

# ELEVA Sustainable Impact Europe - Class I

## Investment objective and approach

- Impact strategy investing in European listed companies of all capitalizations and styles
- The sub-fund selects companies with good ESG performance that contribute positively to the achievement of the Sustainable Development Goals through their products and services
- 6 themes in the strategy for solving major environmental and societal challenges: social inclusion, health and well-being, "Tech for good", climate action, water and natural resources, and "Green Cities"
- Use of a macroeconomic vision to guide the positioning of the portfolio
- Recommended investment period: 5 years

## Key figures

Net Asset Value in € € 1,210.26  
Asset managed in funds in € € 57,253,705

## Risk and return profile



## Fund characteristics

**Managers:** Sonia Fasolo - Matthieu Détrouat

**Legal structure:** Luxembourg SICAV - UCITS

**Launch date:** 17/12/2020

**ISIN Code:** LU2210205881

**Classification:** European stocks

**Information index:** STOXX Europe 600 Net Return

**Reference currency:** EUR

**Valuation frequency:** Daily

## Administrative information

**Custodian:** HSBC Continental Europe, Luxembourg

**Fund admin:** HSBC Continental Europe, Luxembourg

**Management company:** ELEVA Capital SAS

**Subscription / redemption cutoff:** 12:00 CET

**Subscription / redemption settlement:** D+2

## Fees

**Subscription fees:** 3% maximum

**Redemption fees:** 0%

**Management fees:** 0.9% all taxes included

**Performance fees:** 10% of the outperformance versus the Stoxx Europe 600 Net Return

## Contact

Axel Plichon, Head of Business Development

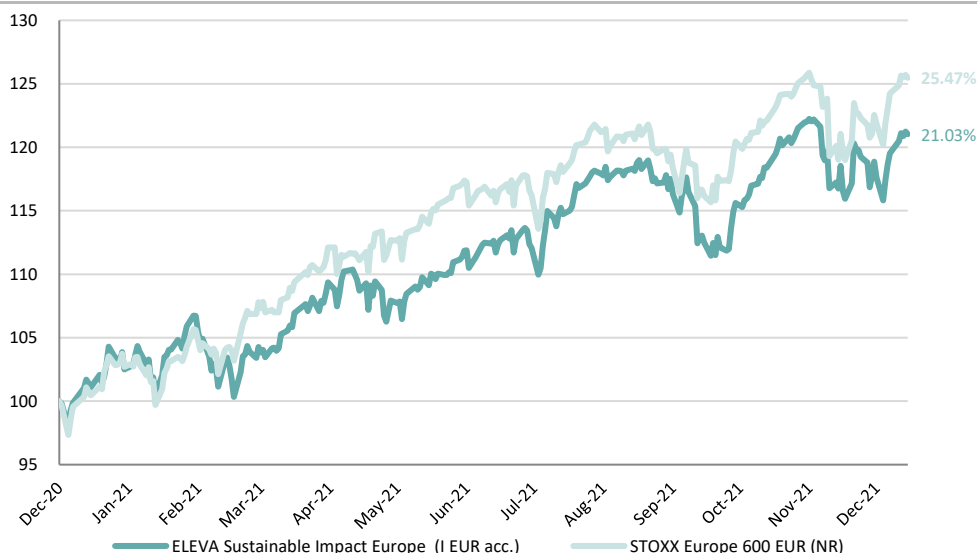
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This document should be read in conjunction with the prospectus and relevant KIIDs which are available on our website [www.elevacapital.com](http://www.elevacapital.com).

Past performance is no guarantee of future results. The UCITS Fund does not benefit from any guarantee or protection, so the initial invested capital may not be fully repaid.

## Performance

Source: ELEVA Capital



## Calendar year performance

	Fund	Index		Fund	Index
2020	1.09%	0.45%	1 month	3.67%	5.42%
2021	19.72%	24.91%	3 months	7.05%	7.56%
			6 months	8.35%	8.47%
			9 months	14.36%	15.44%
			1 year	19.72%	24.91%
			3 years	—	—
			5 years	—	—
			Since inception	21.03%	25.47%

## Cumulative performance

## Monthly Comment

The year 2021 ends on a positive note, in a volatile market environment and a health crisis that remains uncertain. European/global economic activity is still dynamic and shows no signs of a slowdown in the short term. After falling in November, the market has eased itself in December regarding the risks induced by the danger of the Omicron variant and has since almost entirely recovered from its vulnerability in November (Stoxx 600 +5.4% in December). The most cyclical sectors stood out positively in December (construction, automotive, energy, banks, etc.). In 2021, the market rose by nearly 25%. Eleva Sustainable Impact is up 19.72% in its first year.

