



# **SUSTAINABLE INVESTMENT POLICY**

EDISI PERTAMA

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# **SUSTAINABLE INVESTMENT POLICY UNIVERSITI SELANGOR**

## **1. Purpose**

This policy provides guidance to the university in making investment decisions aligned with sustainability principles, social responsibility, and university values. It ensures that UNISEL's investments contribute to sustainable development while delivering positive impacts on society, the economy, and the environment.

## **2. Scope**

This policy applies to all investment activities carried out by UNISEL, including reserves and other financial assets managed by the university.

## **3. Sustainable Investment Philosophy**

Investments made by UNISEL must be based on sustainable development principles with an emphasis on:

3.1 Environmental Sustainability: Investments in projects that support natural resource conservation, reduce carbon footprints, and promote renewable energy.

3.2 Social Responsibility: Investments that contribute to social well-being, empower local communities, and encourage fair, diverse, and inclusive labour practices.

3.3 Good Governance: Investments in companies that practice strong corporate governance, transparency, accountability, and ethical management.

## **4. Socially Responsible Investment (SRI)**

UNISEL's Sustainable Investment Policy emphasises Socially Responsible Investment (SRI), an investment approach that integrates financial performance with social impact.

UNISEL will prioritise investments in companies, funds, and projects that meet the following criteria:

4.1 Positive Impact: Companies or projects that contribute to achieving the United Nations Sustainable Development Goals (SDGs).

4.2 Ethical Practices: Investments in entities that adhere to high ethical standards, promote good governance, and avoid harmful societal and environmental practices.

4.3 Stakeholder Engagement: Focus on investments with a commitment to dialogue with stakeholders, including communities, employees, and shareholders, to ensure business practices are aligned with social responsibility.

## **5. Investment Selection Criteria**

In addition to financial returns, UNISEL's investment selection process will include the following criteria to ensure alignment with sustainability goals:

5.1 Environmental Impact: Priority is given to investments in projects or companies that practice environmentally friendly practices, reduce pollution, support biodiversity, and promote sustainable agriculture or clean energy.

5.2 Social Impact: Priority is given to investments that enhance community development, provide access to education, healthcare, and contribute to poverty reduction.

5.3 Governance: Only companies with a transparent, accountable, and ethical management structure will be considered.

## **6. Monitoring and Reporting.**

UNISEL will periodically monitor and evaluate the performance of the investment to ensure that it meets the criteria outlined in this Policy. The University will prepare an annual report on the performance of sustainable investments detailing the financial returns and environmental and social impacts generated by such investments.

## **7. Revisions and Improvements**

This Policy will be reviewed and updated annually to ensure that it continues to be in line with best practices in sustainable investing and the evolving needs of the university and the wider community. UNISEL is committed to continuous improvement in its sustainable investment practices.

## **8. Conclusion**

UNISEL's commitment to sustainable investment and social responsibility reflects the university's broader mission to foster a responsible, inclusive, and

forward-thinking academic and social environment. By integrating ESG factors in its investment strategy, the university will not only earn financial returns but also contribute meaningfully to the goals of global sustainability and social development.

Prepared by UNISEL's Sustainable Investment Policy Committee.

Approved by the Executive Committee of UNISEL on 23 December 2024 and effective from 2 January 2025.