

Green Effects Fund FACTSHEET

APRIL 2018



Fund Objectives

The objective of the fund is to achieve long term capital growth through a basket of ethically screened stocks. The fund invests in a wide range of companies with a commitment to either supporting the environment or demonstrating a strong corporate responsibility ethos. Sectors such as wind energy, recycling, waste management, forestry and water-related businesses all feature prominently within the fund. The fund can only invest in the constituents of the Natural Stock Index (NAI) which was set up in 1994 and currently consists of 30 global equities.

Key Information

Morningstar Rating	★★★★★
Fund Inception	Oct 2000
NAV	€202.73
Minimum Investment	€5,000
Dealing Frequency	Weekly
Investment Manager	Cantor Fitzgerald Ireland Ltd
Custodian	Northern Trust
Administrator	Northern Trust
Sales Commission	3%
TER %	1.24%
Investment Mgt Fee	0.75%

*Prices as of 31/3/2018

Source: Bloomberg & Cantor Fitzgerald Ireland Ltd Research

Fund & Share Class Information

Fund Size	€65m
Fund ISIN	IE0005895655
Fund Sedol	0589565
Bloomberg	GEFINVL ID
Domicile	Ireland
Structure	UCITS Fund

Historic Yield

*Fund Yield	1.35%
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Fund yield is historic based on full year 2017 dividend income received. The fund does not distribute income to investors. All dividend income is reflected within the NAV price of the fund.

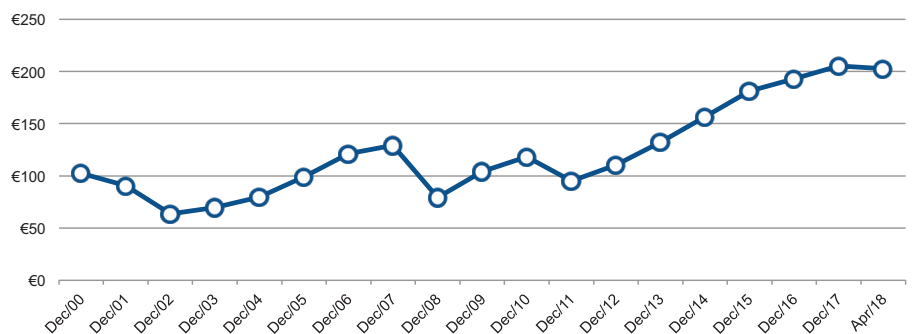
Total number of holdings

Number of holdings	30
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Market Capitalisation Exposure

