

# EVENLODE GLOBAL OPPORTUNITIES



MONTHLY FACTSHEET all data as at 31 December 2021 unless otherwise indicated

## MANAGER COMMENTARY

The Evenlode Global Opportunities Fund closed December 2021 somewhat ahead of the market for the month and since launch. One swallow does not make a summer, but we were encouraged by the strength of both portfolio company financials (revenue and cashflow) and the improvement of their competitive advantage through reinvestment.

We continue to be mindful of valuation risk, requiring that all companies in our portfolio combine two factors: firstly, long term economic value creation, and secondly, a starting share price which allows this to drive further price appreciation. In December, we exited our positions in Capgemini and Roche, as we found better compounding opportunities elsewhere in our investment universe. We also initiated a position in Aveva, a UK-based company which has a leading position in the parts of the AEC (Architecture, Engineering, and Construction) software category. Its products are used both in the computer-aided design stage and in the asset maintenance stage in a variety of industrial end markets, where they confer material productivity benefits to their clients. The industrial design stage is now almost entirely digitalised, but the world's industrial estate is still managed in a haphazard way with multiple software suites, or even spreadsheets. Aveva's product offering aims to embrace the entire life cycle of client assets from design onwards – what is now known as 'Asset Performance Management'. The recent acquisition and integration of the highly regarded data historian company OSIsoft was an important step in rounding out the portfolio. Our valuation of the company suggests it offers attractive compounding potential even if energy sector capex levels remain at their current, depressed level. There is scope for more upside should the world experience a new wave of green capex, but this is above and beyond our base case.

Aveva is characteristic of what we look for in a company in that it enjoys both attractive returns on its existing capital stock, and substantial scope to reinvest excess cashflow as its end market is growing. We continue to see the ability of portfolio companies to reinvest at or around their excellent current economics as their most attractive attribute.

This year has started like the year before, and the year before that, with continued anxiety over the impact of Covid and uncertainty as to the pace of economic and monetary normalisation. Our portfolio remains agnostic to all of these variables. We remain very grateful for the support and belief that our investors have shown in us, and will continue to manage the portfolio in line with our discipline and process.

## PERFORMANCE SINCE LAUNCH (%)

In accordance with FCA rules, performance is not shown on this factsheet as the fund launched less than a year ago. Fund performance will be shown once the fund is at least 12 months old.

## FUND ATTRIBUTES

- ✔ Emphasis on sustainable real capital growth
- ✔ Focus on companies with high return on capital and high cashflow conversion
- ✔ Focus on larger companies with growth opportunities
- ✔ Underlying revenue streams from diverse geographies
- ✔ Low portfolio turnover, long-term holding periods

