTION

Design and implementation of standards for building work

Pursuing efforts begun in 2010 with the “Green Building” charter, the REL team contributed to the conception and drafting of a regulatory and environmental framework for Groupe BPCE. This document specifies the regulatory and environmental obligations for each type of renovation or development project, as well as best observed practices within the Groupe BPCE. In the spirit of the “Green Building” charter, the “Accessibility” charter establishes rules for ergonomics and equipment standards to be followed by all involved in projects (designers, contractors, building companies etc.). These place Natixis well beyond legal requirements in terms of facilitating access for persons with disabilities at operations facilities.

ENVIROMENTALLY SOUND BUILDING MANAGEMENT

1 To learn more about this working group, please refer to pages 54-55.

2 For more on Natixis AM’s commitment to facilitating the sustainable employment of individuals with disabilities please see pages 28-29. To learn more, please refer to pages 54-55.
Responsible consumption of resources

Energy

Thanks to considerable efforts in environmentally optimizing the occupation of buildings, and initiatives launched by the working group “Agir pour l’environnement,” annual energy consumption in the buildings accommodating Natixis AM and its subsidiaries has declined significantly. Part of this change is also due to the transfer of servers to Natixis data centers.

Water

Action has been taken to improve water savings, as a result of which water consumption has been in continuous decline for three years:

- Constant network surveillance to detect possible leaks;
- Installation of pressure throttles;
- Installation of humidity gauges that shut down automatic watering systems in rainy weather;
- Events promoting awareness among employees.

Paper

Paper is the raw material Natixis AM’s uses most (white and colored, proofs, internal and external mailings, envelopes etc.). Natixis AM and its employees are making efforts to control the impact of paper and ink consumption by:

- Using certified or recycled paper: the majority of paper products employed at Natixis AM are certified as complying with sustainable forestry practices (FSC and PEFC), a portion also consists of recycled paper pulp;
- Recycling our used paper products: since August of 2011, every employee at Natixis AM is equipped with a dedicated recycling bin for waste paper;
- Setting printers to a default of two-sided black and white printing.

Reductions to pollution and waste

Waste management

Begun in 2006 and overseen by the Real Estate & Logistics department (REL), trash sorting is now standard practice in all Natixis buildings, and takes several complementary forms:

- Sorting and recycling of all office paper; in 2014, to mark the replacement of all the company’s recycling bins, Natixis AM employees received recycling awareness training conducted by Elise, a company founded by world-famous designer Philippe Stark to promote a healthy paper cycle;
- Collection and dedicated treatment of used toner cartridges and batteries (both personal and professional);
- Recuperation of all waste electric and electronic equipment (WEEE) by companies specialized in recycling these materials.

New actions are constantly underway to improve waste sorting and further invite employees to engage with this topic. In 2013, for instance, used pen collection boxes were installed in the Natixis AM office building, and as of 2014, dedicated bins for plastic cups are available in all break rooms.

Pollution and environmental risk prevention

Technical training of employees in charge of plant operations management is conducted according to an ISO 14001 certified process. Technicians are also trained to apply Groupe BPCE’s Regulatory and Environmental Charter. Among other efforts, the prevention of environmental risks includes drills simulating environmentally toxic substance leaks in each building.

WHAT’S OUR GOAL?

TO MAKE BEST PRACTICES PART OF DAY-TO-DAY OPERATIONS ON A PERSONAL AND PROCEDURAL LEVEL, REDUCING ENERGY WATER AND PAPER CONSUMPTION... TO REDUCE WASTE PRODUCTION BY ENCOURAGING TRASH SORTING AND REPURPOSING SO NATIXIS AM BECOMES A LITTLE MORE CONSCIOUS AND RESPECTFUL OF THE ENVIRONMENT EACH AND EVERY DAY.

Annick BERGDOLL
Fixed-income Core department, Coordinator for the working group “Agir pour l’environnement”

WHAT’S OUR GOAL?

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-33% CHANGE IN ENERGY CONSUMPTION OVER 2012-2014 PERIOD

-4% WATER CONSUMPTION PER M² BETWEEN 2012 AND 2014

12,000 SHEETS OF PAPER ECONOMIZED ON “NO PRINT DAY”

10 METRIC TONS OF PAPER COLLECTED AND RECYCLED PER QUARTER ON AVERAGE

1 These initiatives are described on the previous page in the section entitled: “Close oversight of buildings’ resource consumption.”
OUR EFFORTS TO SUPPORT THE STRUGGLE AGAINST CLIMATE CHANGE

Carbon accounting
As a company anxious to reduce its impact on the environment, Natixis AM completes an annual Bilan Carbone® according to the methodology approved by Ademe (French Energy Agency).