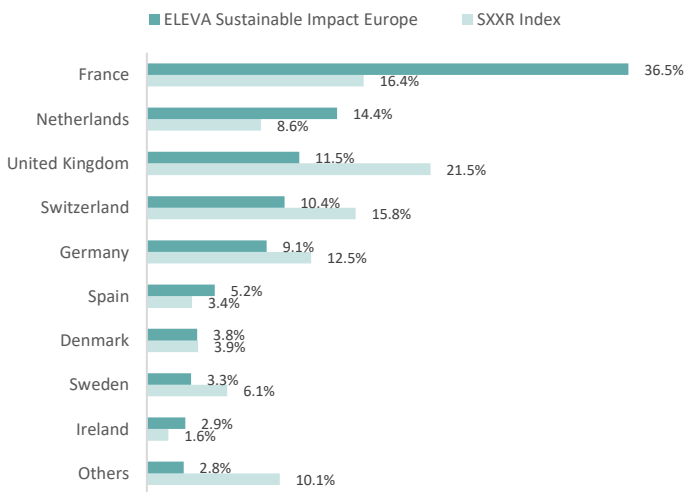
**Michelin** was one of the main contributors to performance in December. The Group had a very good year in terms of operations and stock market performance in 2021 (+37%). It has a resilient profile that demarks itself in the current volatile environment caused by the shortages of components necessary for automobile production. Michelin is continuously demonstrating the strength of its brand and its ability to absorb raw material inflation. Michelin is also well positioned (30% market share) to benefit from the emergence of electric vehicles, whose penetration is growing faster than expected. These vehicles are heavier and have more torque, and require a higher level of tire technology that few players are able to offer. Michelin's has developed tires that deliver an improvement in rolling resistance, which immediately translates into better range.

The detractors to performance are, for the most part, companies whose absolute valuations remain high, such as **Sartorius Stedim** or **Dassault Systèmes**. These companies have exceptional medium-term growth prospects and are both uniquely positioned in addressable markets with very strong growth. Sartorius Stedim is a leader in laboratory equipment and consumables sector and are benefiting from the emergence of biological drugs. Dassault Systèmes is a unique player, offering software modeling solutions in fields ranging from automobiles to the human body, consequently improving time efficiency and cost efficiency for its customers' research and development. These temporary negative market movements do not alter our positive medium-term view of them.

Among the movements within the fund, we continued to strengthen our positions in **Capgemini** and **Schneider**, whose end markets show no signs of slowing down, as evidenced by the published earnings of their competitors'. On the other hand, we reduced our position in **Novo Nordisk** following a production issue with its anti-obesity treatment at one of its subcontractors and whose valuation had risen significantly in recent months. A similar divestment was undertaken for **DSM** after its very good stock market performance (+40% in 2021).

## Portfolio analysis

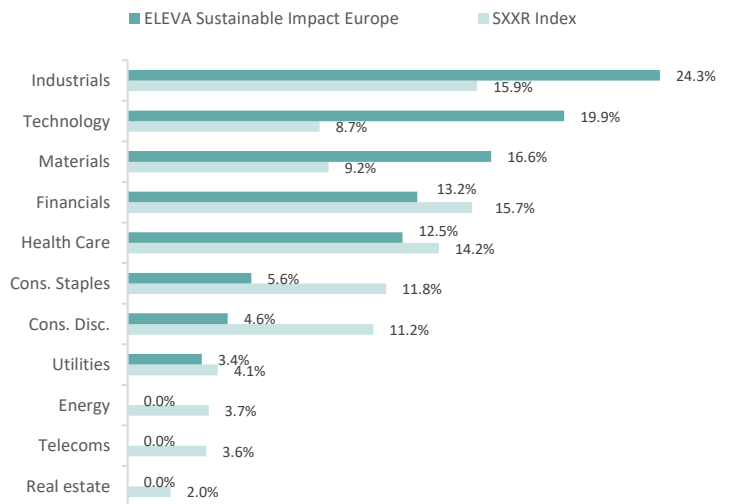
### Geographic breakdown\*



\* cash excluding

Source: ELEVA Capital

### Sector breakdown\*



Source: ELEVA Capital

## Market capitalisation



Median Market Cap €35 bn

Source: ELEVA Capital

## Risk indicators

	Sub-fund	Benchmark
Active Weight	83%	
Volatility	13%	12.5%
Beta	1.0	
Tracking error	5.11%	
Sharpe ratio	1.6	1.99
Sortino ratio	2.3	2.44
Information ratio	-0.83	

## Top 5 Holdings

Company	Sector	Country	Weight (%)	ESG Score*	Impact themes
CAPGEMINI SE	Technology	France	4.4%	68	Tech for good
ASTRAZENECA PLC	Health Care	United Kingdom	3.4%	71	Health & well being
MICHELIN (CGDE)	Cons. Disc.	France	3.4%	64	Water & Natural Resources
SCHNEIDER ELECTRIC SE	Industrials	France	3.4%	75	Climate actions
AALBERTS NV	Industrials	Netherlands	3.2%	62	Green Cities