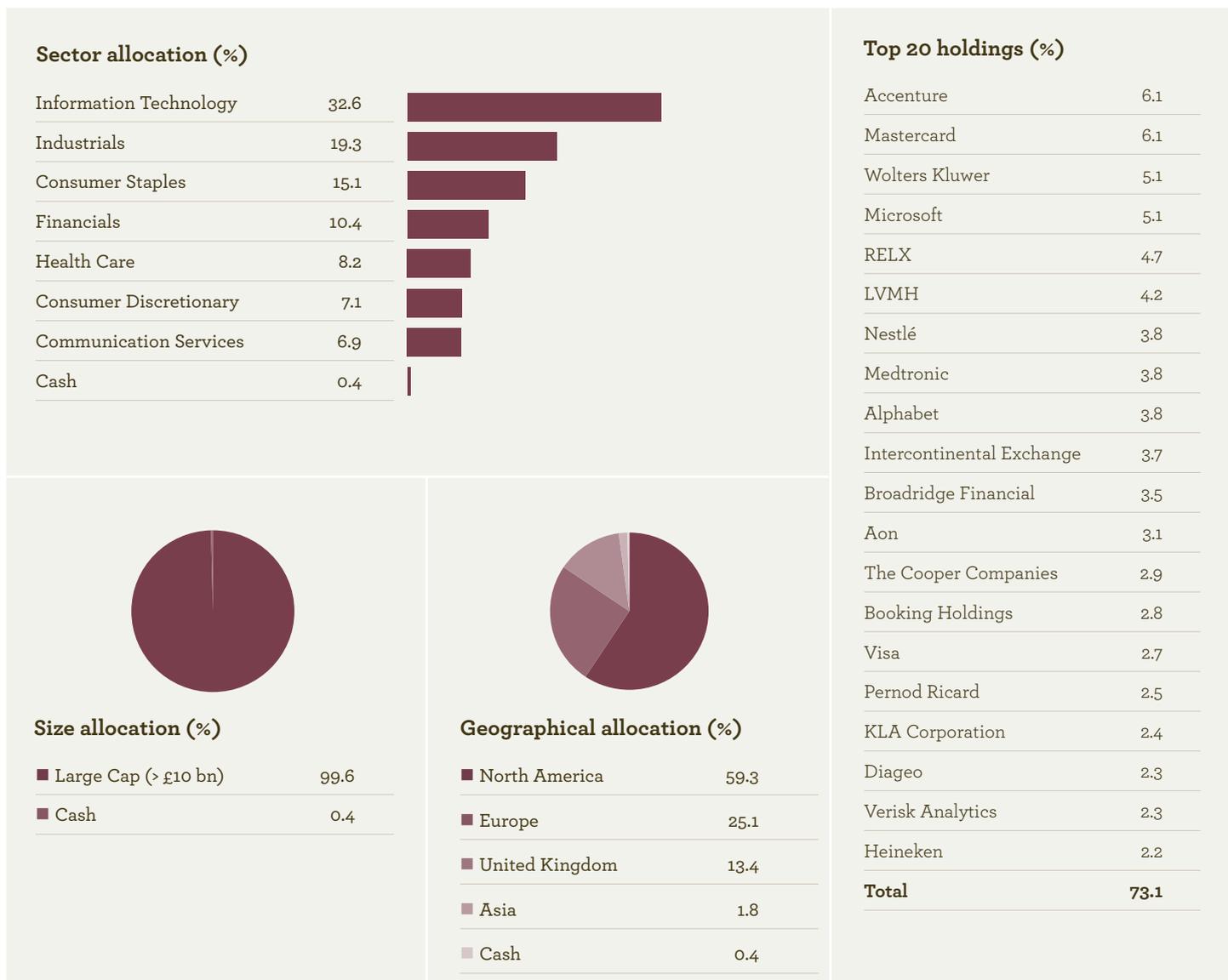
## KEY DETAILS

Sector	<b>EAA Fund Large-Cap Blend Equity</b>
Benchmark	<b>MSCI World</b>
Strategy launch date	<b>15 July 2020</b>
Fund launch date	<b>10 May 2021</b>
Strategy size	<b>US\$43 million</b>
Fund size	<b>US\$2 million</b>
No. of Holdings	<b>35</b>
Active share	<b>89.1%</b>
Valuation point	<b>12 noon daily</b>
Div ex dates	<b>1 Mar</b>
Div pay dates	<b>end Apr</b>
Fund domicile	<b>Ireland</b>
Countries of registration	<b>Ireland, UK, Switzerland*</b>

\*The Fund has appointed as Swiss Representative Waystone Fund Services (Switzerland) SA, Av. Villamont 17, 1005 Lausanne, Switzerland, Tel: +41 21 311 17 77, [switzerland@waystone.com](mailto:switzerland@waystone.com). The Fund's Swiss paying agent is Banque Cantonale de Genève. In respect of the Shares distributed in or from Switzerland, the place of performance and jurisdiction is at the registered office of the Swiss Representative.



PORTFOLIO





INVESTMENT TEAM

The Evenlode Investment Team totals 15 staff. Fund managers are supported by a team of analysts including three dedicated stewardship analysts, and the team works collegiately to challenge thinking and share ideas.



**CHRIS ELLIOTT**  
Fund Manager

Chris is a fund manager on the Evenlode Global Equity strategy, which launched in 2020, and on the Evenlode Global Income strategy, which launched in 2017. Chris is a fully qualified Chartered Financial Analyst and has a degree from the University of Cambridge in Mathematics and Economics. Prior to Evenlode, Chris worked as a senior software engineer.



**JAMES KNOEDLER**  
Fund Manager

James is a fund manager on the Evenlode Global Equity strategy, which launched in 2020. He previously worked as an Equities Analyst at Independent Franchise Partners (IFP) and before that worked as an Investment Analyst at Arisaig Partners and Newlands Investment Management. James graduated from Oxford University with a first-class degree in English and holds a Masters degree in Finance from the London Business School.



**CHRIS MOORE**  
Head of Research

Chris joined Evenlode Investment Management in February 2018 having previously been an equity research analyst at Investec Bank and Berenberg. Chris is a fully qualified Chartered Accountant and Chartered Financial Analyst, and studied Accounting and Finance at Warwick University.

