SUSTAINABLE DIVIDENDS VALUE FUND
MONTHLY REPORT

SUSTAINABLE DIVIDENDS
value fund

MAY 2025

Core Facts

Fund share price	147.31
Share price last month	140.38
Monthly return (net)	+4.9%
MSCI Europe month	+4.7%
Return year-to-date (net)	+14.2%
Return since inception (2016)	88.8%

Return (net %)

Annual returns (net after fees %)

Fund Performance

Investors in the Sustainable Dividends Value Fund saw the value of their investment increase by 4.9% in the past month. Slowly but surely, more and more investors seem to be increasingly paying attention to the undervalued European companies that we've invested in. And this is clearly paying off. Strong quarterly results for the shares in our fund have certainly contributed to this. On average, corporate profits increased by more than 30% compared to the first quarter of last year. More generally, the stock markets benefited from the postponement of the introduction of high US import tariffs. The European large caps in the MSCI Europe index achieved an average return of 4.7% in May. The current valuation of the shares in our fund is very low at 8 to 9 times the expected cash flow for next year. We see a lot of room for further share price increases if our companies can continue the current positive profit development. Investors in our fund have achieved a return of more than 88% on their investment since its inception in 2016. The counter now stands at 14% return year-to-date in 2025.

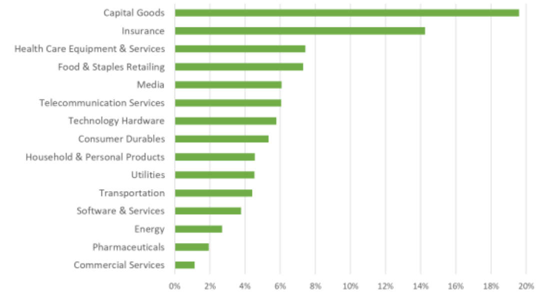
Strategy

In our fund, we select stocks of companies with a predictable and profitable business model. With the strong focus on sustainability, it is expected that companies that play an important role in, for instance, energy transition, recycling or the use of sustainable materials, will see their turnover and results grow in the coming years. Other important selection criteria for the stocks in our fund are a strong balance sheet, committed management, and regular, preferably growing dividends.

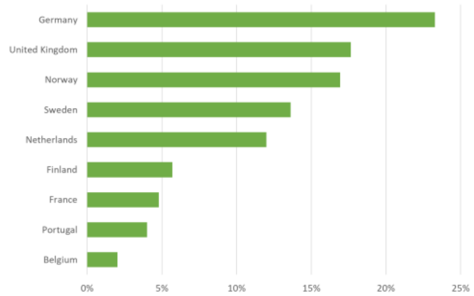
Monthly returns

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
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%	-2.9%	**-19.6%**
2023	4.2%	2.6%	-0.6%	2.3%	-2.5%	-2.3%	1.3%	-5.4%	-3.1%	-4.0%	5.6%	8.2%	**5.6%**
2024	-3.0%	2.9%	2.1%	1.2%	5.1%	-2.7%	3.9%	0.0%	0.3%	-3.3%	-1.8%	1.1%	**5.4%**
2025	3.3%	1.3%	1.3%	2.6%	4.9%								**14.2%**

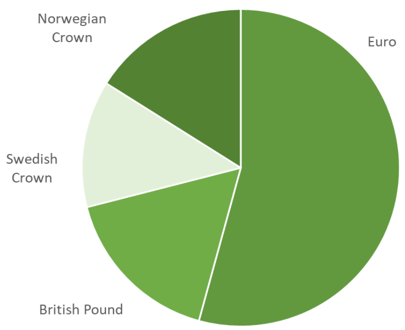
Sector allocation



Geographical allocation



Currency allocation



Risk-Return Characteristics

Total return *	88.8%
Average annual return *	7.0%
Standard deviation return	13.8%
Sharpe ratio	0.43
Total out-performance *	-2.2%
Average annual out-performance *	-0.2%
Tracking error	7.8%
Information ratio	-0.03
Correlation coefficient	0.84
Best month (April 2020)	+11.7%
Worst month (September 2022)	-11.5%

* After costs and before dividend tax reclaims

Sustainable Dividends

Website: www.sustainabledividends.com
Email: info@sustainabledividends.com
Telephone: +31 20 244 3654

SUSTAINABLE DIVIDENDS
value fund

Ascenders in the portfolio

Norbit was by far the biggest gainer in the past month. Including the dividend, the share return was a whopping 36%. The Norwegian producer of sonar equipment reported very strong figures for the first quarter, with revenues up 29% and profits more than doubling compared to a year earlier. Management is optimistic about the expected revenues in the second quarter and we believe that the targets for the whole of 2025 will be revised upwards when the half-year figures are published. Medistim, the producer of intra operative and ultra sound equipment, also had a very good month. The share price rose by 27% after publishing very good figures for the first quarter. The company not only reported a 34% increase in revenues, but also increased its margins. The margin increase is the result of initiating its own distribution in a number of important markets, including China and Canada. We expect that high margins will continue to be achieved in the coming quarters.

Descenders in the portfolio

British publisher Bloomsbury was the biggest descender in the past month, with a return of -12%. The share price was under pressure after the publication of the annual figures for the 2024/2025 financial year. Despite record sales, the company's profit fell compared to the previous year. After consultation with Bloomsbury's management, we expect the company's profitability to recover in the current financial year. Tomra's share price fell by 5% - adjusted for the dividend paid out. The Norwegian manufacturer of sorting machines for food, packaging and waste reported excellent figures for the first quarter, but investors were somewhat disappointed with the number of new orders for the company. We are not worried as we know that new orders can fluctuate considerably on a quarterly basis. We expect a high demand for Tomra's products over the next few years.

Outlook

Our fund is invested in undervalued, but well-managed European companies with a strong business model and a healthy balance sheet. These companies are expected to generate growing profits and increasing dividends for their shareholders in the coming years. To ensure sufficient risk diversification, our assets are spread across 24 shares of companies in 15 sectors and 9 countries. We believe that our fund offers good opportunities for an attractive return to investors with a long horizon.