

SUSTAINABLE INVESTMENT POLICY

INTRODUCTION

Baku Engineering University (BEU) has developed a Sustainable Investment Policy aimed at integrating the principles of Environmental, Social, and Corporate Governance (ESG) into its investment activities. This document highlights the university's commitment to ethical financial practices and investment strategies that contribute to long-term sustainable development and have a positive impact on the environment and society. BEU places significant importance on training qualified specialists in the fields of ecology and chemical engineering, responding to current challenges of sustainable development and global environmental issues. The university actively participates in international and regional initiatives focused on integrating climate change education into all levels of academic programs.

CORE PRINCIPLES OF THE POLICY

- Environmental Responsibility: BEU aims to invest in projects and companies
 that actively work on reducing carbon footprints, promoting sustainability, and
 demonstrating high standards of environmental management. Priority is given
 to investments in resource conservation, renewable energy, and environmentally friendly practices.
- Social Impact: The university supports investments that benefit local communities and society at large. Support is provided to companies that adhere to ethical labor standards, engage in community life, and strive to enhance social well-being.
- **Corporate Governance**: BEU upholds high standards of corporate ethics and governance, investing in companies with transparent leadership, reliable internal controls, and a commitment to ethical conduct.

OBJECTIVES OF THE POLICY

- Positive Impact: BEU aims for its investments to have a favorable social and environmental impact, contributing to the transition towards a more sustainable global economy.
- **Long-Term Financial Stability**: The university seeks to ensure financial stability for future generations by aiming for competitive financial returns while preserving and enhancing its financial resources.

MAIN INVESTMENT AREAS

1. Environmental Research and Innovations

- Investment in projects related to plastic waste recycling, including the creation of biodegradable materials and the improvement of recycling technologies.
- Development and implementation of eco-friendly materials, including those based on cellulose.
- The application of ionic liquids in sustainable chemical production and the synthesis of heterocyclic compounds, which helps reduce toxicity and improve energy efficiency in chemical processes.

2. Digitalization and Infrastructure

- Implementation and development of digital systems for document management, human resources, student information, and educational processes, which help reduce paper use, improve transparency, and enhance management efficiency.
- Development and implementation of technologies to integrate climate change components into educational programs and research projects.

3. Education and Student Engagement

- Support for scientific projects by students, master's and doctoral candidates focused on addressing sustainable development and ecological issues.
- Collaboration with scientific laboratories and industrial partners to implement research projects in plastic waste recycling, the development of innovative biomaterials, and the application of ionic liquids.

4. International and Regional Initiatives

- o Participation in international and regional projects aimed at integrating climate education and sustainable technologies.
- Collaboration with environmental organizations and governmental bodies to scale up innovative projects and secure funding.

INVESTMENT CRITERIA

- **Environmental Indicators**: Assessment of climate impact, waste management, and resource consumption.
- **Social Responsibility**: Attention to societal and social commitments, including policies on equality and diversity, as well as welfare programs.
- **Corporate Governance**: Preference for companies with high standards of transparency, accountability, and effective corporate governance.

CONCLUSION

Baku Engineering University's investment strategy is focused on integrating sustainable development principles into its scientific and educational activities. By involving students and young scientists in ecological research, the university is developing innovative technologies that can significantly contribute to solving global environmental challenges. With the support of the government, industry, and scientific partners, BEU will continue to expand its projects and become a leader in sustainable development and environmental innovation.