\* ELEVA proprietary score from 0 to 100

Source: ELEVA Capital

## Top 3 contributors

Name	Absolute Contribution
MICHELIN (CGDE)	34
SCHNEIDER ELECTRIC SE	29
MUENCHENER RUECKVER AG-REG	24

## Top 3 detractors

Name	Absolute Contribution
SARTORIUS STEDIM BIOTECH	-17
ADYEN NV	-12
EDP RENOVAVEIS SA	-11

## ESG data

Investment process	nb of companies
European companies with an ESG score	1401
1. Universe post Exclusions*	1257
2. Universe post ESG selection (score ≥ 60/100)	637
Universe reduction related to exclusions and ESG selection	55%
3. Universe post Impact analysis**	210
4. Portfolio post fundamental research***	43

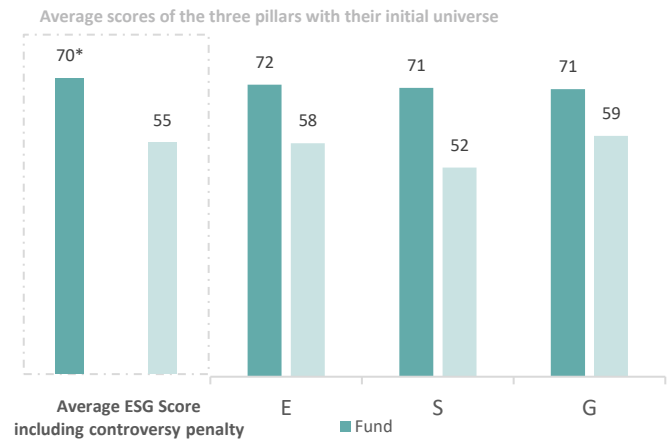
### Methodology

\* Fossil fuel/Tobacco/Alcohol/Weapons/Gaming/adult entertainment/Violation of global Compact

\*\* Proprietary SDG methodology. SDG contribution ≥ 20% of revenues + green light from business operations

\*\*\* Fundamental analysis, ESG analysis (ELEVA Capital methodology) & valuation

Source : ELEVA Capital



Source: ELEVA Capital, MSCI

## The three best ESG ratings of the sub-fund

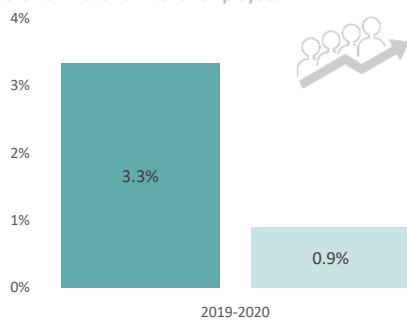
Name	Sector	Country	ESG Score
ASML HOLDING NV	Technology	Netherlands	86
ACADEMEDIA AB	Cons. Disc.	Sweden	80
RELX PLC	Industrials	United Kingdom	79

## The three worst ESG ratings of the sub-fund

Name	Sector	Country	ESG Score
STMICROELECTRONICS NV	Technology	Switzerland	61
INTESA SANPAOLO	Financials	Italy	61
STEICO SE	Industrials	Germany	62