En 2014, Natixis AM’s carbon footprint amounted to 4,131 tons CO₂eq, or 6.66T per employee, on part with results for 2013 (-1.3%).

Conducted each year since 2009 and constantly refined, this audit process allows Natixis AM to better understand its environmental footprint and identify key areas where action is needed to concretely reduce such impact.

In this way Natixis AM has succeeded in progressively reducing the company’s carbon footprint over the course of several years.

A carbon strategy
In addition to efforts at the level of environmentally sound plant operations, and controlling use of resources, Natixis AM takes action to concretely reduce its carbon footprint in the following areas:

- **Business travel:** our Travel Policy establishes strict rules for use of rail and air transportation as well as taxis. Employees are also encouraged to use videoconferencing; lastly, the Natixis AM Car Policy provides rules capping CO₂ emissions;
- **Commuting:** bicycle racks are available onsite, and Vélib’ (citybike program) membership and public transportation are partially subsidized;
- **Electronic equipment:** all electronic equipment (computers, printers…) is set to power-saving defaults. Equipment attribution is closely monitored (mobile phones, laptop computers, etc.); printing and office equipment solutions are rationalized, including installation of multifunction printers where possible.
Launched in 2010 as part of the “Engagés” platform, the “Agir pour l’environnement” working group, which now boasts 17 employee volunteers, meets twice a month to propose and oversee implementation of actions to benefit the environment hand in hand with the divisions directly involved, such as the General Resources department.

**MEASURE**

- Data collection for statistical analyses of Natixis AM’s environmental impacts
- Carbon footprint calculation & environmental reporting conducted annually since 2009
- Quarterly publication of consumption indicators: water, paper, energy and waste

**REDUCE & STREAMLINE**

- Optimize printing: multifunction printers that require digital identification, two-sided black & white printing defaults, “Low Print Day” events etc.
- Reduce the carbon footprint due to travel: Subsidized membership (50%) for ‘Vélib’ citybike program
- Reduce & recycle waste: mug detectors in coffee machines, paper collection and dedicated bins for plastic cups
- Greenscaping plan for terrace areas
- Program to promote “Green Supplies”

**PROMOTE AWARENESS**

- Activities: week-long themes dedicated to sustainable development, career mobility, waste reduction… For each one, a display is organized in the main hall to foster employee awareness of the issue and draw attention to activity sessions
- Information: “Sustainably NAM” (Sustainable Development at Natixis, reports on biodiversity…), IntraNews (company water day, cycling day…)
- Reminders: to encourage green habits such as the “Turn off your screens!” screensaver

- Studies of the volunteer employee carbon offset program
- Proposals for scenarios to partially offset Natixis AM’s GHG emissions

**OFFSET**
Setting a good example in practice

through engagement with civil society

AN APPROACH TO PHILANTHROPY THAT IS SINCERE, SUSTAINED AND DYNAMIC

Natixis AM is committed to making philanthropy a company-wide undertaking. To this end, it has developed an approach to social philanthropy at the local level that allows the institution and its employees to work hand in hand with a neighborhood organization. Since 2010, Natixis AM has maintained an exclusive partnership with La Mie de Pain, an association based in the 13th arrondissement of Paris that has been helping the neediest members of society for over 125 years.

A committed, long-term partnership

As a patron, Natixis AM aims to be a stable and trustworthy partner for La Mie de Pain, by taking concrete and sustained steps to promote the employment of individuals supported by the organization. To achieve this, Natixis AM has developed a comprehensive approach, both in terms of contributions, which take a variety of forms, and commitment, as the entire organization is encouraged to contribute in different ways to this community association. The institution provides annual financial support, while employees act through a dedicated working group as part of the “Engagés”² platform to make the partnership work and galvanize participation. The close relationship also includes exchanges to gather and broadcast news about the association, to identify changing needs and better support its projects. Natixis AM also sits on the Board of Directors for La Mie de Pain.

