PUBLIC TRANSPARENCY REPORT

2025

PGIM Quantitative Solutions

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About this report

PRI reporting is the largest global reporting project on responsible investment.

It was developed with investors, for investors. PRI signatories are required to report publicly on their responsible investment activities each year. In turn, they receive a number of outputs, including a public and private Transparency Report.

The public Transparency Reports, which are produced using signatories' reported information, provide accountability and support signatories to have internal discussions about their practices and to discuss these with their clients, beneficiaries, and other stakeholders. This public Transparency Report is an export of the signatory's responses to the PRI Reporting Framework during the 2025 reporting period. It includes the signatory's responses to core indicators, as well as responses to plus indicators that the signatory has agreed to make public.

In response to signatory feedback, the PRI has not summarised signatories' responses – the information in this document is presented exactly as it was reported.

For each of the indicators in this document, all options selected by the signatory are presented, including links and qualitative responses. In some indicators, all applicable options are included for additional context.

Disclaimers

Legal Context

PRI recognises that the laws and regulations to which signatories are subject differ by jurisdiction. We do not seek or require any signatory to take an action that is not in compliance with applicable laws. All signatory responses should therefore be understood to be subject to and informed by the legal and regulatory context in which the signatory operates.

Responsible investment definitions

Within the PRI Reporting Framework Glossary, we provide definitions for key terms to guide reporting on responsible investment practices in the Reporting Framework. These definitions may differ from those used or proposed by other authorities and regulatory bodies due to evolving industry perspectives and changing legislative landscapes. Users of this report should be aware of these variations, as they may impact interpretations of the information provided.

Data accuracy

This document presents information reported directly by signatories in the 2025 reporting cycle. This information has not been audited by the PRI or any other party acting on its behalf. While this information is believed to be reliable, no representations or warranties are made as to the accuracy of the information presented.

The PRI has taken reasonable action to ensure that data submitted by signatories in the reporting tool is reflected in their official PRI reports accurately. However, it is possible that small data inaccuracies and/or gaps remain, and the PRI shall not be responsible or liable for such inaccuracies and gaps.

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SENIOR LEADERSHIP STATEMENT (SLS)

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Indicator	Type of indicator	Dependent on	Gateway to	Disclosure	Subsection	PRI Principle
SLS 1	CORE	N/A	N/A	PUBLIC	Senior Leadership Statement	GENERAL

Section 1. Our commitment

■ Why does your organisation engage in responsible investment?
■ What is your organisation's overall approach to responsible investment, and what major responsible investment commitment(s) have you made?

As quantitative investors, we utilize a variety of information and data in our investment process. This holistic approach can identify risks across many dimensions, including company-specific risks and risks that can surface in the economic, business, and regulatory environments. Since ESG factors comprise just one dimension of the overall risk environment, our approach to ESG is therefore an extension of this overall risk analysis. Specifically, it further identifies material risk arising from companies' interactions with their customers, suppliers, employees etc., that could exert potential influence on companies' financial outcomes.
Our approach has the flexibility and depth to allow us to further broaden our analysis of material issues to encompass a wider set of sustainability concerns and more strongly reflect sector/country impacts on companies' sustainability behaviors. We can extend our analysis to focus on the impact companies have on the environment and society by quantifying company alignment with the Sustainable Development Goals to gauge the impact a company's product/services are having on the world.
The combined outcome is that we can assess the consequences of a company's internal activities and also the external impacts of its products and services. Importantly, our quantitative investment style allows us to develop these insights across all companies within our investment universe allowing us to adopt a truly global approach to sustainable investing.
Underpinning our capability is deep research. The incorporation of (1) material risks, (2) sustainability considerations, or (3) impact insights into client portfolios is preceded by extensive research and testing before incorporation into a client solution. We have a thorough understanding of how these features interact with and contribute to risk and returns outcomes for our clients before any investment actions are taken. Furthermore, when these features are integrated into client portfolios, our portfolio engineering results in outcomes that produce intentional, consistent, and transparent exposures. Our quantitative expertise also allows us to further customize investment solutions around sustainability features, universe, risk level, and expected return. Giving clients options and a voice in articulating their investment values, guidelines, and beliefs is at the core of our process.
Beyond portfolio investment activities, we firmly believe in the importance of effective stewardship and engagement as a mechanism to proactively address companies' material risks or egregious sustainability behaviors. Additionally, as quantitative investors managing highly diversified portfolio across global universes, we view "market-level" engagement with policy makers and regulators as well as collaboration with industry organizations to promote improved disclosure of information that could enhance outcomes for client portfolios as critical to our ESG investment process.
As a firm, we have made several public commitments in relation to ESG and responsible investing. These include:
• Signatory to Principles for Responsible Investment (2015)
• Member of the IFRS Investor Advisory Group (2017)
• Publicly support the Task Force on Climate-Related Financial Disclosures (2018)
• Associate member of the Council of Institutional Investors (2019)