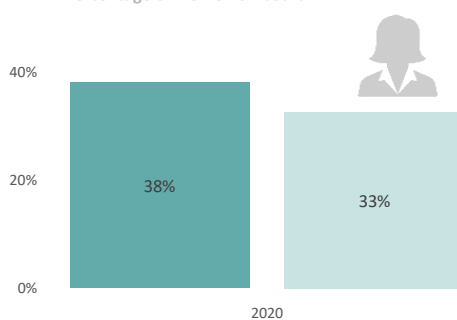
## ESG Performances

### Growth in the number of employees



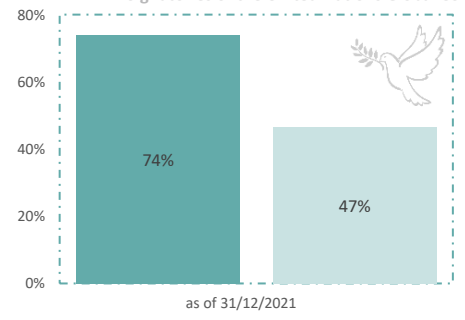
Source: ELEVA Capital

### Percentage of women on board



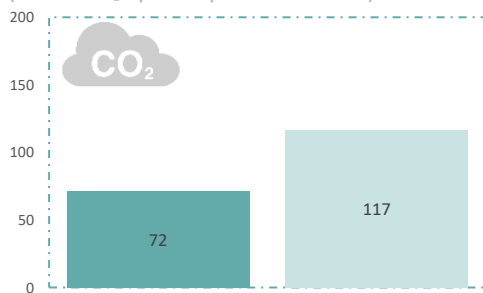
Source: MSCI, ELEVA Capital

### Signatories of the United Nations Global Compact



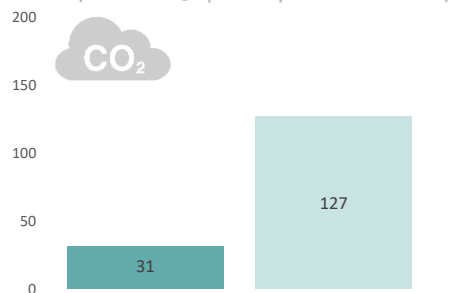
Source: Global compact

### Average carbon intensity (in tons of CO<sub>2</sub> equivalent per million € of sales)



Source: MSCI

### Carbon footprint (in tons of CO<sub>2</sub> equivalent per million € invested)



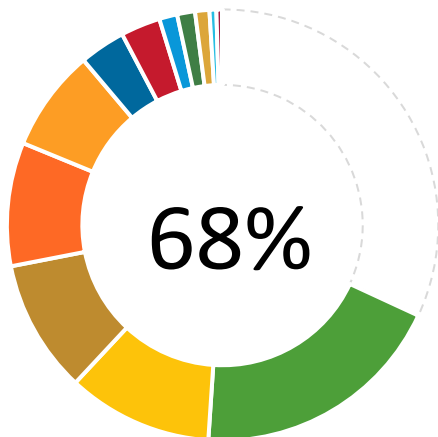
Source: MSCI

Binding ESG KPI

Fund

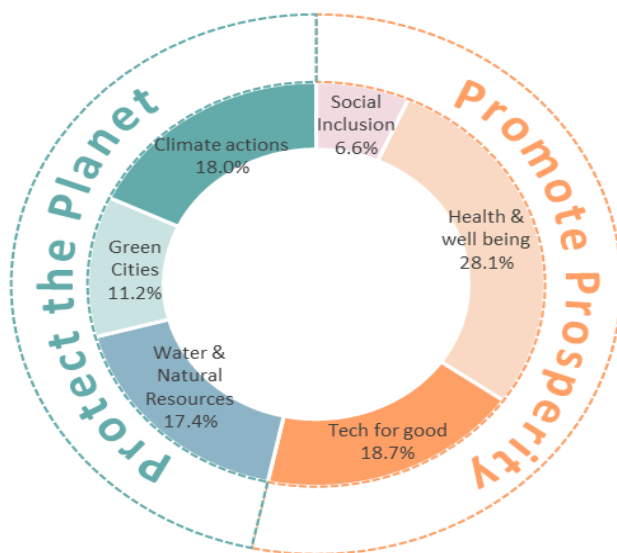
Initial investment universe

## Alignment with the Sustainable Development Goals (SDGs) as a percentage of revenues



1	0.0%	No poverty	9	9.3%	Industry, innovation, infrastructure
2	1.1%	Zero hunger	11	7.7%	Sustainable cities
3	19.2%	Good health & well being	12	10.0%	Responsible consumption & prod.
4	3.0%	Quality education	13	1.3%	Climate actions
5	0.0%	Gender equality	14	1.4%	Life below water
6	0.5%	Clean water & sanitation	15	0.0%	Life on land
7	10.9%	Affordable & clean energy	16	3.5%	Peace, justice, strong institutions
8	0.4%	Decent work & economic growth	0	31.7%	No exposure to SDG

## Exposure to the 6 sustainable themes



ELEVA Sustainable Impact Europe is exposed to 6 themes, grouped into two main families:

### - Protect the environment:

- Climate action (SDG 7, 13): Solutions to adapt to climate change, low-carbon products, renewable energy...
- Water & natural resources (SDGs 6, 12, 14, 15): Access to clean water, water treatment, sustainable forestry...
- Sustainable cities (SDG 11): affordable housing, sustainable transportation, waste management...

### - Promote Prosperity:

- Social Inclusion (SDGs 1, 2, 4, 5, 8): Essential and affordable products, access to financial services...
- Health & Wellness (SDG 3): Medicines, health insurance, medical devices, road safety equipment...
- Tech for good (SDGs 9, 16): Transformational technologies, improving the efficiency of public institutions, fighting cybercrime...

## Coverage rate of ESG indicators

	Growth in the number of employees	% women on board	% Signatories of the United Nations Global Compact	Carbon intensity	CO <sub>2</sub> emissions scope 1 and 2
Fund	98%	100%	100%	95%	95%
Initial universe	91%	97%	85%	93%	93%

Methodology: the formulas for calculating the ESG performance indicators can be consulted in our Transparency Code available on our website

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Each prospective investor should review the Prospectus of the Fund which contains important information concerning risk factors, past performance and material aspects of the Fund and which must be read carefully before any decision to invest is made.

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