A dynamic partnership

In order to best support the association’s various needs, Natixis AM’s approach to philanthropy has four complementary focus areas:

➤ Financial support, in the form of annual contributions on the part of Natixis Asset Management since 2010,
➤ Material support, via three to four collections organized each year at Natixis AM and its subsidiaries. Depending on the association’s current needs, these may concern foodstuffs, personal care products, books, or restaurant vouchers.
➤ Technical support with the successful implementation of a first project in 2013, namely the creation of a Facebook Page for the association. This project, elaborated to the specifications of the non-profit, contributes to increased visibility for the organization, one of La Mie de Pain’s most important strategic development priorities;
➤ Human support in the form of volunteers who commit field time. Starting in October 2014, this project had a successful launch, with 105 volunteer contributions undertaken by Natixis AM employees, who participated in serving meals to individuals receiving help from the association.

CSR REPORT 2014 / OUR RESPONSIBILITY: SETTING A GOOD EXAMPLE IN PRACTICE

1 To learn more about La Mie de Pain, please see pages 80-81. ² For more about this participatory volunteer group, please refer to pages 58-59.
Our employees take action as corporate citizens

The working group dedicated to philanthropy comprises 14 employee volunteers. Together, their contributions actively drive and develop Natixis AM’s initiative in support of La Mie de Pain.

HUMAN SUPPORT

- Framing and implementation of volunteering within Natixis AM:
  - 145 employees dedicated their time and effort to La Mie de Pain as volunteer workers
  - 105 volunteering actions have been conducted since October, with a focus on kitchen and serving duties at lunch.
- Internal encouragement to volunteer

TECHNICAL SUPPORT

- Framing and implementation of skill-based philanthropy:
  - Internal mechanism approved by the Executive Committee
  - Initial philanthropy objective successfully achieved: creation of a Facebook page for the association

FINANCIAL SUPPORT

- Annual financial gift from Natixis AM serving to provide:
  - 100% of external meals
  - 75% of “psych” services
- Active support for employee volunteers
  - Charity Run organized by Natixis Global AM to benefit La Mie de Pain
  - A giving page on Natixis AM
  - 3,153 beverages “to benefit La Mie de Pain” sold by the cafeteria

MATERIAL SUPPORT

- Regular collections for various items to involve the greatest possible number of employees and meet the different needs of La Mie de Pain
  - 3 collections in 2014:
    - Coffee, tea and sugar
    - Personal care products
    - Restaurant vouchers
The non-profit association, la Mie de Pain, was founded in 1887. Recognized by French authorities as contributing to the public good, the organization provides assistance for persons in danger, and helps marginalized individuals reintegrate the society, both personally and professionally.

Grounded on 5 fundamental values—solidarity, charity, non-discrimination, respect for individuals and commitment—its ambition is to keep going ever further to meet the needs of those who are most vulnerable due to poverty, marginalization or exclusion.

Transparency is a watchword of the organization, and for this reason La Mie de Pain is a member of the committee overseeing the Charter for Giving in Confidence, illustrating its commitment to disclosure.

Today, La Mie de Pain has 6 facilities, and provides 116,094 nights of rest in its shelters annually, as well as 137,799 hot meals. Each day, 1,000 people receive help, while 1,400 are domiciled with the organization for administrative purposes (data from 2013).

Pour en savoir plus : www.miedepain.asso.fr
CSR Report
Introduction to CSR Reporting

The following report has been compiled by Natixis Asset Management SA in compliance with French legislation (Loi Grenelle 2) governing the reporting of relevant social, environmental and societal information.

REPORTING PERIOD
The information presented in this document concerns the 2014 fiscal year. This period coincides with the calendar year (January 1 through December 31).

METHODOLOGICAL NOTE CONCERNING THE INDICATORS EMPLOYED

Social Indicators
- The term staff encompasses all employees under fixed-term and indefinite contract (CDD and CDI respectively) on payroll as at December 31. Expatriate employees and those on secondment are counted with their original unit;
- Hires include external recruits signed to indeterminate, fixed-term or work/study training contracts;
- Departures comprise all resignations, terminations, departures during the probationary period, voluntary retirement or early-retirement, breaches of contract and deaths;
- The proportion of disabled employees is calculated based on the number of employees with disabilities under fixed-term or indeterminate contract with Natixis Asset Management as at December 31, 2014.

