

EQ Positive Impact Portfolio

OFFSHORE H1 2026 UPDATE

The Positive Impact portfolios are managed with a dual mandate: to achieve long-term capital growth by investing in solutions that address the world's major social & environmental challenges

This update features examples of three companies with a focus on the following UN Sustainable Development Goals:



The challenge: Improving efficiency in the transport sector

9 INDUSTRY, INNOVATION
AND INFRASTRUCTURE



The world faces a major challenge from road vehicle emissions, which account for more than 20% of global greenhouse gases¹.

Improving efficiency in the transport sector

Despite rising demand for cleaner transport, many auto manufacturers still lag behind crucial targets to cut emissions, and global carbon dioxide levels from vehicles have climbed. While electric vehicles (EVs) are gaining ground ([forecasted to make up 27.5% of new car sales globally in 2026](#)) petrol and diesel cars are still common, and industry progress has been uneven. Bringing down these emissions quickly is essential to achieve climate goals and ensure cleaner air for future generations.

Company: onsemi

ON Semiconductor helps the car industry cut emissions by supplying semiconductors (electronic chips) that make electric and hybrid cars work better. These tiny chips help manage the power going between the battery, motor, and charging components, so the car runs more efficiently and travels further without needing more electricity. For example, [ON Semiconductor's power management chips can charge electric vehicle batteries up to 10 times faster](#) and make sure the car's motor uses energy wisely, meaning less is wasted as heat.

The company's smart electronic switches don't just save energy; they also improve safety by letting car makers quickly detect faults. ON Semiconductor's products are also used in electric steering, climate control, and lighting, all of which use less energy thanks to efficient chip technology. By helping cars use less energy and more renewable electricity, these products support cleaner air and help reach lower carbon emissions targets in the UK and worldwide.

<https://www.onsemi.com/>

1: <https://theicct.org/publication/vision-2050-global-zev-transition-2024-jan25/>

The onsemi logo is displayed in white text against an orange background. The background features a complex, abstract pattern of blue and white lines and squares, resembling a circuit board or a digital network, which extends across the right side of the image.

Fund in focus:

Janus Henderson
INVESTORS

ON Semiconductor receives investment from the Janus Henderson US Sustainable Equity Fund, which seeks to invest in US listed companies whose products and/or services address environmental and/or social challenges. Other companies in the semiconductor industry the fund invests in include [TSMC](#) and [Nvidia](#).



The challenge: Improving educational opportunities in Mexico

Mexico faces persistent educational gaps, with upper secondary completion consistently under 65% nationally, while learning outcomes in reading and maths remain significantly below OECD averages¹. Rural, Indigenous and Afro descendant students are over represented in territories classified with “high” and “very high” social gaps, where poverty, inadequate school infrastructure and teacher shortages reinforce low completion and attainment.

Improving educational opportunities in Mexico

Rural, Indigenous and Afro descendant students are over represented in territories classified with “high” and “very high” social gaps, where poverty, inadequate school infrastructure and teacher shortages reinforce low completion and attainment.

To respond, Mexico has used its SDG sovereign bond programme to channel a significant share of sustainable finance toward education. [In the 2025 SDG Bond Allocation and Impact Report](#), education (SDG 4) represents around 30% of the notional allocation of the SDG bond portfolio, equivalent to roughly \$2.31 billion out of USD 7 billion in total eligible expenditures linked to priority SDGs.



To tackle dropout and low attainment, one flagship use of proceeds is the Benito Juárez Basic Education Scholarship Program for Well being, which received \$581 million in 2024. The programme provides cash scholarships to basic education students from low income households, using the [Social Gap Index](#) to concentrate resources in highly marginalised municipalities where upper secondary completion remains well below the national average.

In Chiapas for example, the SDG bond supported Benito Juárez scholarships flowing predominantly to municipalities with “high” and “very high” marginalisation, where they help offset opportunity costs of schooling for Indigenous students and contribute to higher grade transition and retention rates. This territorial targeting is complemented by investments in school infrastructure initiatives such as “The School is Ours,” reinforcing the impact of scholarships by improving learning environments in the same underserved areas.

1: <https://download.uis.unesco.org/SDG4/SDG4-Profile-Mexico.pdf>



Fund in focus:

WELLINGTON
MANAGEMENT®

The Government of Mexico received investment in its SDG sovereign bond programme from the Wellington Global Impact Bond Fund, which aims to deliver the dual benefits of attractive fixed income returns and material, additional measurable impact. Other labelled government bonds in the fund include [Colombia](#) and [Germany](#).



The challenge: Driving decarbonisation in the industrial sector

Industrial emissions from manufacturing, steelmaking, chemicals, and construction make up more than half of global greenhouse gas output, with estimates for 2025 indicating these sectors are responsible for up to 57% of all carbon emissions worldwide.

Driving decarbonisation in the industrial sector

Heavy industry relies on high temperatures, fossil fuels, and chemical reactions that produce vast amounts of carbon dioxide. Despite advances in energy efficiency and stricter emissions rules, many processes remain challenging to decarbonise, especially in developing economies and key sectors like cement and steel.

Transitioning to cleaner fuels, green hydrogen, and carbon capture is seen as essential to cut the annual emissions from these hard to abate sectors and move towards global climate targets.

Company:

Linde's products and services help tackle global environmental challenges by supplying low-carbon industrial gases and clean technologies for a range of sectors. For example, Linde Green gases, which includes liquefied oxygen, nitrogen, argon, and CO₂, are produced with 100% renewable electricity and delivered using renewable fuels, cutting the carbon footprint of these gases by up to 95% compared to conventional methods.

Additionally, Linde provides [hydrogen and CO₂ capture technologies](#) that support cleaner chemical, steel, and fuel production. Their gas applications have enabled industries to avoid more than [96 million metric tons of CO₂e](#), more than double the emissions that Linde generated from its own operations.

Linde's products also help its customers optimise manufacturing, food processing, and water treatment to reduce pollutants.

<https://www.linde.com/>

1: <https://oneclicklca.com/en/resources/articles/global-emission>



Fund in focus:

IMPAX Asset Management

Linde receives investment from the Impax Environmental Leaders Equity Fund, which seeks to invest in global companies whose products and/or services address environmental challenges. Other companies in the chemicals industry the fund invests in include [Air Liquide](#).

Risk warning

Past performance is not a guide to future performance. The value of investments and the income derived from them may go down as well as up and investors may get back less than they originally invested.

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