

SUSTAINABLE DIVIDENDS VALUE FUND



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DIVIDENDS
value fund

QUARTERLY REPORT

THIRD QUARTER 2025

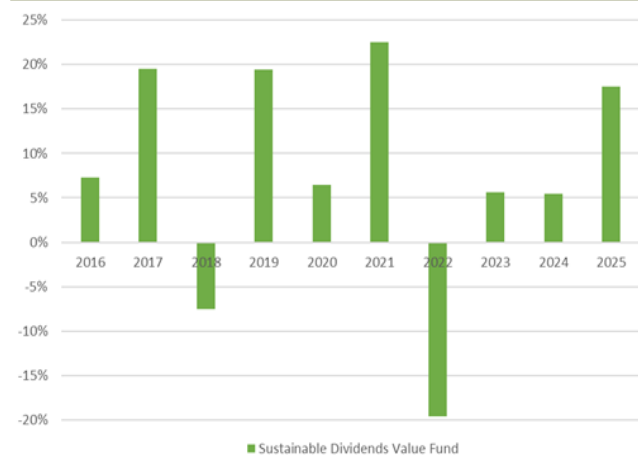
Main Data

Current price	151.73
Price last quarter	148.31
Result quarter (net)	+2.3%
Result since inception (net)	+94.4%
ISIN Code	NL0012907976
Inception date	January 2016

Return (net %)



Annual return (net %)



Risk – return characteristics*

Total return	94.4%
Average annual return	7.1%
Standard deviation return	13.6%
Sharpe Ratio	0.45
Best month (April 2020)	+11.7%
Worst month (September 2022)	-11.5%

* Returns are calculated excluding the dividend tax to be reclaimed by the participant.

Fund performance

Our companies' quarterly figures were generally well received by the market. On average, reported profit growth was over 10% compared to the same quarter a year earlier. On the stock market, our shares were rewarded for this good news with an average price increase of 2.3% in the third quarter of the year. This means that investors in our fund have so far achieved a 17% return on their investment in 2025. Since the fund's inception in 2016, the return has now reached 94%.

Objective and strategy

The fund's objective is to achieve long-term capital growth by investing in carefully selected companies with strong fundamentals and a forward-looking vision. Our ambition is to outperform the broader market over a full economic cycle, typically 5 to 7 years. We emphasize a fixed portfolio of 20 to 25 stocks in companies distinguished by sustainable performance, a predictable and profitable business model, a strong balance sheet, engaged management, and consistent dividend payments.

Market report and outlook

Now that the first interest rate cut in the United States has become a reality and the market considers the likelihood of further rate cuts high, we are seeing a rapid recovery in stock prices. Companies have reported rising profits in their half-year results, and expectations for the remainder of the year have been regularly revised upward. This is also the case in our portfolio. Consumers are benefiting from the interest rate cut and increased purchasing power, as salaries are currently rising faster than inflation. This increases their spending power, which generally translates into increased consumption. Furthermore, we expect that investment programs from national governments and the EU will generate significant orders for European companies in the coming years. All in all, there are many reasons to opt for a portfolio of European companies in the coming years.

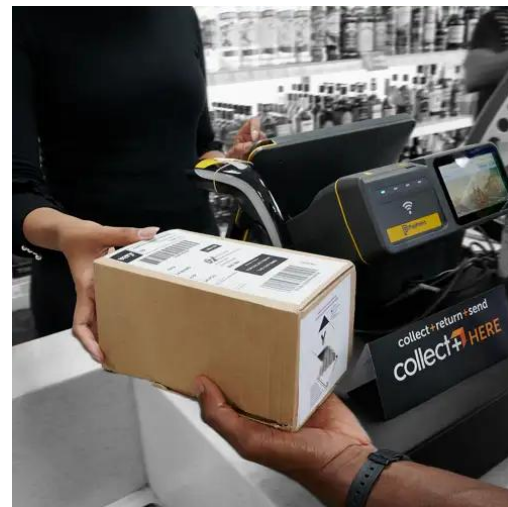
Sustainable Dividends

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Focus Stock: Paypoint – Payment systems and consumer services

British-based PayPoint is a leading provider of payment solutions and consumer services, with a strong presence in the United Kingdom and Ireland. In recent years, the company has grown significantly, both in terms of the number of locations where its services are available and in the range of services it offers. PayPoint's growth is clearly reflected in the increasing number of locations where consumers can access its services. Through strategic partnerships and acquisitions, the network has expanded significantly in recent years. There are now more than 30,000 locations offering PayPoint services, including supermarkets, kiosks, convenience stores, petrol stations, and even online platforms. Originally known primarily for offering easy payment options, PayPoint now offers a wide range of services, including: Payment solutions for utilities and council tax; Mobile phone top-ups; Online gaming and lottery payments; Parcel services and parcel collection points; International money transfers; Digital vouchers and e-commerce payments.



Recent developments

This diversification has transformed PayPoint from a mere payment platform into a versatile service point for both consumers and businesses. The company responds to changing consumer needs by continuously introducing new services and improving existing ones. The company recently announced several new partnerships. For example, customers of the British bank Lloyds can now deposit money into their accounts through Paypoint's systems. Furthermore, the Royal Mail, the British postal service, will significantly expand the number of services offered through Paypoint. Together with a growing number of affiliated local retailers, this ensures that Paypoint can continue to grow in the coming years.