Environmental Indicators
- Environmental indicators (consumption of energy, water, oil etc.) are calculated based on a prorated occupancy rate equivalent to Natixis AM’s usage of the Grand Seine premises, which in 2014 was 66% of useful rental space available.
- The Bilan Carbone® carbon accounting for Natixis AM takes into consideration the following elements:
  - Energy: energy consumption of the building (electricity, gas, oil, steam and cooling);
  - Non-Energy: leakage of refrigerant liquid;
  - Goods and Services: all goods and services purchased by the company, exclusive of durable goods amortized over several years: consumables, paper, intellectual services, office supplies, etc.;
  - Transportation of persons: commuting and professional travel undertaken by employees
  - Fixed assets: buildings, vehicles, IT hardware;
  - Freight: messaging and couriers;

EXCLUSIONS
Certain indicators for pollution were not calculated because irrelevant for Natixis Asset Management’s business activities, which are classified as low-risk in terms of pollution:
- Prevention, mitigation, or reparation of particulate emissions released in the air, water or soil susceptible of causing serious environmental impact;
- Awareness of noise pollution and other types of pollution specific to a type of activity or undertaking.
## Social Report

### Social Theme Distribution

<table>
<thead>
<tr>
<th></th>
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</tr>
</thead>
<tbody>
<tr>
<td>Total personnel (including FTE, CDI and CDD contracts)</td>
<td>658</td>
<td>620</td>
</tr>
<tr>
<td>Personnel signed to indeterminate CDI (as a %)</td>
<td>96.05%</td>
<td>96.90%</td>
</tr>
<tr>
<td>Personnel signed to fixed-term CDD (as a %)</td>
<td>3.95%</td>
<td>3.10%</td>
</tr>
<tr>
<td>Proportion of women (as a % of all staff)</td>
<td>44.40%</td>
<td>45.30%</td>
</tr>
</tbody>
</table>

### PERSONNEL DISTRIBUTION

**Distribution of personnel by department (100% in France)**

<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Sales activities</td>
<td>4%</td>
<td>4%</td>
</tr>
<tr>
<td>Client Services</td>
<td>6%</td>
<td>7%</td>
</tr>
<tr>
<td>Marketing / Communications</td>
<td>6%</td>
<td>8%</td>
</tr>
<tr>
<td>Asset Management</td>
<td>35%</td>
<td>32%</td>
</tr>
<tr>
<td>Middle office / Value Base</td>
<td>12%</td>
<td>14%</td>
</tr>
<tr>
<td>Information Technology</td>
<td>6%</td>
<td>5%</td>
</tr>
<tr>
<td>Compliance, Risk Management</td>
<td>7%</td>
<td>7%</td>
</tr>
<tr>
<td>Legal</td>
<td>5%</td>
<td>6%</td>
</tr>
<tr>
<td>Accounting / Comptroller</td>
<td>6%</td>
<td>7%</td>
</tr>
<tr>
<td>Human Resources</td>
<td>2%</td>
<td>2%</td>
</tr>
<tr>
<td>Senior Management (executive officers)</td>
<td>4%</td>
<td>4%</td>
</tr>
<tr>
<td>Assistants</td>
<td>6%</td>
<td>6%</td>
</tr>
<tr>
<td>Other</td>
<td>1%</td>
<td>1%</td>
</tr>
</tbody>
</table>

### ÉVOLUTION DES EFFECTIFS

**TOTAL hires (number)**

<table>
<thead>
<tr>
<th>Type of Contract</th>
<th>as at 31.12.2013</th>
<th>as at 31.12.2014</th>
</tr>
</thead>
<tbody>
<tr>
<td>CDI + CDD + CDD work/study contracts</td>
<td>82</td>
<td>99</td>
</tr>
<tr>
<td>Proportion of CDI contracts (as a % of total hires)</td>
<td>30%</td>
<td>37%</td>
</tr>
<tr>
<td>Recruits signed to CDI contracts (number)</td>
<td>25</td>
<td>37</td>
</tr>
<tr>
<td>Of which, CDD to CDI rollovers</td>
<td>5</td>
<td>5</td>
</tr>
<tr>
<td>Of which, hires within Groupe BPCE</td>
<td>13</td>
<td>17</td>
</tr>
</tbody>
</table>

