SUSTAINABLE DIVIDENDS VALUE FUND

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MORNINGSTAR ★★★★

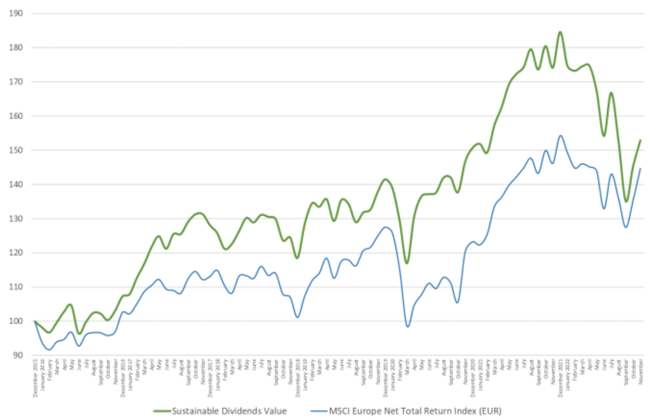
MONTHLY REPORT

NOVEMBER 2022

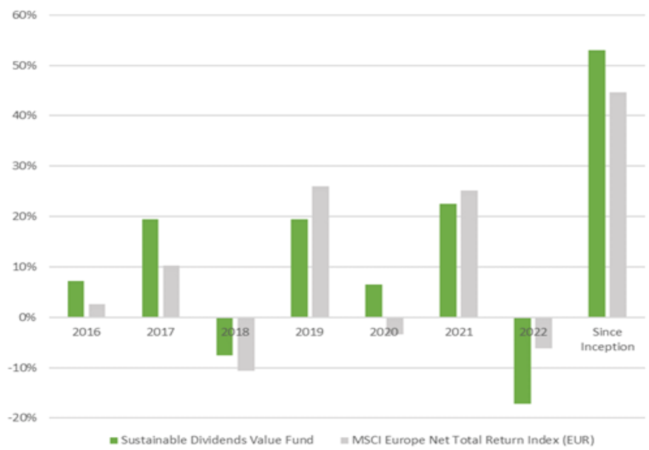
Core Facts

Fund Price	119.37
Price Last Month	113.40
Fund Monthly Return (net)	+5.3%
MSCI Europe Monthly Return	+6.9%
Return since inception (2016)	+53.0%
MSCI Europe since 2016	+44.7%

Return (net %)



Annual Returns (net %)



Fund Performance

Strong quarterly figures from our companies ensured another good month for investors in the fund. The fund value rose by 5.3% after almost all of our stocks showed a positive return. Despite this, the companies in the fund are still listed on the stock exchange at a price significantly lower than what these companies are really worth. We see an average price potential for our shares of more than 70% in the medium term. And with an average valuation of less than 7 times expected cash flow, our sustainable businesses have never been cheaper. The dividend yield of the shares is above 4%, which is also a very attractive level compared to the past. All in all, these are good prospects for those who dare to bite through the sour apple of a probably temporary dip in stock prices. There are now clear indications that we are past the peak of inflation, which means that central banks will be less aggressive in raising interest rates. This will restore investor optimism. The prices of large European companies rose on average by 6.9% (MSCI Europe Index). Medium-sized companies saw a share price increase of 6.5% (MSCI Europe Mid Cap Index) and small companies an average of 6.3% (MSCI Europe Small Cap Index).

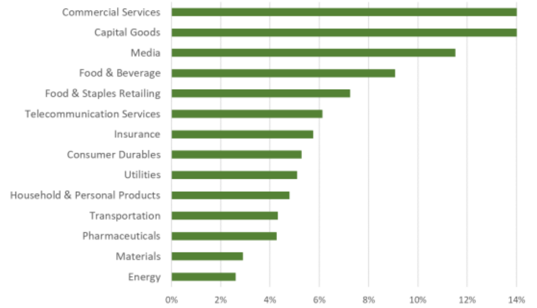
Goal & Strategy

The objective of the fund is to grow capital over the long term. Sustainable Dividends invests in European companies that make a concrete contribution to making society more sustainable. We choose 15 to 25 stocks in the fund from companies with a predictable and profitable business model, regular dividend payments and committed management. The balance sheet ratios of the companies in our fund are strong. Most companies have only modest debt and some even have a net cash position. They therefore have little to fear from higher interest rates. Partly for this reason, we look to the future with confidence in this difficult stock market year. Since its inception in 2016, our fund has now returned 53% (+6.3% per year, after fees), versus 45% for the MSCI Europe (+5.5% per year).