Large: > €3bn	60%
Medium: €500m - €3bn	37%
Small: < €500m	3%

GREEN EFFECTS FUND NAV SINCE INCEPTION

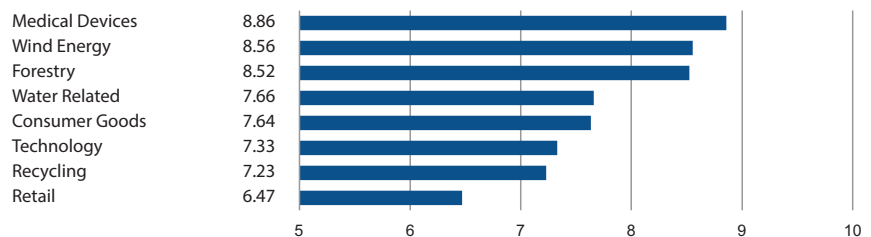


Source: Cantor Fitzgerald Ireland Ltd Research

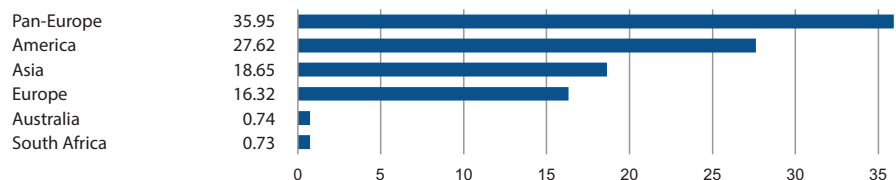
ESMA RISK RATING



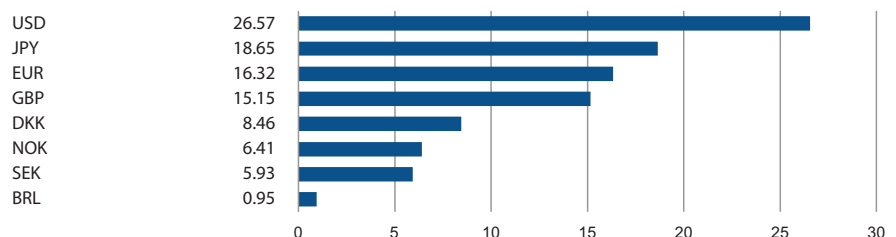
LARGEST SECTOR EXPOSURE %



GEOGRAPHIC EXPOSURE %



CURRENCY EXPOSURE %



Top 15 Positions

SMITH & NEPHEW	8.76%
VESTAS	8.46%
SHIMANO	6.59%
TOMRA SYSTEMS	6.41%
KINGFISHER	6.40%
SVENSKA CELLULOSA	5.93%
MOLINA	4.93%
KURITA	4.49%
EAST JAPAN RAILWAY CO.	4.17%
AIXTRON AG	3.86%
MAYR MELNHOF	3.73%
ORMAT	3.63%
RICOH	3.39%
UNITED NAT FOODS	3.24%
ACCIONA	3.08%

Source: Cantor Fitzgerald Ireland Ltd Research

Fund Sector Exposure vs MSCI World

Sectors	GE	MSCI
Consumer Discretionary	15%	13%
Consumer Staples	10%	10%
Energy	0%	6%
Financials	0%	17%
Health Care	16%	13%
Industrials	33%	11%
Information Technology	6%	16%
Telecommunications Services	0%	3%
Open Ended Fund	1%	0%
Utilities	7%	3%
Materials	4%	5%
Real Estate	2%	3%
Cash	5%	0%

Source: Cantor Fitzgerald Ireland Ltd Research

Sector Exposure Compared to a Traditional Global Equity Fund

The fund does not invest in banks, oils, mining, metals or large cap technology stocks. From a performance and relative returns perspective this is something that all investors should bear in mind when considering investing in the fund. The overriding investment theme from a sectoral perspective remains that of alternative energy, water, waste management and similar companies with a strong corporate social responsibility (CSR) focus in both their culture and work practices.

Performance As of 31/3/2018.

	1 Month	YTD	1 Year	3 Year*	5 Year*
Green Effects	-1.2	-1.3	2.3	3.3	10.2
MSCI World €	-3.1	-3.6	-0.9	3.7	11.2
S&P 500 €	-3.2	-2.9	-0.8	5.9	14.3
Euro STOXX 50	-2.1	-3.7	-1.0	0.3	8.9
Friends First Stewardship Ethical	-4.7	-3.7	3.9	4.2	10.8
New Ireland Ethical Managed	-3.6	-2.5	2.6	4.6	9.2

Source: Cantor Fitzgerald Ireland Ltd Research, Bloomberg and Northern Trust.

Annual Returns

2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
2.40%	-11.25%	-30.00%	9.71%	14.38%	23.95%	22.52%	6.42%	-38.47%	31.28%
2010	2011	2012	2013	2014	2015	2016	2017	2018	
13.47%	-19.61%	16.02%	19.87%	18.42%	15.72%	6.62%	6.8%	-1.3%	

Manager's Commentary

The Green Effects Fund NAV price ended March at **€202.73** which was a return of **-1.20%**. The volatility of equity markets that we experienced during February continued during March. There were several factors behind this sell-off but the major one was the ramping up in tariff policy. Donald Trump announced his plans to impose tariffs of up to \$60bn on Chinese imports. He is also likely to curb inflows of Chinese investment in the US economy. The Chinese responded by putting tariffs on \$3bn worth of US imports, in what could be considered a measured move in an attempt to de-escalate the situation. It is difficult to model out where this goes from here. If tariffs were to be scaled up and implemented across the board, the resultant effect on the economy would be negative to the point where it would no longer be a politically wise move. During the month the holdings in the UK, Europe and Asia outperformed their US peers and we would expect this trend to continue over the coming months. In company specific news the UK home improvement group, **Kingfisher**, reported earnings which were in line with expectations however cited weaker demand in their B&Q stores (for larger ticket items) which would likely impact full year earnings. **Tomra Systems**, the Danish recycling machine business, received a welcome boost with the news that the UK Department of Environment is considering implementing a deposit return scheme similar to those in Denmark, Sweden and Germany. The company provides reverse vending machines and material recovery systems primarily into the food and waste management industries and currently operates in over 20 countries. **Tesla**, the electric car maker, fell by 25% on the month. The Green Effects Fund significantly reduced their exposure to the stock during Q3 and Q4 2017 on valuation grounds (currently holding 0.65% of the fund in Tesla shares). During the month the group had to deal with a raft of negative headlines from production issues for their Model 3 Sedan, analyst coverage regarding potentially higher than expected cash burn rates for the group and a road fatality involving one of their vehicles with driverless technology.