**TOTAL departures from CDI (number)**

<table>
<thead>
<tr>
<th>Type of Departure</th>
<th>as at 31.12.2013</th>
<th>as at 31.12.2014</th>
</tr>
</thead>
<tbody>
<tr>
<td>Total departures</td>
<td>85</td>
<td>69</td>
</tr>
<tr>
<td>Of which transfers and hires within Groupe BPCE</td>
<td>58</td>
<td>48</td>
</tr>
<tr>
<td>Of which voluntary retirement/early retirement options</td>
<td>3</td>
<td>1</td>
</tr>
<tr>
<td>Of which resignations</td>
<td>12</td>
<td>8</td>
</tr>
<tr>
<td>Of which layoffs</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Of which termination for other causes</td>
<td>11</td>
<td>12</td>
</tr>
</tbody>
</table>

### COMPENSATION

**Average gross annual compensation (in thousands of €)**

<table>
<thead>
<tr>
<th>Type of Contract</th>
<th>as at 31.12.2013</th>
<th>as at 31.12.2014</th>
</tr>
</thead>
<tbody>
<tr>
<td>Average of all personnel (CDI &amp; CDD contracts)</td>
<td>80</td>
<td>82,672</td>
</tr>
<tr>
<td>Salary differential</td>
<td>3.69</td>
<td>3.62</td>
</tr>
<tr>
<td>Budget allocated to closing the gender wage gap (as a % of all wages)</td>
<td>0.2</td>
<td>0.2</td>
</tr>
<tr>
<td>Proportion of women (as a % of all staff)</td>
<td>44.40%</td>
<td>45.30%</td>
</tr>
</tbody>
</table>

### DIVERSITY

<table>
<thead>
<tr>
<th>Type of Contract</th>
<th>as at 31.12.2013</th>
<th>as at 31.12.2014</th>
</tr>
</thead>
<tbody>
<tr>
<td>Number of employees benefiting from a work/study contract</td>
<td>23</td>
<td>25</td>
</tr>
<tr>
<td>Number of employees with disabilities (number)</td>
<td>16</td>
<td>18</td>
</tr>
<tr>
<td>Employees with disabilities - proportion of workforce directly employed (as a %)</td>
<td>2.3%</td>
<td>2.57%</td>
</tr>
<tr>
<td>Employees with disabilities - proportion of entire workforce (as a %)</td>
<td>3.3%</td>
<td>3.23%</td>
</tr>
</tbody>
</table>
## Societal Report

<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>PROCUREMENT POLICY &amp; SUPPLIER RELATIONS</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Proportion of dossiers handled by the Procurement department (Natixis) that include environmental and social criteria (as a %)</td>
<td>79%</td>
<td>91%</td>
<td></td>
</tr>
<tr>
<td>Proportion of sums expended on procurement for which ESG criteria were integrated (as a %)</td>
<td>51%</td>
<td>91%</td>
<td></td>
</tr>
<tr>
<td>Suppliers canvassed as part of a survey on Sustainable Development</td>
<td>30</td>
<td>30</td>
<td></td>
</tr>
</tbody>
</table>

| PHILANTHROPY                                                                 |
| Financial support                                                                                      |                   |
| Collections of various goods in kind conducted on behalf of the sponsored association, La Mie de Pain (number of collections) | 3                 | 3                 |
| Technical support projects completed for the sponsored association, La Mie de Pain (number of skill-based philanthropy projects) | 1                 | 0                 |
| Volunteer “meal distribution” tasks completed by Natixis AM employees (number of tasks)               | N/A              | 105              |
| Employees actively implicated in the company’s philanthropic endeavors (number of participants in the working group) | 12                | 14                |

| CONTROL OF INDIRECT IMPACT RESPONSIBLE ASSET MANAGEMENT  |
| Nombre d’analystes extra-financiers (rattaché à Mirova, filiale de Natixis AM dédiée à l’investissement responsable) | 11                | 11                |
| Emetteurs analysés sur le plan ESG                                                                  | 3,018             | 3,018             |
| Gérants et analystes financiers formés aux enjeux extra-financiers (en % du budget global)       | 68                | 80                |
| Budget de recherche externe alloué à la recherche extra-financière (en % du budget global) | 10%               | 10%               |
| Comités d’intégration ESG (en nombre de séances)                                                    | 3                 | 5                 |
| Encours en gestion ISR et solidaire - fonds ouverts, dédiée et épargne salariale de Natixis AM (en milliards d’euros) | 9                 | 12,8              |
| Universel de vote (en nombre de valeurs)                                                            | 1,143             | 1,186             |
| Actions d’engagement réalisées sur des thématiques ESG (en nombre d’emetteurs cibles)             | 110               | 187               |
| Engagement de place (en nombre d’instances au sein desquelles Natixis AM est représenté)       | 10                | 9                 |

