

Green Effects Fund FACTSHEET

AUGUST 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
MSCI ESG Rating	AA
NAV	€395.33
Minimum Investment	€5,000
Dealing Frequency	Daily
Investment Manager	Cantor Fitzgerald Ireland Ltd
Custodian	Northern Trust
Administrator	Northern Trust
Sales Commission	3%
Investment Mgt Fee	0.75%

31/7/2021

Source: Bloomberg & Cantor Fitzgerald Ireland Ltd Research

Fund & Share Class Information

Fund Size	€179.87m
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.

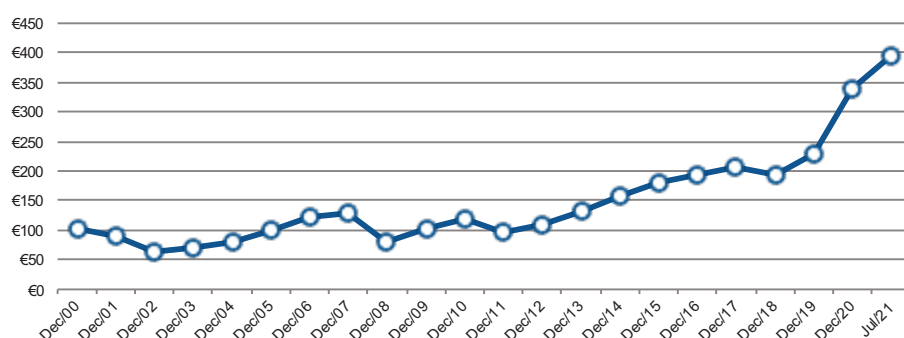
Total number of holdings

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

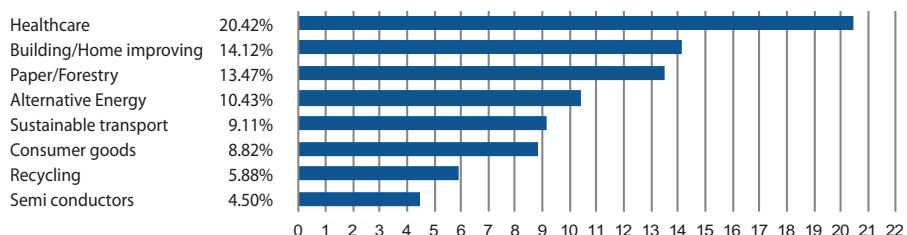


Source: Cantor Fitzgerald Ireland Ltd Research

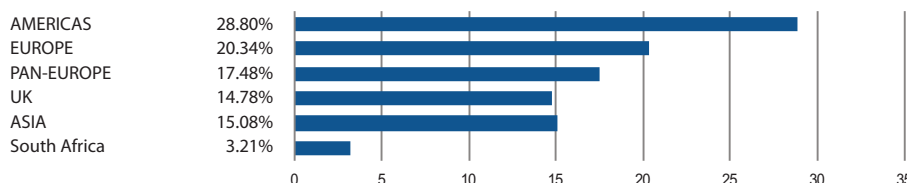
ESMA RISK RATING



LARGEST SECTOR EXPOSURE %



GEOGRAPHIC EXPOSURE %



Performance

	1 Month	YTD	1 Year	3 Year*	5 Year*	10 Year*	Inception*
Green Effects	0.3	16.2	46.9	23.9	16.2	14.4	6.6
MSCI World €	1.7	19.0	24.9	14.6	13.5	13.9	5.4
S&P 500 €	2.3	21.6	35.6	17.6	15.9	17.6	6.2
Euro STOXX 50	0,8	17.5	32.0	8.2	9.9	8.2	4.4

As of 31/7/2021. Source: Cantor Fitzgerald Ireland Ltd Research, Bloomberg and Northern Trust. *Annualised Return.

Top 15 Positions

SMITH & NEPHEW	8.93%
VESTAS	8.92%
MOLINA	6.60%
KINGFISHER	5.24%
ACCIONA	4.96%
MAYR MELNHOF	4.93%
STEICO	4.82%
AIXTRON AG	4.78%
TOMRA SYSTEMS	4.47%
KURITA	4.38%
SVENSKA CELLULOSA	4.08%
SHIMANO	4.04%
RICOH	3.99%
ASPEN PHARMACARE	3.21%
TESLA INC	2.97%

Source: Cantor Fitzgerald Ireland Ltd Research

Fund Sector Exposure vs MSCI World

Sectors	GE	MSCI
Information Technology	8.20%	22.10%
Financials	0.30%	13.60%
Health Care	20.40%	12.50%
Consumer Discretionary	11.50%	12.00%
Industrials	29.90%	10.60%
Communication Services	0.60%	9.10%
Consumer Staples	4.90%	7.10%
Materials	8.80%	4.40%
Energy	0.00%	3.20%
Utilities	6.70%	2.70%
Real Estate	2.70%	2.70%
Cash	6.00%	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 ended July at € 395.33 which was a return of 0.28% for the month. Volatility picked back up during the month as markets digested further inflation (CPI) readings, central bank narratives and interventions by the Chinese authorities into the listed equity markets. Equities corrected by circa 5% (peak to trough) during the month but recovered into month end. That said earnings during the quarter for the broader market were particularly strong but with limited positive equity price moves. Within the fund we saw a particularly positive update from **BioNTech** on the back of their ongoing vaccine rollout with Pfizer. **Aixtron AG** raised its order intake guidance after reporting Q2 order intake of EUR139m (+99% YoY). Home improvement group, **Kingfisher**, raised guidance following stronger than expected results and ongoing momentum in its online business. **Tesla** reported better headline EPS, free cashflow and overall revenues along with better-than-expected group margins. **Smith & Nephew** shares traded lower on their quarterly earnings update, but guidance remained intact for the full year. **Vestas Wind Systems** was lower on the month following a profit warning from its peer Siemens Gamesa noting margins would be lower than forecasts.

The climate change agenda came to the fore (again!) during July with the raft of extreme weather conditions across the globe. At least 40 countries in Europe, North America, Asia, Oceania and Africa have been hit by the extreme natural disasters in July with some of the major highlights being:

- Germany: More than 100 people died after record rainfall caused devastating floods in western Germany.
- European flash floods: The floods due to extreme rain events in Western Europe — said to be the worst in a century - have claimed at least 188 human lives. Countries such as Belgium, Luxembourg and the Netherlands had received up to two months' rain in two days on 14th-15th July.
- Record US wildfires: California, Utah and Western Canada experienced record-high temperatures. Death Valley, California set a world record on July 9th for the hottest reliably measured temperature in Earth's history reaching 54.4°C for the second time. The region had last made the world record of touching 54.4°C on August 16th, 2020.

The Green Effects Fund has circa 40% of its assets invested in those companies tackling climate change via energy transition. Some of the leading companies across the globe involved in clean energy, sustainable construction and energy efficient transport are represented within the fund. As we have noted many times in recent years, we expect the push towards sustainable investment to only gather further momentum from here. Governments, central banks and corporates are all aggressively committing to reduced emissions in an effort to deal with this massive challenge globally. We expect the structural long-term tailwinds for these sectors and industries within the fund to remain in place over the medium to long term.

During the month the fund increased exposure to Smith & Nephew following its marginally weaker than expected results. The combined exposure to the Japanese holdings within the fund was increased by circa 1.50%. Exposure to the semi-conductor German stock Aixtron was increased by 0.50%. The cash weighting in the fund is currently circa 6%.

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%	16.24%

Source: Cantor Fitzgerald Ltd Research, Bloomberg and Northern Trust



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