

Green Effects Fund FACTSHEET

MAY 2024



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, solar energy, electric vehicles, 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	★ ★ ★ ★
Morningstar Analyst Rating	Gold
SFDR Designation	Article 9
Fund Inception	Oct 2000
NAV	€368.44
NAV Date	30/4/24
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%

Source: Bloomberg & Cantor Fitzgerald Ireland Ltd Research

Fund & Share Class Information

Fund Size	€188.15m
Fund ISIN	IE0005895655
Fund Sedol	0589565
Bloomberg	GEFNVL ID
Domicile	Ireland
Structure	UCITS Fund

ESG Rating

	Fund	MSCI World
MSCI ESG Rating	AA	A
MSCI Avg ESG Score	7.9	6.8
MSCI Quality	7.91	6.75
MSCI Carbon Intensity	52	140

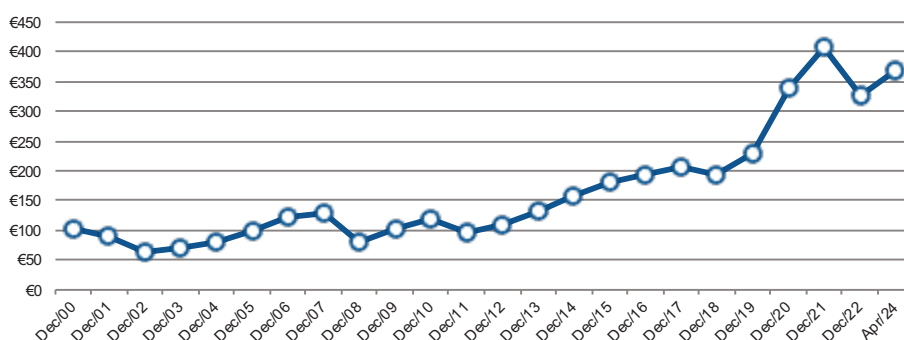
Total number of holdings

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

Market Capitalisation Exposure

Large Greater than 3bn	71%
Medium 500m - 3bn	29%
Small Less than 500m	0%

GREEN EFFECTS FUND NAV SINCE INCEPTION

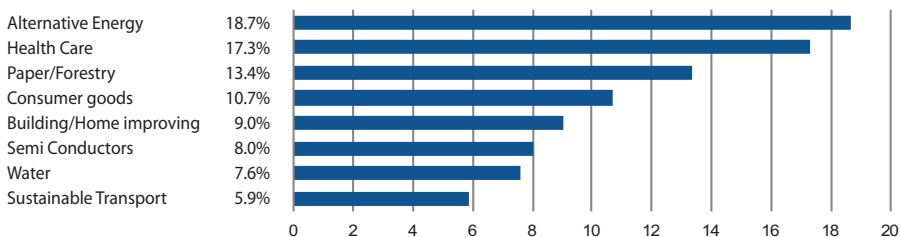


Source: Cantor Fitzgerald Ireland Ltd Research

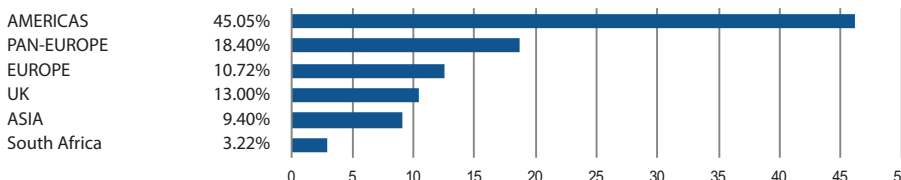
ESMA RISK RATING



LARGEST THEMATIC EXPOSURE %



GEOGRAPHIC EXPOSURE %



Performance

	1 Month	YTD	1 Year	3 Year*	5 Year*	10 Year*	Inception*
Green Effects	-4.52%	-1.14%	8.61%	-1.15%	11.17%	10.01%	5.52%
MSCI World €	-2.68%	8.79%	22.89%	10.44%	12.12%	12.37%	5.76%
S&P 500 €	-3.03%	9.86%	26.69%	12.40%	14.28%	15.35%	6.71%

As of 30/4/24. Source: Cantor Fitzgerald Ireland Ltd Research, Bloomberg and Northern Trust. *Annualised Return.

Top 15 Positions

SMITH & NEPHEW	6.57%
VESTAS	5.90%
FIRST SOLAR	5.88%
NVIDIA	5.58%
KINGFISHER	4.38%
SVENSKA CELLULOSA	4.26%
MOLINA	4.10%
GEBERIT	3.95%
KADANT	3.92%
TESLA INC	3.66%
HANNON ARMSTRONG	3.66%
KURITA	3.62%
BIONTECH SE	3.56%
NATURA HLDG.	3.31%
MAYR MELNHOF	3.20%

Source: Cantor Fitzgerald Ireland Ltd Research

Fund Sector Exposure vs MSCI World

Sectors	Green Effects	MSCI World
Information Technology	17.1%	23.21%
Financials	3.7%	15.36%
Health Care	17.3%	11.99%
Consumer Discretionary	9.6%	10.61%
Industrials	31.2%	11.30%
Communication Services	0.0%	7.53%
Consumer Staples	4.0%	6.67%
Materials	7.4%	3.93%
Energy	0.0%	4.66%
Utilities	3.2%	2.54%
Real Estate	2.5%	2.19%
Cash	4.1%	0

Source: Cantor Fitzgerald Ireland Ltd Research

Fund Manager Comment

The Green Effects NAV ended April at **€368.44** which was a return of **-4.52%** for the month.