## Environmental Report

<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>PAPER</strong></td>
<td>Total paper consumption (in metric tons)</td>
<td>27</td>
<td>28</td>
</tr>
<tr>
<td></td>
<td>Paper consumption per FTE (in kg)</td>
<td>41</td>
<td>48</td>
</tr>
<tr>
<td><strong>GHG EMISSIONS</strong></td>
<td>GHG Emissions (in metric tons CO₂eq.)</td>
<td>4,368</td>
<td>4,131</td>
</tr>
<tr>
<td></td>
<td>Percentage of emissions related to procurement (as % of total emissions)</td>
<td>54%</td>
<td>59%</td>
</tr>
<tr>
<td></td>
<td>Percentage of emissions related to energy consumption (as % of total emissions)</td>
<td>9%</td>
<td>7%</td>
</tr>
<tr>
<td></td>
<td>Percentage of emissions related to travel (as % of total emissions)</td>
<td>13%</td>
<td>13%</td>
</tr>
<tr>
<td></td>
<td>Other sources (as % of total emissions)</td>
<td>24%</td>
<td>21%</td>
</tr>
<tr>
<td><strong>ENERGY</strong></td>
<td>Total energy consumption (in MWh)</td>
<td>4,166</td>
<td>3,467</td>
</tr>
<tr>
<td></td>
<td>Portion related to procurement (as % of total consumption)</td>
<td>0.57%</td>
<td>0.46%</td>
</tr>
<tr>
<td><strong>WASTE</strong></td>
<td>Total waste (in metric tons)</td>
<td>69</td>
<td>55</td>
</tr>
<tr>
<td></td>
<td>Commercial waste (in metric tons)</td>
<td>35</td>
<td>30</td>
</tr>
<tr>
<td></td>
<td>Paper waste (in metric tons)</td>
<td>34</td>
<td>25</td>
</tr>
<tr>
<td></td>
<td>Discarded batteries (in metric tons)</td>
<td>Non Disponible</td>
<td>0,07</td>
</tr>
<tr>
<td></td>
<td>WEEE (in metric tons)</td>
<td>Non Disponible</td>
<td>0,034</td>
</tr>
<tr>
<td></td>
<td>Fluorescent or tube lighting (number)</td>
<td>Non Disponible</td>
<td>232</td>
</tr>
<tr>
<td></td>
<td>Portion of waste sorted for recycling (as % of total waste)</td>
<td>50%</td>
<td>45%</td>
</tr>
<tr>
<td><strong>WATER</strong></td>
<td>Total water consumption (in m³), sanitary facilities and offices</td>
<td>2,862</td>
<td>2,845</td>
</tr>
<tr>
<td></td>
<td>Cubic meters of water consumed per square meter of usable space</td>
<td>0.23</td>
<td>0.23</td>
</tr>
</tbody>
</table>

