

Green Effects Fund FACTSHEET

JULY 2022



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	★★★★★
SFDR Designation	Article 9
Fund Inception	Oct 2000
MSCI ESG Rating	AA
NAV	€339.83
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%

*Prices as of 30/6/2022

Source: Bloomberg & Cantor Fitzgerald Ireland Ltd Research

Fund & Share Class Information

Fund Size	€174.91m
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.

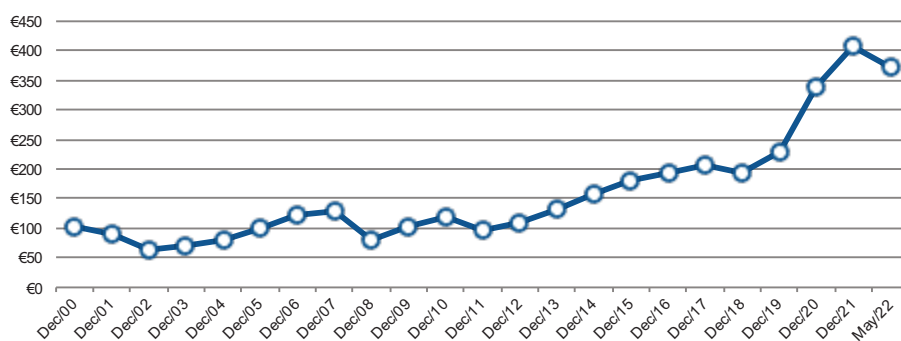
Total number of holdings

Number of holdings	30
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Market Capitalisation Exposure

Large: > €3bn	60.08%
Medium: €500m - €3bn	37.11%
Small: < €500m	2.81%

GREEN EFFECTS FUND NAV SINCE INCEPTION

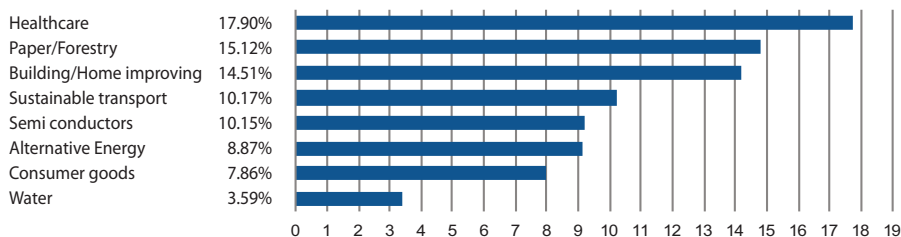


Source: Cantor Fitzgerald Ireland Ltd Research

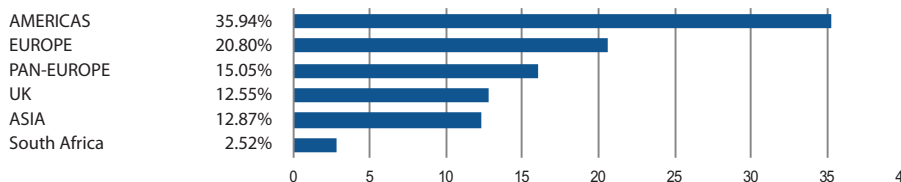
ESMA RISK RATING



LARGEST SECTOR EXPOSURE %



GEOGRAPHIC EXPOSURE %



Performance

	1 Month	YTD	1 Year	3 Year*	5 Year*	10 Year*	Inception*
Green Effects	-8.38%	-16.58%	-13.80%	17.28%	10.86%	12.54%	5.60%
MSCI World €	-6.46%	-13.41%	-2.70%	10.45%	10.10%	12.22%	4.90%
S&P 500 €	-6.08%	-13.07%	1.01%	13.57%	13.19%	15.08%	5.84%
Euro STOXX 50	-8.74%	-17.39%	-12.07%	2.71%	3.27%	7.97%	1.85%

As of 30/6/2022. Source: Cantor Fitzgerald Ireland Ltd Research, Bloomberg and Northern Trust. *Annualised Return.