• Publicly support the Paris Agreement (2020)
• Signatory to the CDP (2023)
In addition, we are members of the Council of Institutional Investors (CII) and also work with the Institutional Investors Group on Climate Change (IIGCC), Institutional Corporate Governance Network (ICGN), and the Transition Pathway Initiative (TPI) through memberships held by PGIM, the global investment management business of PFI.
Based on discussions with the PRI, the AUM we are reporting does not include our passive or multi-asset AUM. PGIM Quant is an active quantitative equities manager and only provides passive management upon client request. For our multi-asset AUM, PGIM Quant does not select the third-party underlying external investment managers and there is currently no reporting module for asset allocators. As of 6/30/2025, PGIM Quant's total AUM, including passive equities and multi-asset, was $109.5 billion. Of this amount, as of 6/30/2025, PGIM Quant had $22.3 billion in passive and $48.3 billion in multi-asset AUM.

Section 2. Annual overview

■ Discuss your organisation's progress during the reporting year on the responsible investment issue you consider most relevant or material to your organisation or its assets.
■ Reflect on your performance with respect to your organisation's responsible investment objectives and targets during the reporting year. Details might include, for example, outlining your single most important achievement or describing your general progress on topics such as the following (where applicable):
• refinement of ESG analysis and incorporation
• stewardship activities with investees and/or with policymakers
• collaborative engagements
• attainment of responsible investment certifications and/or awards

Over the years, we have taken significant steps to refine our ESG analysis and its incorporation into our quantitative equity strategies.
To improve our ESG analysis we have:
• Broadened the data sources used and the breadth of material risk issues considered
• Improved how we combine metrics into material risk issue scores
• Neutralized factors that could confound the determination of material risk issues
• Improved the confidence threshold required to determine whether company-disclosed data is meaningful
• Generated insights about companies that do not disclose data, allowing us to assign a materiality-risk score even in the absence of direct data disclosures We have also improved our assessment of broader sustainability attributes to promote exposure to companies with more effective sustainability management. These enhancements build on our material event risk (MER) factors to include additional sustainability attributes often not deemed of immediate material importance. We weigh materiality considerations with general sustainability attributes differently in each industry, another improvement.
As a result of these enhancements, we have integrated material risk insights incorporating ESG-related insights into the majority of our quantitative equity strategies. We have also translated our ESG research into custom portfolio solutions that can meet specific client preferences and objectives related to overall ESG, specific ESG exposures (Low Carbon Emissions, Low Water Usage), and specific investment restrictions.
Beyond ESG, we have initiated research into company alignment with the Sustainable Development Goals (SDGs). This involves assessing how a company's product can be used to contribute to an SDG (or multiple SDGs). The alignment with SDGs can be used as a proxy for assessing how a company's product can solve environmental and/or social problems. This is distinct from our ESG assessments that focus on evaluating internal operations of a company. The appeal of SDGs goes beyond proxying for impact. It can also identify companies exposed to structural growth opportunities. Our research into SDGs is primarily focusing on how best to align a portfolio with SDGs while still delivering on risk and return objectives of an investor.

We continue to refine our stewardship program to identify and support the complete opportunity set of third-party led engagements. We overlay active engagements on current portfolio holdings to identify those engagements relevant to outcomes sought by clients. For engagements that overlap with current portfolio holdings, we participate in organized calls with company management, to learn about and support: 1) information to help understand actions taken to address material risk; 2) information about possible future actions to address material risk; 3) encouraging and enhancing public disclosure of additional data to improve our investment decision-making process. For sustainability-focused and impact strategies, we have also initiated a program that allows us to further engage with companies whose conduct violates international norms to uncover information about said conduct and determine steps to mitigate such future conduct.
We also continue to participate in collaborative engagements through the organizations we are signatories to, and through memberships held by PGIM, the global investment management business of PFI. To that end, PGIM Quant signed on to the PRI and LSEG sign-on letter calling for commitment from relevant authorities across jurisdictions to adopt the ISSB standards – IFRS S1 and IFRS S2 – on an economy-wide basis by 2025. As a signatory to the CDP, we supported the Non-Disclosure Campaign in 2024, which resulted in a total of 396 companies newly disclosing on topics related to climate change, forests, water security, and are currently enrolled in the 2025 NDC campaign. In 2024, we also adopted the principles recommended by the European Fund and Asset Management Association (EFAMA) Stewardship Code. In addition, we have partnered with PGIM on several public policy consultations and trade associations, additional detail can be found https://www.pgim.com/us/en/institutional/insights/market-portfolio/esg-sustainability/esg-investing-report .