The largest detractors from the NAV move on the month were Molina Healthcare, Vestas, Signify and Tomra Systems. The largest positive contributors to the NAV move were Steico and First Solar.

Earnings and Interest Rates remained hot topics during the month as equities in general were lower by circa 3% on the month (MSCI World). Microsoft and Alphabet were the standout from a tech perspective however major equity indices ended the monthly lower. The rate outlook in the US continues to evolve and at the time of writing the US Market is currently only pricing in one rate cut from the Fed this year. Stark contrast to the seven rate cuts that had been envisaged for 2024 in early January. The benchmark 10yr US Bond yield moved from up by 0.50% on the month (from 4.20% to 4.70%) while the closely watched 2year US bond yield peaked above 5.00% at month end. Reuters reported in late April that ECB policy makers overwhelmingly will favour June for the first rate cut from the Bank. They added that some policy makers suggested that the first move could be followed with a second one in July to win over a few of their members who favoured a first cut in April.

It was busy reporting period with a number of the Fund constituents issuing quarterly earnings updates.

Tesla shares rose 13% on the day it released its earnings after pledging to speed up the launch of more affordable models to revive sagging demand. The shares have been particularly weak this year (-30%) as margins remain in the spotlight, deliveries have slowed and competition from Chinese and European Auto makers continues to increase. Musk had hoped to hit two million Tesla sales in 2023, but despite cutting prices for its model line-up it fell short on what was still an impressive year with 1.8 million registrations. The market reacted positively to the news that it would in fact aim to produce a "more affordable" priced EV in 2025 which had been reported to have been shelved. Separately Tesla CEO Elon Musk made a surprise visit to China over the weekend which was followed with some unexpected news. He received official approval from Beijing to introduce advanced driver-assistance features in the company's cars, The Wall Street Journal reported, citing people familiar with the talks.

Signify, the world's leading lighting company, reported results weaker than expected. The weakness was predominantly within its professional business in Europe citing economic softness in Germany that had probably spread to other countries and was not just affecting the lighting industry, and that the group's public sector business also weakened compared to a strong performance this time last year. Encouragingly, the public sector business looks to have improved so far in Q2, with management suggesting that the weakness was hopefully temporary. Group sales fell 12.5% yoy to EUR1,468m (down 10.1% like for like). The adjusted EBITA margin was 8.3%, down from 8.9% last year.

Steico, the world leader in wood-fibre insulation and wood-based building envelope products, based in Germany. STEICO released a solid set of Q1 results as input cost savings led to stronger earnings growth than we were anticipated. While demand trends point to revenue stabilisation, a true recovery is not yet in sight and leading indicators such as building permits are still declining (in Germany). With the rate outlook likely to improve in H2-24 (ECB Rate cuts) the company and sector prospects should improve in our view. In July 2023, Irish listed Kingspan Group, confirmed it had acquired a majority stake in Steico. The deal saw Kingspan acquire 51% of the group with an option to acquire a further 10% in future.

Pearson, the global eLearning company, issued a solid update during the month citing strong operational progress in all divisions and continued execution momentum across our 2024 strategic priorities. The company specifically noted it was continuing to infuse their learning products with AI and on-track to include AI features in more than 40 Higher Education titles for Q4 2024. The company confirmed their initial £300M share buyback completed; the previously announced £200M buyback extension had commenced.

US Healthcare giant, **Molina Healthcare**, fell during the month after the federal government said Medicare Advantage payment rates would not rise as much as the industry had hoped. The payment revision disappointed major health insurers, who had lobbied for a more significant increase, with the more subdued rise potentially pressuring their margins as medical costs push higher. The company is a provider of government-sponsored care for low-income individuals in the US. The organization provides Medicare Advantage plans free of cost to address the healthcare requirements of individuals.

The main activity on the month was a reduction in the fund holding in Nvidia in early April. The Cash weighting of the Fund at the time of writing is **4.12%**

Annual Returns

2003	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
9.71%	14.38%	23.95%	22.52%	6.42%	-38.47%	31.28%	13.47%	-19.61%	16.02%	19.87%
2014	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
18.42%	15.72%	6.62%	6.8%	-5.91%	23.34%	42.70%	19.78%	-19.70%	13.94%	-1.14%

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



www.carbonbalancedpaper.com
CBP002768