

Green Effects Fund FACTSHEET

DECEMBER 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	€319.70
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 30/11/2020

Source: Bloomberg & Cantor Fitzgerald Ireland Ltd Research

Fund & Share Class Information

Fund Size	€116.5m
Fund ISIN	IE0005895655
Fund Sedol	0589565
Bloomberg	GEFINVL ID
Domicile	Ireland
Structure	UCITS Fund

Historic Yield

*Fund Yield	1.35%
-------------	-------

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.

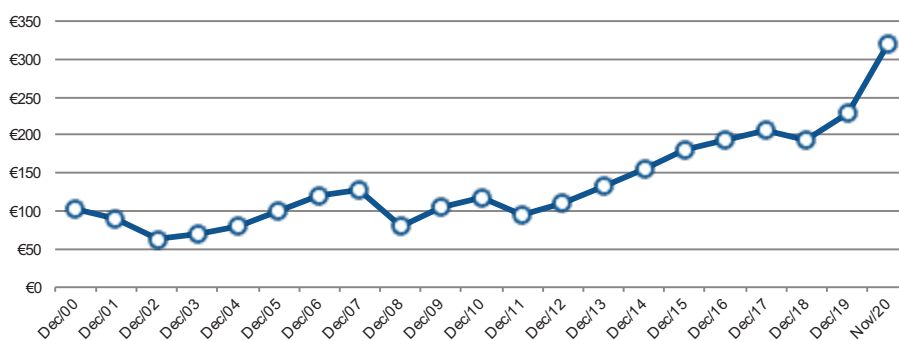
Total number of holdings

Number of holdings	30
--------------------	----

Market Capitalisation Exposure

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

GREEN EFFECTS FUND NAV SINCE INCEPTION

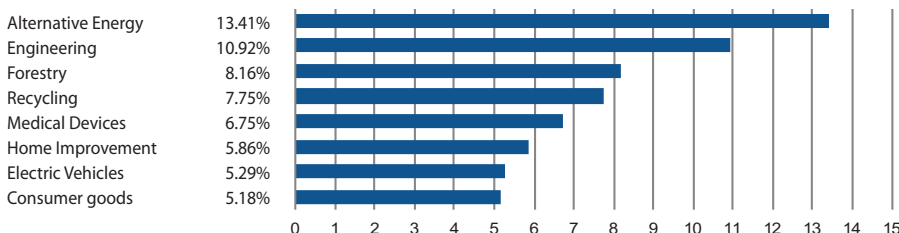


Source: Cantor Fitzgerald Ireland Ltd Research

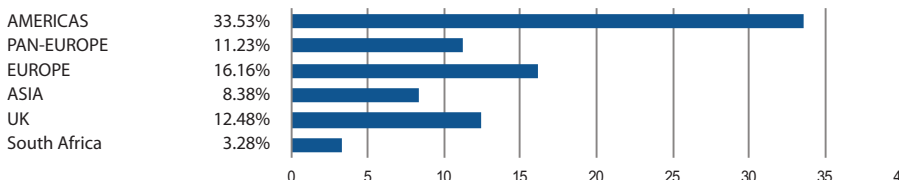
ESMA RISK RATING



LARGEST SECTOR EXPOSURE %



GEOGRAPHIC EXPOSURE %



Performance As of 30/11/2020

	1 Month	YTD	1 Year	3 Year*	5 Year*
Green Effects	11.5	34.2	38.9	16.1	11.5
MSCI World €	9.9	5.0	6.1	9.9	8.8
S&P 500 €	8.1	7.1	8.2	12.9	11.2
Euro STOXX 50	18.1	-4.3	-3.1	2.6	3.4

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

Top 15 Positions

VESTAS	9.92%
SMITH & NEPHEW	6.45%
TESLA INC	5.99%
ACCIONA	5.39%
KINGFISHER	4.92%
SVENSKA CELLULOSA	4.66%
MAYR MELNHOF	4.62%
KURITA	4.29%
SHIMANO	3.67%
TOMRA SYSTEMS	3.59%
ORMAT	3.54%
POTLATCH	3.43%
STERICYCLE	3.42%
MOLINA	3.18%
ASPEN PHARMACARE	2.99%

Source: Cantor Fitzgerald Ireland Ltd Research

Fund Sector Exposure vs MSCI World

Sectors	GE	MSCI
Communication Services	0.5%	8.9%
Consumer Discretionary	17.1%	11.4%
Consumer Staples	3.5%	8.2%
Energy	0.0%	3.0%
Financials	0.3%	12.2%
Health Care	16.1%	13.7%
Industrials	30.6%	10.0%
Information Technology	4.3%	21.8%
Materials	10.5%	4.5%
Real Estate	3.1%	2.9%
Utilities	7.0%	3.3%
Cash	6.9%	0.0%

Source: Cantor Fitzgerald Ireland Ltd Research

Sector Exposure Compared to a Traditional Global Equity Fund

The fund does not invest in banks, oils, mining or metals. 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 the month at **€319.70** which was a return of **+11.48%**. In what was a particularly strong month for global equities. A number of stocks performed well following positive results and a rotation into some of the more cyclical names within the fund. The leading performers on the month in terms of percentage contribution to the monthly NAV were Tesla (+2.17%), Vestas Wind Systems (+1.58%) and Acciona (+1.11%). The main detractor on the month was UK home improvement group Kingfisher (-0.24%).

From an overall market perspective November was the best month for global (+13%) and European (+15%) equity returns since 1980. Alongside a sharp market breakout, there has been aggressive intra-market rotation in all markets around the world. Previous laggards have generally made impressive gains since the end of October. Clearly the positive vaccine news helped facilitate this more positive sentiment along with the resolution of the US presidential election race. With three potential vaccines now nearing the critical phase of Emergency Use Authorisation, optimism about the potential for a broader economic reopening in the first two quarters of 2021 more than outweighed the potential short-term negative impact of the higher Covid-19 case numbers and extended restrictions globally.

During the month the fund reduced exposure to Tesla following the confirmation of its inclusion into the S&P500 index. The rally in the share price has been exceptional this year with nearly a 5x return to date. Traditional auto makers however are significantly ramping up their offering and technology in this sector and we would flag the news this week from German auto maker VW which is committing to spend an additional \$15bn on this space by 2025. It is becoming very clear that competition in the sector will ramp up significantly over the next 24 months but equally acknowledge the probable 2-3 year technology advantage Tesla has over its closest peers currently.

Lastly on the outlook for the renewable energy sector, as we have written in this column on many occasions, by 2030, the addressable market of renewables could double in size. Companies exposed to the energy transition are likely to deliver unprecedented growth over the coming decades. The likely impetus of the US administration under Joe Biden will only serve to push this agenda higher up global investment radars and equally provide a solid outlook for that portion of the Green Effects Fund (circa 20%) exposed to this long term structural investment theme.

At the time of writing the fund has circa 9% in cash.

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%	34.20	

Source: Cantor Fitzgerald Ltd Research, Bloomberg and Northern Trust



email: greeneffects@cantor.com

DUBLIN: 75 St. Stephen's Green, Dublin 2, Ireland. Tel : +353 1 633 3800. Fax : +353 1 633 3856/+353 1 633 3857

CORK: 45 South Mall, Cork. Tel: +353 21 422 2122.

LIMERICK: Theatre Court, Lower Mallow Street, Limerick. Tel: +353 61 436500.

Twitter : @cantorireland **LinkedIn :** Cantor Fitzgerald Ireland

www.cantorfitzgerald.ie/greeneffects



www.carbonbalancedpaper.com
CBP002768