Section 3. Next steps

■ What specific steps has your organisation outlined to advance your commitment to responsible investment in the next two years?

PGIM Quant is dedicated to extending and expanding our commitment to responsible investment. We have been conducting research into specific investment use cases of SDG insights, with the intention of further building out our impact investing capability to allow investors to gain greater access to emerging growth opportunities and/or complement their existing ESG investments / private market impact investments. To that end, we aim to continue to conduct ongoing ESG research and regularly publish our insights and thought leadership content to help advance the understanding of ESG by both our clients, as well as within the greater investment community. We seek to further explore and apply more timely insights to our investment processes as we strive to identify new approaches to best reflect client ESG preferences that can optimally balance portfolio risk and return objectives.
We plan to continue evaluating new ESG data sources in order to broaden coverage, enrich assessment of specific ESG issues and facilitate the development of custom sustainability investment solutions. In addition, we plan on enhancing our ESG reporting capabilities by including the monitoring of all material event risk factors, ESG, climate and SDG features across all portfolios within the Quantitative Equity suite into our proprietary portfolio management platform.

Section 4. Endorsement

'The Senior Leadership Statement has been prepared and/or reviewed by the undersigned and reflects our organisation-wide commitment and approach to responsible investment'.

Name

George Patterson

Position

Chief Investment Officer

Organisation’s Name

PGIM Quantitative Solutions

◉ **A**
'This endorsement applies only to the Senior Leadership Statement and should not be considered an endorsement of the information reported by the above-mentioned organisation in the various modules of the Reporting Framework. The Senior Leadership Statement serves as a general overview of the above-mentioned organisation's responsible investment approach. The Senior Leadership Statement does not constitute advice and should not be relied upon as such. Further, it is not a substitute for the skill, judgement and experience of any third parties, their management, employees, advisors and/or clients when making investment and other business decisions'.
○ B

OTHER RESPONSIBLE INVESTMENT REPORTING OBLIGATIONS (ORO)

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Indicator	Type of indicator	Dependent on	Gateway to	Disclosure	Subsection	PRI Principle
ORO 1	CORE	N/A	N/A	PUBLIC	Other Responsible Investment Reporting Obligations	6

During the reporting year, to which international or regional ESG-related legislation(s) and/or regulation(s) did your organisation report?

☐ (A) Corporate Sustainability Reporting Directive (CSRD) [European Union]
☐ (B) Directive on AIFM (2011/61/EU) [European Union]
☐ (C) Enhancing climate-related disclosures by asset managers, life insurers and FCA-regulated pension providers (PS21/24) [United Kingdom]
☐ (D) EU Taxonomy Regulation [European Union]
☐ (E) Improving shareholder engagement and increasing transparency around stewardship (PS19/13) [United Kingdom]
☐ (F) IORP II (Directive 2016/2341) [European Union]
☐ (G) Law on Energy and Climate (Article 29) [France]
☐ (H) MiFID II (2017/565) [European Union]
☐ (I) Modern Slavery Act [United Kingdom]
☐ (J) PEPP Regulation (2019/1238) [European Union]
☐ (K) PRIIPS Regulation (2016/2340 and 2014/286) [European Union]
☐ (L) Regulation on the Integration of Sustainability Risks in the Governance of Insurance and Reinsurance Undertakings (2021/1256) [European Union]
☐ (M) SFDR Regulation (2019/2088) [European Union]
☐ (N) SRD II (Directive 2017/828) [European Union]
☐ (O) The Occupational Pension Schemes Regulation on Climate Change Governance and Reporting [United Kingdom]
☐ (P) Climate Risk Management (Guideline B-15) [Canada]
☐ (Q) Continuous Disclosure Obligations (National Instrument 51-102) [Canada]
☐ (R) Disposiciones de Carácter General Aplicables a los Fondos de Inversión y a las Personas que les Prestan Servicios (SIEFORE) [Mexico]
☐ (S) Instrucciones para la Integración de Dactores ASG en Los Mecanismos de Revelación de Información para FIC (External Circular 005, updated) [Colombia]
☐ (T) Provides for the creation, operation, and disclosure of information of investment funds, as well as the provision of services for the funds, and revokes the regulations that specifies (CVM Resolution No. 175) [Brazil]
☐ (U) SEC Expansion of the Names Rule [United States of America]
☐ (V) SEC Pay Ratio Disclosure Rule [United States of America]
☐ (W) ASIC RG65 Section 1013DA Disclosure Guidelines [Australia]
☐ (X) Circular to Licensed Corporations: Management and Disclosure of Climate-related Risks by Fund Managers [Hong Kong SAR]
☐ (Y) Financial Investment Services and Capital Markets Act (FSCMA) [Republic of Korea]
☐ (Z) Financial Instruments and Exchange Act (FIEA) [Japan]
☐ (AA) Financial Markets Conduct Act [New Zealand]
☐ (AB) Guiding Opinions on Regulating the Asset Management Business of Financial Institutions [China]
☐ (AC) Guidelines on Environmental Risk Management for Asset Managers [Singapore]
☐ (AD) Guidelines on Sustainable and Responsible Investment Funds [Malaysia]
☐ (AE) Modern Slavery Act (2018) [Australia]

