

Green Effects Fund FACTSHEET

FEBRUARY 2021



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	€351.21
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 31/1/2021

Source: Bloomberg & Cantor Fitzgerald Ireland Ltd Research

Fund & Share Class Information

Fund Size	€137.2m
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.

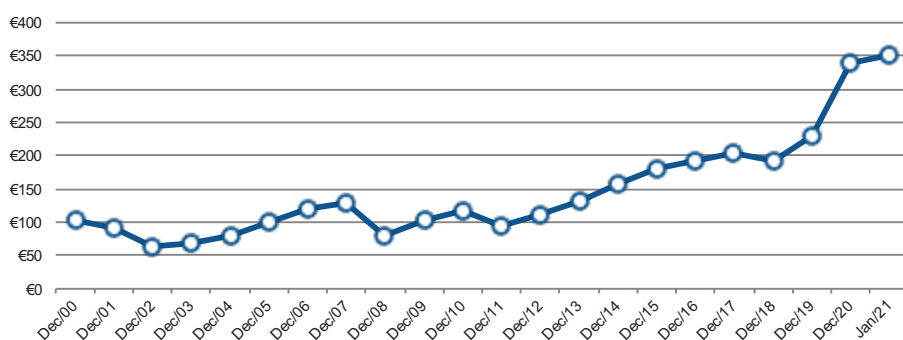
Total number of holdings

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

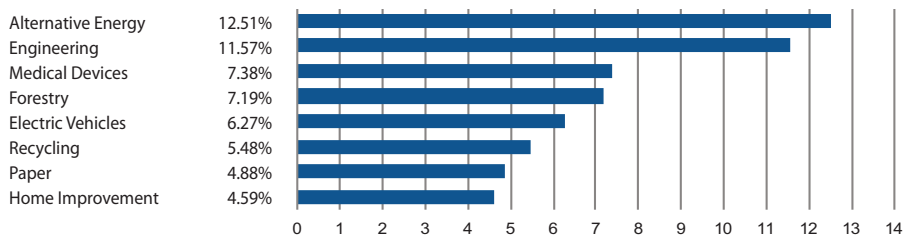


Source: Cantor Fitzgerald Ireland Ltd Research

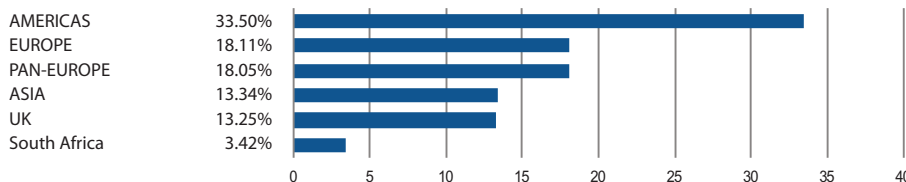
ESMA RISK RATING



LARGEST SECTOR EXPOSURE %



GEOGRAPHIC EXPOSURE %



Performance As of 31/1/2021

	1 Month	YTD	1 Year	3 Year*	5 Year*
Green Effects	3.3	3.3	41.1	19.4	15.2
MSCI World €	-0.2	-0.2	6.0	9.8	11.5
S&P 500 €	-0.2	-0.3	7.1	12.6	13.6
Euro STOXX 50	-1.8	-1.8	-1.8	2.1	6.2

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

Top 15 Positions

VESTAS	8.31%
SMITH & NEPHEW	6.99%
TESLA INC	6.33%
ACCIONA	5.91%
MAYR MELNHOF	4.93%
KINGFISHER	4.64%
ORMAT	4.32%
SVENSKA CELLULOSA	4.29%
KURITA	3.98%
MOLINA	3.33%
TOMRA SYSTEMS	3.24%
SHIMANO	3.07%
ASPEN PHARMACARE	3.00%
POTLATCH	2.97%
STEICO	2.49%

Source: Cantor Fitzgerald Ireland Ltd Research

Fund Sector Exposure vs MSCI World

Sectors	GE	MSCI
Communication Services	0.30%	8.90%
Consumer Discretionary	14.00%	12.20%
Consumer Staples	4.30%	7.60%
Energy	0.00%	2.70%
Financials	0.30%	12.80%
Health Care	13.90%	13.00%
Industrials	28.30%	10.50%
Information Technology	4.00%	22.10%
Materials	9.50%	4.50%
Real Estate	3.00%	2.70%
Utilities	10.20%	3.10%
Cash	12.20%	0.00%

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 January at **€351.21** which was a return of **+3.3%** for the month. In company specific news, **Telsa** announced deliveries (early January) and results (late January) which were marginally ahead of forecasts. In Q4 the group delivered a total of 181,000 cars which enabled them to hit their overall FY20 delivery target of 500,000 vehicles. Notably the group is forecasting growth of 50% to deliver over 750,000 units in 2021.

A relevant area of focus over the coming years (particularly in Europe) for the fund is the whole area of retrofitting older buildings to improve energy efficiency. Last year the European Commission unveiled a Covid-19 related stimulus package (€750bn) of which 30% is targeted at climate change. **Steico**, the German listed insulation and building materials group, engages in the development, production, and sale of ecological wood fibre insulation materials. The group is well positioned to benefit from these ongoing requirements particularly given the sizeable funding now in place (from the EU) in its largest market (Germany).

There were some notable positive headlines within the ESG space during January. President Biden hit the ground running in his first days in office, prioritising executive orders involving a return to the Paris Climate Accord, the cancellation of the Keystone XL pipeline project, a directive to the EPA to strengthen fuel-efficiency standards. President Biden also announced last week that he is replacing the Federal Government's fleet of vehicles with electric cars. He noted that "this will be the largest mobilization of public investment in procurement infrastructure and R&D since World War II" (government car stock currently of 645,000 vehicles).

During the month, the fund increased its exposure to UK listed **Smith & Nephew** by 0.75%. The UK continues to lead the way in vaccination rates and the company is well positioned to see its earnings rebound in H2 of this year. The shares are still trading c20% below their immediate pre-pandemic level, we think there is upside potential as both the pace and scale of the recovery and the company's post-pandemic growth potential become apparent. At the time of writing the fund held circa **12.2%** 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	2021
-19.61%	16.02%	19.87%	18.42%	15.72%	6.62%	6.8%	-5.91%	23.34%	42.70%	3.30%

Source: Cantor Fitzgerald Ltd Research, Bloomberg and Northern Trust



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