1 Perimeter: Natixis Asset Management.
## Correspondence Table

for article 225 of the Loi Grenelle II

### SOCIAL INFORMATION

<table>
<thead>
<tr>
<th>Reference within Grenelle 2, Art. 225</th>
<th>Themes of article 225</th>
<th>Corresponding areas of Natixis AM’s CSR approach</th>
</tr>
</thead>
<tbody>
<tr>
<td>ART. R, 225-105-1-I-1° A) Labor</td>
<td>Total personnel and distribution of wages by gender and geographical area</td>
<td>- Social Report, p.64-65</td>
</tr>
<tr>
<td></td>
<td>New hires and departures</td>
<td>- Section “Attracting talent and diversity,” p.24 - Social Report, p.64-66</td>
</tr>
<tr>
<td></td>
<td>Compensation</td>
<td>- Section “Retaining our employees” p.34 - Social Report, p.64-66</td>
</tr>
<tr>
<td>ART. R, 225-105-1-I-1° A) Organization of labor</td>
<td>Organization of working time</td>
<td>- Section “Workplace quality of life” p.35 - Social Report, p.64-66</td>
</tr>
<tr>
<td>ART. R, 225-105-1-I-1° C) Labor Relations</td>
<td>Organization of social dialogue, procedures for informing and consulting personnel and mechanisms for employee bargaining</td>
<td>- Section “Placing dialogue at the heart of the company,” p.36 - UES advisory presence at meetings of the Board of Directors p.40 - Section Opportunities for dialogue and debate,” p.42</td>
</tr>
<tr>
<td></td>
<td>A review of all Collective Bargaining Agreements</td>
<td>Social Report, p.64-66</td>
</tr>
<tr>
<td>ART. R, 225-105-1-I-1° D) Health and safety</td>
<td>Workplace health and safety conditions</td>
<td>- Social Report, p.64-66</td>
</tr>
<tr>
<td></td>
<td>Where applicable, any agreements signed with labor organizations or unions regarding health and safety</td>
<td>- Social Report, p.64-66</td>
</tr>
<tr>
<td>ART. R, 225-105-1-I-1° E) Professional development</td>
<td>Professional development and training policy</td>
<td>- Section “Providing training to support employability and efficiency,” p.30-31</td>
</tr>
<tr>
<td></td>
<td>Total number of training hours dispensed</td>
<td>- Social Report, p.64-66</td>
</tr>
<tr>
<td>ART. R, 225-105-1-I-1° F) Diversity &amp; equality of opportunity</td>
<td>Measures taken to promote gender equality</td>
<td>- Section “Attracting talent and diversity,” p.24-29 - Social Report, p.64-66</td>
</tr>
<tr>
<td></td>
<td>Measures taken to promote the hiring and employability of persons with disabilities</td>
<td>- Social Report, p.64-66</td>
</tr>
<tr>
<td></td>
<td>Anti-discrimination policy</td>
<td></td>
</tr>
</tbody>
</table>

### SOCIETAL INFORMATION

<table>
<thead>
<tr>
<th>Reference within Grenelle 2, Art. 225</th>
<th>Themes of article 225</th>
<th>Corresponding areas of Natixis AM’s CSR approach</th>
</tr>
</thead>
<tbody>
<tr>
<td>ART. R, 225-105-1-I-3° A) Economic, social and regional impact</td>
<td>Employment and regional development impact</td>
<td>Panel on Mirova, Natixis AM subsidiary dedicated to Responsible Investment offering funds with positive ESG impacts, p.20-21</td>
</tr>
<tr>
<td></td>
<td>Effects on local or neighboring populations</td>
<td>- Section “An Approach To Philanthropy That Is Sincere, Lasting And Dynamic,” p.56-59 - Local philanthropic partnership with La Mie de Pari, a non-profit association based in the 13th arrondissement of Paris - Societal Report, p.66</td>
</tr>
<tr>
<td>ART. R, 225-105-1-I-3° B) Relations maintained with persons or organizations having an interest or stake in the company’s activities</td>
<td>Mechanisms supporting dialogue with persons or organizations (especially job placement associations, educational institutions, environmental protection associations, consumer groups and local communities)</td>
<td>- Section “Facilitating the sustainable professional integration of employees with disabilities,” p.27-29 - Description of interactions with associations that perform job placement for persons with disabilities and with other stakeholders, particularly via the HandiFormaFinance platform - Societal Report, p.66</td>
</tr>
<tr>
<td>ART. R, 225-105-1-I-3° C) Outsourcing and suppliers</td>
<td>Incorporation of social and environmental issues in procurement decisions</td>
<td>- Section “Fostering Responsible Behavior amongst Suppliers,” p.46-47 - Societal Report, p.66</td>
</tr>
</tbody>
</table>
## Correspondence Table
for article 225 of the Loi Grenelle II