Top 15 Positions

MOLINA	7.03%
SMITH & NEPHEW	6.87%
ACCIONA	6.81%
VESTAS	5.88%
NVIDIA	5.28%
MAYR MELNHOF	4.97%
AIXTRON AG	4.88%
KINGFISHER	4.68%
TESLA INC	4.54%
SVENSKA CELLULOSA	4.50%
TOMRA SYSTEMS	3.77%
KURITA	3.59%
SHIMANO	3.37%
RICOH	3.15%
STEICO	3.02%

Source: Cantor Fitzgerald Ireland Ltd Research

Fund Sector Exposure vs MSCI World

Sectors	GE	MSCI
Cash	4.00%	0.00%
Energy	0.00%	5.23%
Financials	0.31%	15.26%
Communication Services	0.53%	7.68%
Real Estate	2.93%	2.91%
Consumer Staples	3.24%	7.64%
Utilities	9.49%	3.10%
Information Technology	13.51%	19.84%
Materials	9.96%	4.41%
Consumer Discretionary	12.45%	10.43%
Health Care	17.56%	13.55%
Industrials	26.02%	9.96%

Source: Cantor Fitzgerald Ireland Ltd Research

Fund Manager Comment

The Green Effects Fund NAV price ended June at €339.83 which was a return of -8.38% for the month. Largest detractors to the NAV move on the month were Tesla (-0.99%), Nvidia (-0.92%), Smith & Nephew (-0.85%) and Aixtron (-0.59%).

It has been another difficult month and quarter for markets after what had already been a tough start to the year. This is now the worst first half of the year for equities in over 50 years. A solid mix of fears around interest rates, inflation, recession and earnings all gathered momentum during the month of June. Specifically on rates, markets now expect interest rates to rise to 3.4%, 3% and 1.6% in the US, UK and Europe, respectively, by next year. Higher growth names (noted above) underperformed as fears over a weaker economic outlook continued to weigh on equities with more expensive valuations. Closer to home the biggest risk to the European economy is the reduction in gas supplies coming from Russia, which has driven prices up considerably, and is raising fears of outright shortages.

It is worth noting, however, that CPI (inflation) pressure may well be topping out. Several of the major food groups (wheat & soybeans) have moved lower in recent weeks. The oil price is about 10% off its recent high. Industrial commodities (copper etc) are now down year to date. The extent to which this trend continues will likely take some pressure off global central banks and help somewhat offset the weaker economic outlook over the next 6-12 months.

In company specific news at the time of writing, **Tesla** announced it had delivered 254,695 vehicles during the second quarter of 2022, about an 18% drop from the previous quarter but still reflected growth of 30% year on year. The negative undertone of the update can be attributed to lengthy COVID-related shutdowns of its factory in Shanghai. UK home improvement group, **Kingfisher**, traded weaker on the month (-10%) following a lower UK retail sales reading for May, with a reading of -1.5% on the month. **Vestas** has secured a conditional order agreement to supply turbines for EnBW's 900MW He Dreiht offshore wind project in the German North Sea. The Danish turbine manufacturer is to supply 64 of its V236-15.0 MW turbines for the wind farm in 2025 and will also service the project when operational for multiple years. The most recent results from Vestas flagged considerable supply constraints and higher input costs however we think the shares offer compelling long-term value at current levels given their significant role in the "net zero" agenda globally. **Tomra Systems** held a capital markets day during the month. The group is a provider of electronic sorting and vending machines for cans and bottles and food stuffs. The group confirmed its 5-year targets of annual revenue growth +15%, EBITA margin at 18%, dividend pay-out 40-60% and its plans to maintain an investment grade status. A more focused and global approach to the circular economy, reducing waste and improving product life cycles is a structural growth story where Tomra Systems is a market leader.

We continue to view the outlook for the fund as "glass half full" given the long-term trends that dominate its sector exposure.

The global focus (Governments & Corporates) on reducing carbon emissions, reducing the amount of plastic usage, making our homes and offices more energy efficient and embracing electric vehicles offer long-term upside from current levels.

At the time of writing the fund had circa 5% in cash. During the month, holdings in Tesla and Nvidia were added to by circa 0.50% each.

Annual Returns

2001	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
-11.25%	-30.00%	9.71%	14.38%	23.95%	22.52%	6.42%	-38.47%	31.28%	13.47%	-19.61%
2012	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
16.02%	19.87%	18.42%	15.72%	6.62%	6.8%	-5.91%	23.34%	42.70%	19.78%	-16.5%

Source: Cantor Fitzgerald Ltd Research, Bloomberg and Northern Trust



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