☐ (AF) Stewardship Code for all Mutual Funds and All Categories of AIFs [India]
☐ (AG) ADGM Sustainable Finance Regulatory Framework [United Arab Emirates]
☐ (AH) JSE Limited Listings Requirements [South Africa]
☐ (AI) Other
☐ (AJ) Other
☐ (AK) Other
☐ (AL) Other
☐ (AM) Other
◉ **(AN) Not applicable; our organisation did not report to any ESG-related legislation and/or regulation during the reporting year.**

Provide context:

PGIM Quantitative Solutions does not directly report to ESG-related legislation and/or regulation but does contribute to the reports prepared by the PGIM Investments UCITS platform. PGIM Quantitative Solutions acts as sub-advisor for certain UCITS and QIF Funds on this platform. The reports in question includes:

- Directive on AIFM (2011/61/EU) [European Union]
- EU Taxonomy Regulation [European Union]
- PRIIPS Regulation (2016/2340 and 2014/286) [European Union]
- SFDR Regulation (2019/2088) [European Union]
- SRD II (Directive 2017/828) [European Union]

Indicator	Type of indicator	Dependent on	Gateway to	Disclosure	Subsection	PRI Principle
ORO 2	CORE	N/A	N/A	PUBLIC	Other Responsible Investment Reporting Obligations	6

During the reporting year, to which voluntary responsible investment/ESG frameworks did your organisation report?

☐ (A) Asset Owners Stewardship Code [Australia]
☐ (B) Código Brasileiro de Stewardship [Brazil]
☐ (C) New Zealand Stewardship Code
☐ (D) Principles for Responsible Institutional Investors (Stewardship Code) [Japan]
☐ (E) Stewardship Code [United Kingdom]
☐ (F) Stewardship Framework for Institutional Investors [United States of America]
☐ (G) CFA Institute ESG Disclosure Standards for Investment Products [Global]
☐ (H) Guidelines on Funds' Names using ESG or Sustainability-related Terms [European Union]
☐ (I) Luxflag ESG Label [Luxembourg]
☐ (J) RIAA Responsible Investment Certification Program [Australia]
☐ (K) SRI Label [France]
☐ (L) ANBIMA Code of Regulation and Best Practices of Investment Funds [Brazil]
☐ (M) Code for Institutional Investors 2022 [Malaysia]
☐ (N) Code for Responsible Investing in South Africa (CRISA 2) [South Africa]
☐ (O) Corporate Governance Guidelines [Canada]
☐ (P) Defined Contribution Code of Practice [United Kingdom]
☐ (Q) European Association for Investors in Non-Listed Real Estate Vehicles (INREV) Guidelines [Global]
☐ (R) Global ESG Benchmark for Real Assets (GRESB) [Global]
☐ (S) Global Impact Investing Network (GIIN) Impact Reporting and Investment Standards (IRIS+) [Global]
☐ (T) OECD Guidelines for MNES - Responsible Business Conduct for Institutional Investors [Global]
☐ (U) UN Guiding Principles (UNGP) on Business and Human Rights [Global]
☐ (V) Net Zero Asset Managers (NZAM) Initiative [Global]
☐ (W) Net-Zero Asset Owner Alliance (NZAOA) [Global]
☐ (X) Recommendations of the Taskforce for Climate-related Financial Disclosure (TCFD) [Global]
☐ (Y) The Net Zero Investment Framework (NZIF) 2.0 [Global]
☐ (Z) Recommendations of the Taskforce for Nature-related Financial Disclosure (TNFD) [Global]
☐ (AA) Global Reporting Initiative (GRI) Standards [Global]
☐ (AB) IFC Performance Standard [Global]
☐ (AC) International Sustainability Standards Board (ISSB) Standards [Global]

☐ (AD) Sustainability Accounting Standards Board (SASB) Standards [Global]
☐ (AE) Other
☐ (AF) Other
☐ (AG) Other
☐ (AH) Other
☐ (AI) Other
◉ **(AJ) Not applicable; our organisation did not report to any voluntary responsible investment/ESG frameworks during the reporting year.**

Provide context:

Our TCFD disclosures are presented in Prudential Financial Inc.’s (PFI) annual TCFD Disclosure Report.