Sustainability and Financial Health

A sustainable business model is crucial for our fund. The company must provide a service that remains attractive for many years to come. This certainly seems to be the case with Paypoint. Both the number of participating retailers and the range of services offered continue to grow. The company ensures that local residents in sparsely populated areas can continue to use banking and postal services. In this way, Paypoint contributes to maintaining the viability of local communities. Regarding the company's financial health, it's important to note that Paypoint has very little debt on its balance sheet. If we also consider the funds consumers have deposited for paid but not yet redeemed vouchers, the balance sheet shows a positive balance.



Dividends and shareholder orientation

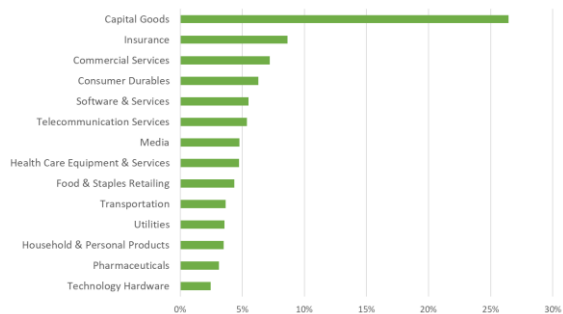
Paypoint's management has set a target of distributing at least half of its annual profit to shareholders as dividends. In addition, special dividends and share buybacks are also distributed from time to time. All of this demonstrates that the interests of shareholders and management are aligned.

Risks and valuation

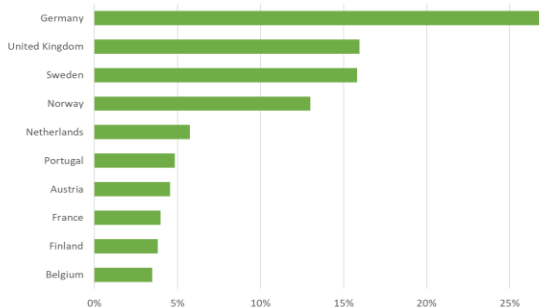
Despite Paypoint just announcing a partnership with a major competitor, there are still other competitors for both parcel delivery and digital payment services. Furthermore, ever-increasing regulation, especially for financial services, always poses a risk. Finally, macroeconomic developments, and consumer spending in particular, pose a potential risk for Paypoint. The share valuation is surprisingly low. Management expects to generate at least £100 million in cash flow in the current financial year. Paypoint is trading at approximately six times this cash flow, and the expected dividend yield on the share is over 5%.



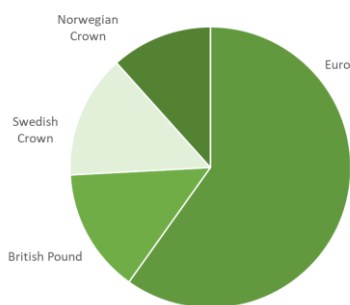
Sector allocation



Geographic allocation



Currency allocation



ESG-allocation



Fund information

NAV	Monthly
Minimum investment	€ 100.000
Management fee	1%
Administration fee	0.15%
Performance fee	10%
Manager	Sustainable Dividends
Administrator	AssetCare
Custodian	Interactive Brokers/Saxo Bank
Bank	ABN AMRO

Ascenders in the portfolio

Technotrans, with a return of 42%, was by far the biggest gainer in the past quarter. The German specialist in cooling systems for batteries, printing presses, medical equipment, and lasers, among other products, reported very strong profit growth in the first half of the year. Management also announced a series of new orders for cooling systems for data centers, electric buses, and satellite ground stations. The rapidly growing data center market represents a promising source of new orders for Technotrans in the coming years. London-listed Airtel Africa was also a notable gainer, with a return of 35%. The provider of telecom services in 14 African countries benefited from the quarterly figures reported at the end of July. A 9% increase in the number of customers and an 18% rise in average revenue per customer led to a significant increase in both revenue and cash flow. The market is also enthusiastic about a separate listing in 2026 for Airtel Money, the subsidiary that provides financial services to consumers.

Decliners in the past quarter

The share price of Norwegian company Norbit fell by 15% in the third quarter. The cause of the decline appears to be profit-taking after a share price increase of more than 100% in the first half of the year. The technology company, however, reported very strong half-year results and raised its full-year targets. Norbit's CFO gave an interesting presentation two weeks ago during one of our lunch meetings. Based partly on his presentation, we see no end in sight to the company's impressive growth. Belgian company Fagron stood out with a 12% loss. The pharmaceutical company reported a respectable increase in revenue and margins in its half-year results. We believe that investors will ultimately be rewarded if this positive trend continues into the second half of the year.

How does the fund look like now?

The assets in our fund are invested in undervalued, well-managed European companies with strong business models and healthy balance sheets. These companies are expected to generate growing profits and increasing dividends for their shareholders in the coming years. To ensure sufficient risk diversification, the assets are spread across 23 stocks in companies across 14 sectors and 10 countries. We believe our fund offers good opportunities for attractive returns for investors with a long-term investment horizon.

**Attention! This investment falls outside AFM supervision.
No license and no prospectus required for this activity.**