<table>
<thead>
<tr>
<th>Reference within Grenelle 2, Art. 225</th>
<th>Themes of article 225</th>
<th>Corresponding areas of Natixis AM’s CSR approach</th>
</tr>
</thead>
<tbody>
<tr>
<td>ART. R. 225-105-I-II-2° A)</td>
<td>General Environmental Policy</td>
<td>Corporate measures in place to take environmental concerns into account and, where appropriate, assessment of impact and/or environmental certification</td>
</tr>
<tr>
<td></td>
<td></td>
<td>- Section “Limiting Our Direct Impact on the Environment” p.48-55</td>
</tr>
<tr>
<td></td>
<td></td>
<td>Efforts to inform and train employees in areas related to environmental protection</td>
</tr>
<tr>
<td></td>
<td></td>
<td>- Initiatives proposed by the collaborative working group “Agir pour l’Environnement” p.54-55</td>
</tr>
<tr>
<td></td>
<td></td>
<td>Efforts devoted to preventing or reducing environmental risks and pollution</td>
</tr>
<tr>
<td></td>
<td></td>
<td>- Section “Reducing pollution and waste” p.51</td>
</tr>
<tr>
<td>ART. R. 225-105-I-II-2° B)</td>
<td>Pollution and Waste Management</td>
<td>Measures implemented to mitigate or repair emissions affecting air, soil or water with significant environmental consequences</td>
</tr>
<tr>
<td></td>
<td></td>
<td>Not a relevant category for asset management activities</td>
</tr>
<tr>
<td></td>
<td></td>
<td>Measures to avoid, recycle, and eliminate waste</td>
</tr>
<tr>
<td></td>
<td></td>
<td>- Section “Reducing pollution and waste” p.51</td>
</tr>
<tr>
<td></td>
<td></td>
<td>Concern for sound pollution and all other types of pollution specific to the activity under consideration</td>
</tr>
<tr>
<td></td>
<td></td>
<td>Not a relevant category for asset management activities</td>
</tr>
<tr>
<td>ART. R. 225-105-I-II-2° C)</td>
<td>Sustainable Use of Resources</td>
<td>Water consumption and water supply assessed in terms of local constraints</td>
</tr>
<tr>
<td></td>
<td></td>
<td>Section “Responsible consumption of resources” p.50</td>
</tr>
<tr>
<td></td>
<td></td>
<td>Environmental Report, p.67</td>
</tr>
<tr>
<td></td>
<td></td>
<td>Consumption of raw materials and measures in place to improve efficient use thereof</td>
</tr>
<tr>
<td></td>
<td></td>
<td>Section “Responsible consumption of resources” p.50</td>
</tr>
<tr>
<td></td>
<td></td>
<td>Environmental Report, p.67</td>
</tr>
<tr>
<td></td>
<td></td>
<td>Energy consumption and measures in place to improve energy efficiency and increase reliance on renewable energy sources</td>
</tr>
<tr>
<td></td>
<td></td>
<td>Section “Environmentally sound facilities management” p.48-49</td>
</tr>
<tr>
<td></td>
<td></td>
<td>- Section “Responsible consumption of resources” p.50</td>
</tr>
<tr>
<td></td>
<td></td>
<td>Environmental Report, p.67</td>
</tr>
<tr>
<td>ART. R. 225-105-I-II-2° D)</td>
<td>Climate Change</td>
<td>GHG emissions</td>
</tr>
<tr>
<td></td>
<td></td>
<td>- Panel on “Our efforts to support the struggle against climate change” p.52</td>
</tr>
<tr>
<td></td>
<td></td>
<td>- Environmental Report, p.67</td>
</tr>
<tr>
<td>ART. R. 225-105-I-II-2° E)</td>
<td>Respect for Biodiversity</td>
<td>Measures implemented to preserve or foster biodiversity</td>
</tr>
<tr>
<td></td>
<td></td>
<td>Not a relevant category for asset management activities</td>
</tr>
</tbody>
</table>
A CSR Approach
in keeping with the sustainable development strategy adopted by Natixis

As a company aware of our social and environmental responsibility, Natixis, with the support of staff, has adopted a three-pronged sustainable development policy focused on:

- **Addressing social and environmental issues in our business activities**: this involves better identifying and reducing CSR (Corporate Social Responsibility) risks associated with the projects we finance, and seizing opportunities for growth in sectors such as Green Growth and Responsible Investment;
- **Limiting direct impact on the environment**: we seek to reduce our consumption of resources, our production of waste, and GHG emissions in addition to handling relationships with suppliers responsibly;
- **Fostering social progress through our Human Resource policies**: this commitment is reflected in our recruiting policy, as well as our support for career management, professional development, career mobility, diversity and Labor relations.

To learn more, please visit: www.natixis.com


1 In FTE - 2 Expressed as an overall rate, that is, including services contracted to protected worker sector companies.
To learn more

About Natixis Asset Management and its areas of expertise:
www.nam.natixis.com

About Mirova’s range of Socially Responsible Investment and Impact Investing products:
www.mirova.com

About La Mie de Pain, the non-profit community association sponsored by Natixis Asset Management as part of its philanthropic endeavors:
www.miedepain.asso.fr

About the Natixis family of corporations:
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Drafted on June 1, 2015.