

Green Effects Fund FACTSHEET

MARCH 2023



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
NAV	€356.66
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 28/02/23

Source: Bloomberg & Cantor Fitzgerald Ireland Ltd Research

Fund & Share Class Information

Fund Size	€191.31m
Fund ISIN	IE0005895655
Fund Sedol	0589565
Bloomberg	GEFINVL ID
Domicile	Ireland
Structure	UCITS Fund

ESG Rating

	Fund	MSCI World
MSCI ESG Rating	AAA	AA
MSCI Avg ESG Score	7.51	6.77
MSCI Quality	9.23	8.04
MSCI Carbon Intensity	51.12	151.5

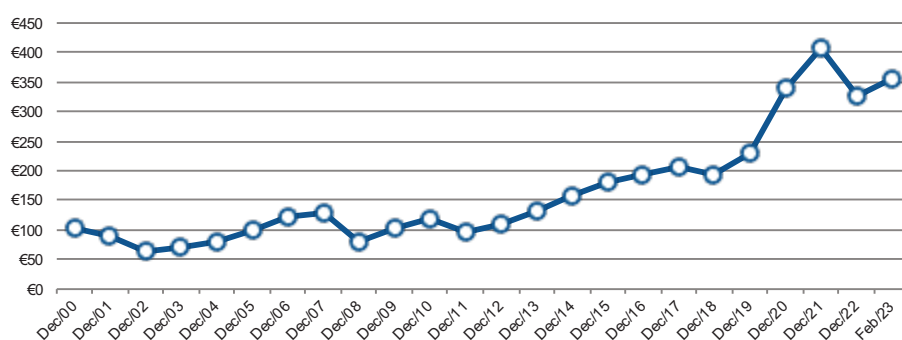
Total number of holdings

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

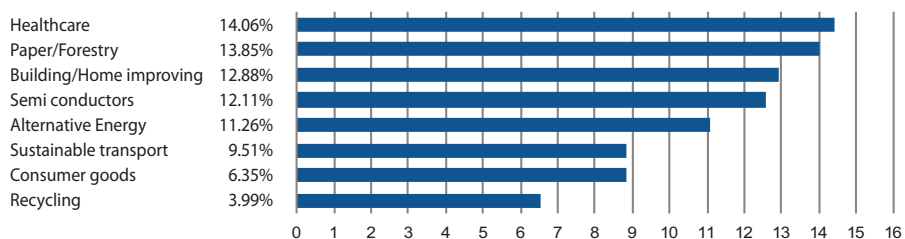


Source: Cantor Fitzgerald Ireland Ltd Research

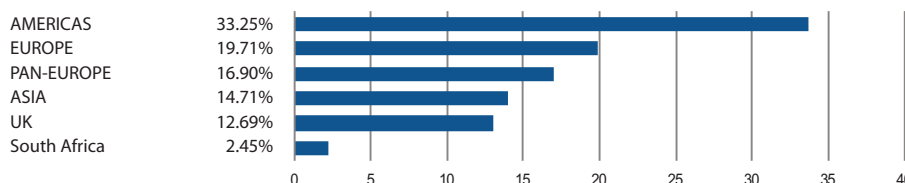
ESMA RISK RATING



LARGEST SECTOR EXPOSURE %



GEOGRAPHIC EXPOSURE %



Performance

	1 Month	YTD	1 Year	3 Year*	5 Year*
Green Effects	2.2	9.0	-4.9	14.2	11.7
MSCI World €	0.0	5.6	-1.6	11.8	10.5
S&P 500 €	-0.1	4.7	-2.5	13.5	12.9
Euro STOXX 50	1.9	12.1	12.0	11.6	7.6

As of 28/02/23. Source: Cantor Fitzgerald Ireland Ltd Research, Bloomberg and Northern Trust. *Annualised Return.

Top 15 Positions

VESTAS	8.02%
NVIDIA	7.66%
SMITH & NEPHEW	6.98%
ACCIONA	6.32%
AIXTRON AG	4.91%
MAYR MELNHOF	4.46%
KINGFISHER	4.35%
SVENSKA CELLULOSA	4.30%
KURITA	4.05%
SHIMANO	3.83%
MOLINA	3.34%
TESLA INC	2.99%
TOMRA SYSTEMS	2.95%
ORMAT	2.85%
KADANT	2.83%