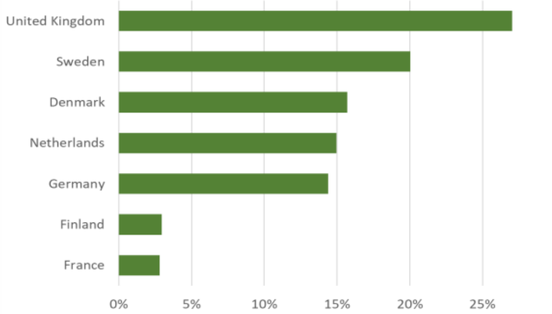
Monthly Returns

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Annual
2016	-1.8%	-1.5%	3.0%	3.2%	1.8%	-7.8%	3.4%	2.7%	-0.1%	-1.9%	2.7%	4.1%	**7.3%**
2017	0.7%	4.4%	3.6%	4.2%	2.6%	-2.9%	3.5%	0.0%	2.8%	1.7%	0.0%	-2.4%	**19.5%**
2018	-1.8%	-3.6%	1.2%	3.1%	3.0%	-1.0%	1.7%	-0.4%	-0.5%	-4.8%	0.6%	-4.8%	**-7.5%**
2019	8.4%	4.7%	-0.7%	1.7%	-4.7%	4.7%	-0.8%	-4.0%	2.2%	0.7%	3.9%	2.7%	**19.4%**
2020	-1.8%	-6.9%	-9.6%	11.7%	4.5%	0,4%	0.3%	3.1%	0.1%	-3.0%	6.5%	2.7%	**6.5%**
2021	0.8%	-1.7%	5.4%	3.4%	4.1%	1.8%	1.2%	3.0%	-3.3%	4.0%	-3.5%	6.0%	**22.5%**
2022	-5.4%	-0.8%	0.7%	0.2%	-4.2%	-7.9%	8.2%	-8.5%	-11.5%	7.5%	5.3%		**-17.2%**

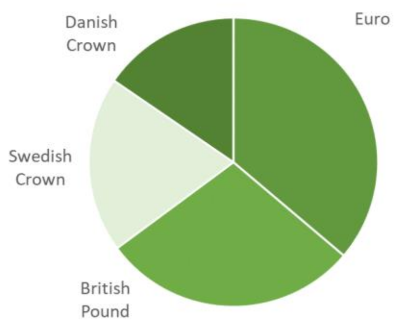
Sector Allocation



Geografical Allocation



Currency Allocation



Risk-Return Characteristics

Total Return	53.0%
Average Annual Return	6.3%
Standarddeviation Return	14.6%
Sharpe Ratio	0.47
Total Outperformance	5.7%
Average Annual Outperformance	0.8%
Tracking Error	7.6%
Information Ratio	0.11
Correlation Coefficient	0.86
Best Month (April 2020)	+11.7%
Worst Month (September 2022)	-11.5%
Maximum Drawdown	-26.8%

Sustainable Dividends

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Ascenders in the portfolio

The best performing stock in the past month was storage and transshipment group Vopak. The company saw the share price rise by 36% after the publication of good figures for the third quarter and an increase in expectations for the whole of 2022. The management also expects to see revenue and profit grow in the coming years. To achieve this, they will invest two billion euros in new storage facilities by 2030, at least half of which will be used for sustainable solutions such as the storage of biofuels, CO2, hydrogen and electricity in batteries. The share price of the Swedish Essity rose by 10%. The prices of pulp and energy – the main cost items for Essity – seem to be leveling off or even falling recently, while the company will continue to make further price increases for customers in the coming months. This means that Essity's margins will recover in 2023. We expect that the share price will at that time also show further recovery..

Decenders in the portfolio

Ahold was one of the few stocks with a price drop in the past month. On balance, the share price of the supermarket group lost 2%. The third quarter numbers were better than expected and management raised expectations for the whole of 2022. It is clear that in times of high inflation, Ahold is well placed to maintain margins and thereby grow profits. We expect this to be the case again in 2023 and therefore still see a lot of potential for this undervalued share. The price of Danish Ørsted was flat during the month, despite excellent figures for the first nine months of the year. During that period, cash flow increased by more than 50% compared to the same period last year. Management raised expectations for the whole of 2022 for the second time this year. We also expect a strong increase in Ørsted's results in the coming years due to the high energy prices and the strong increase in demand for green, sustainable electricity.

Outlook

Currently, the fund is almost entirely invested in low-valued and well-run companies with strong balance sheets. These companies are expected to generate growing profits and rising dividends in the coming years. The assets are divided over 19 stocks of companies in 14 different sectors. This ensures a sufficient degree of risk diversification. We have a clear preference for sectors that provide stable cash flows. While the current global economic situation brings with it some uncertainty, we believe that the stocks in our fund at this point in time offer an attractive return opportunity for equity investors with a long horizon.