

Green Effects Fund FACTSHEET



JULY 2020

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	€259.98
Minimum Investment	€5,000
Dealing Frequency	Daily
Investment Manager	Cantor Fitzgerald Ireland Ltd
Custodian	Northern Trust
Administrator	Northern Trust
Sales Commission	3%
TER %	1.39%
Investment Mgt Fee	0.75%

*Prices as of 30/6/2020

Source: Bloomberg & Cantor Fitzgerald Ireland Ltd Research

Fund & Share Class Information

Fund Size	€85.7m
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.

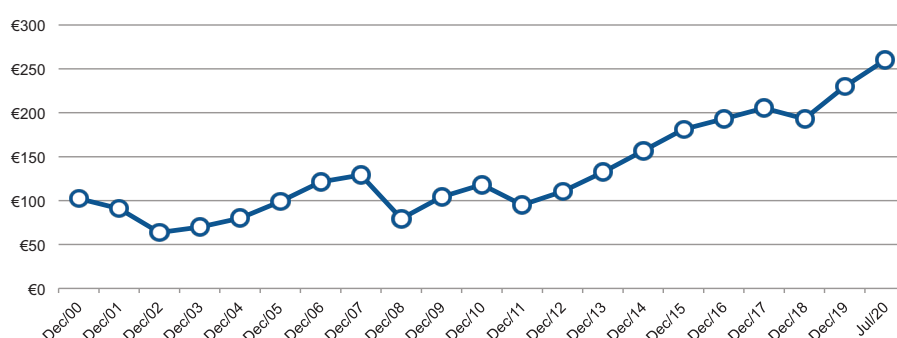
Total number of holdings

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

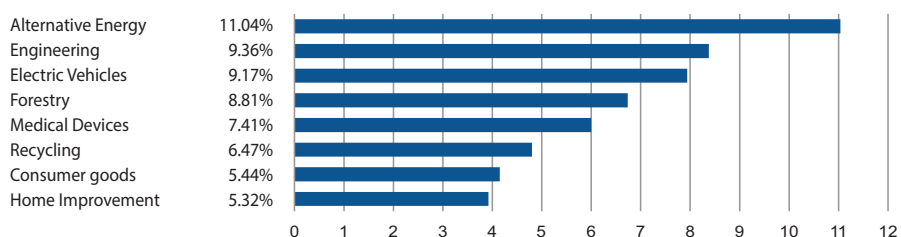


Source: Cantor Fitzgerald Ireland Ltd Research

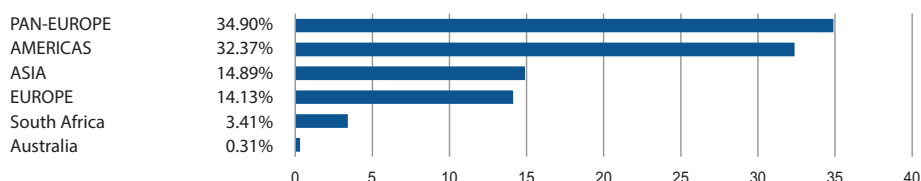
ESMA RISK RATING



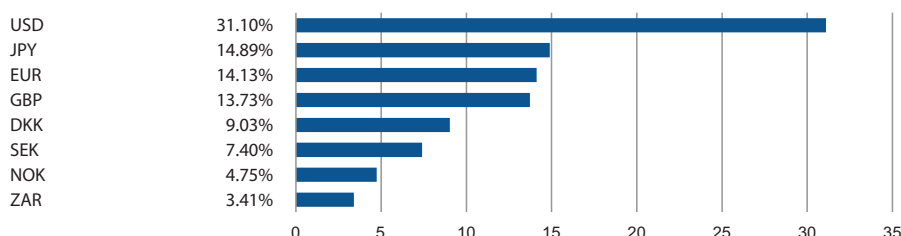
LARGEST SECTOR EXPOSURE %



GEOGRAPHIC EXPOSURE %



CURRENCY EXPOSURE %



Top 15 Positions

TESLA INC	9.18%
VESTAS	8.38%
SMITH & NEPHEW	7.41%
SVENSKA CELLULOSA	6.86%
KINGFISHER	5.32%
MAYR MELNHOF	4.75%
TOMRA SYSTEMS	4.40%
SHIMANO	4.31%
KURITA	4.12%
MOLINA	4.02%
ACCIONA	3.21%
ASPEN PHARMACARE	3.16%
RICOH	3.09%
KADANT	2.77%
ORMAT	2.67%

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.

Fund Manager Comment

The Green Effects Fund NAV price ended June at **€259.98** which was a return of **+1.52%** for the month. Year to date the fund has performed well in relative and absolute terms returning **+9.10%**. During the month the fund reduced exposure (-1%) to UK home improvement group **Kingfisher**. The stock price moved sharply higher during April and May in anticipation of a gradual reopening of its businesses and contributed +0.74% to the NAV move during June. Other notable contributors to the NAV move during the month were **Tesla (+2.03%)**, Smith & Nephew (-0.74%) and Svenska Cellulosa (-0.43%). Medical device manufacturer **Smith & Nephew** fell circa 10% (in euro terms) as the sector underperformed versus more cyclical sectors and technology. In early July the fund took advantage of this sell-off adding circa 0.50% to the holding. With respect to ethical investing, according to a recent report from Bank of America, flows into ESG strategies so far this year are four times greater than in 2019. During the first-quarter market sell-off, environmental, social and governance strategies (ESG) notably contributed to alpha. Bank of America estimates that ESG strategies will command about \$20 trillion in global assets by the end of this decade. We continue to see strong inflows into the Green Effects Fund across a wide variety of client types (personal, pension, charity, corporate) and would expect this trend to continue as sustainability and climate change continue to remain firmly on the investor radar.

Performance As of 30/6/2020

	1 Month	YTD	1 Year	3 Year*	5 Year*
Green Effects	1.5	9.1	9.1	8.6	8.1
MSCI World €	1.4	-5.6	-5.6	7.9	7.4
S&P 500 €	0.7	-3.2	-3.2	11.3	10.5
Euro STOXX 50	6.5	-12	-12	1.1	2.3

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

Annual Returns

2000	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
2.40%	-11.25%	-30.00%	9.71%	14.38%	23.95%	22.52%	6.42%	-38.47%	31.28%	13.47%
2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	
-19.61%	16.02%	19.87%	18.42%	15.72%	6.62%	6.8%	-5.91%	23.34%	9.12%	

Source: Cantor Fitzgerald Ltd Research, Bloomberg and Northern Trust