Source: Cantor Fitzgerald Ireland Ltd Research

Fund Sector Exposure vs MSCI World

Sectors	Green Effects	MSCI World
Information Technology	15.4%	19.2%
Financials	0.2%	16.0%
Health Care	14.0%	13.6%
Consumer Discretionary	11.7%	10.3%
Industrials	25.1%	10.6%
Communication Services	0.0%	6.9%
Consumer Staples	3.4%	7.7%
Materials	9.0%	4.5%
Energy	0.0%	5.5%
Utilities	9.4%	2.9%
Real Estate	2.8%	2.8%
Cash	9.0%	0.0%

Source: Cantor Fitzgerald Ireland Ltd Research

Fund Manager Comment

The Green Effects NAV ended February at **€356.66** which was a return of **+2.20%** for the month. The largest contributors to the NAV move on the month were Nvidia (+1.46%), Tesla (+0.54%), Smith & Nephew (+0.37%) and Aixtron (+0.33%). The main detractors from the NAV during February were Shimano (-0.41%), Molina Healthcare (-0.36%) and Tomra Systems (-0.19%).

Global Equities traded lower into month end but ended the month marginally higher in Euro terms. The late February negative price action came as commentary from Federal Reserve officials and new inflation data suggested the central bank could maintain tighter policy conditions for longer than anticipated. This pushed Treasury yields to even higher levels. At end of the month, the 2-year yield traded to about 4.9% — hitting its highest level since July 2007 (0.80% higher on the month). Interest rates are now predicted to peak at circa 5.25% in the US this year while in Europe the ECB may well bring their base rate close to 4.00%.

China's smoother-than-expected reopening already lifted the manufacturing and services PMI data into expansionary territory in January, while mobility data over the Lunar New Year holiday showed an encouraging recovery in travel and consumption. From a macro perspective it is worth flagging that the jobs market in the US remains particularly strong and US January Retail Sales data pointed to a resurgence in consumer spending (across many different segments).

In company specific news during the month a number of holdings within the Fund reported quarterly earnings. Some highlights being:

- **Smith & Nephew** – the medical devices business confirmed its expects to see at least a 20% trading margin by 2025, revenues were 5% ahead of expectations
- **Nvidia** - the chipmaker reported Q4 results that beat expectations and gave a bullish revenue outlook for the current quarter (significant focus on AI capabilities)
- **Vestas Wind Systems** – full year results were in line with analysts' expectations confirming lower margins on the year however the company outlook was better than expected citing lower input cost inflation and a particularly strong global order in take.
- **Kadant** – revenues were circa 10% ahead of expectations for this global engineering business (specialising in the paper sector)
- **Aixtron** – 4% beat on orders in Q4; 2023 order intake guidance 6% ahead of consensus for the German listed Semi Conductor business

During the month the Fund increased its exposure to Svenska Cellulosa, Ormat Technologies, BionTech SE and Natura & Co. Exposure to Tesla was reduced by circa 0.75% while the weighting in Nvidia was reduced by 1%. Both stocks had particularly strong share price gains during January and February. Nvidia remains one of the largest holdings in the Fund and remains exceptionally well placed within all aspects of electrification, digitalisation and transition towards lower based emissions of global business particularly around the significant growth area of electric vehicles. Separately during the month Microsoft and NVIDIA announced the companies have agreed to a 10-year partnership to bring Xbox PC games to the NVIDIA® GeForce NOW™ cloud gaming service, which has more than 25 million members in over 100 countries. The Artificial Intelligence industry is now at a major tipping point towards mass adoption, as computing technology has improved and costs have plummeted. Therefore it is no surprise that the AI industry was valued at \$387.45 billion in 2022 and is forecasted to grow at a rapid 20.1% compounded annual growth rate, reaching a value of \$1.39 trillion by 2029. The cash weighting within the fund at 28/2/23 was circa 9.00%.

Annual Returns

2002	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
-30.00%	9.71%	14.38%	23.95%	22.52%	6.42%	-38.47%	31.28%	13.47%	-19.61%	16.02%
2013	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
19.87%	18.42%	15.72%	6.62%	6.8%	-5.91%	23.34%	42.70%	19.78%	-19.70%	9.04%

Source: Cantor Fitzgerald Ltd Research, Bloomberg and Northern Trust



email: greeneffects@cantor.com

DUBLIN: Cantor Fitzgerald House, 23 St. Stephen's Green, Dublin 2, D02 AR55. Tel : +353 1 633 3800. Fax : +353 1 633 3856/+353 1 633 3857.

CORK: 45 South Mall, Cork, T12 XY24. Tel: +353 21 422 2122.

LIMERICK: Crescent House, Hartstonge Street, Limerick, V94 K35Y. Tel: +353 61 436 500.

@cantorireland Cantor Fitzgerald Ireland Cantor Fitzgerald Ireland

www.cantorfitzgerald.ie/greeneffects