ENVIRONMENTAL, SOCIAL AND GOVERNANCE (ESG)



**SAWAN KUMAR**  
Head of Stewardship



**CHARLIE FREITAG**  
Stewardship Analyst



**BETHAN ROSE**  
Sustainable  
Investment Analyst

Integration into the investment process

On an annual basis, we conduct a portfolio-level emissions analysis based on the emission footprint of each underlying investee company. The analysis covers all greenhouse gas emissions covered by the Kyoto protocol, ranging from emissions generated directly in a company's operations, ie. burning gas or coal in a power plant, indirect emissions from electricity purchased by the company and basically everything else in their value chain, i.e. emissions in their supply chain and from the end use of their product. This extensive piece of work highlights the most carbon intensive companies (relative to their revenue) in our portfolio(s) which allows us to target our engagements where they can make the biggest difference.

Our ongoing commitment

Signatory of:



Evenlode Investment Management became a signatory to the United Nations Principles for Responsible Investment (UNPRI) in 2018. By becoming signatories, we commit to implementing these principles and incorporating environmental, social and governance factors into our investment process to help enhance returns and better manage risk for our clients.

- ✔ Strategy & Governance: **A+**
- ✔ Integration: **A+**
- ✔ Engagement: **A**
- ✔ Proxy Voting: **A**

Recent publications for download

- ✔ **UNPRI Assessment Report**
- ✔ **Responsible Investment Report**
- ✔ **Carbon Emissions Report**

MSCI Rating



Data as at 30 November 2021. Based on 97.4% of AUM. MSCI ESG Fund ratings are intended to measure the resilience of funds to long-term risks and opportunities arising from environmental, social and governance issues.

Morningstar® Ratings



Ratings as at 30 November 2021. Based on 100.0% of AUM. The Morningstar® Sustainability Rating™ is intended to measure how well the issuing companies of the securities within a fund's portfolio holdings are managing their environmental, social, and governance, risks and opportunities relative to the fund's Morningstar Global Category peers.

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## SHARE CLASS DETAILS

	USD shares
Share class	X ACC
SEDOL codes	BLR75D8
Share price	\$1.15
Minimum lump sum	\$100 million
Periodic charge (%) <sup>1</sup>	0.75
Ex ante transaction cost (%)	0.16

1. Equivalent to OCF. For full information on the periodic charge please refer to the Fees, Costs and Expenses section of the Evenlode Global Opportunities Fund Supplement to the Evenlode ICAV Prospectus

The share class listed above has launched and is available for investment. Other share classes are listed in the Evenlode ICAV Global Opportunities Fund prospectus supplement. Class R shares have a minimum investment of \$/€/£1,000, and an OCF of 1.50%. Class I shares have a minimum investment of \$/€/£1 million, and an OCF of 0.95%. For full information on the share classes, please refer to the Key Investor Information documents.

### WHAT ARE THE RISKS?

As a focused equity portfolio of typically less than 40 investments, the fund can involve higher risk and higher volatility. The value of an investment can fall as well as rise as a result of market and currency movement; you may not get back the amount originally invested. You should therefore regard your investment as long term. Details on the risk factors are included in the fund's prospectus, available on our website.

### INVESTOR PROFILE

The Fund may appeal to investors who:

- ✓ Desire capital growth over the long term
- ✓ Accept the risk associated with the volatile nature of equity investments
- ✓ Plan to hold their investment for at least 5 years

## IMPORTANT INFORMATION

This Factsheet has been produced by Evenlode Investment Management Limited. Evenlode Global Opportunities is a sub-fund of the Evenlode ICAV. Prospective investors should seek independent financial advice. Full details of the Evenlode Funds, including risk warnings, are published in the Evenlode Funds Prospectus and the Evenlode Funds Key Investor Information Documents (KIIDs) which are available on request and at [www.evenlodeinvestment.com](http://www.evenlodeinvestment.com). The Evenlode Funds are subject to normal stock market fluctuations and other risks inherent in such investments. The value of your investment and the income derived from it can go down as well as up, and you may not get back the money you invested, you should therefore regard your investment as long term. As a focused portfolio of typically less than 40 investments, Evenlode Global Opportunities carries more risk than a fund spread over a large number of stocks. The fund has the ability to invest in derivatives for the purposes of EPM, which may restrict gains in a rising market. Investments in overseas equities may be affected by changes in exchange rates, which could cause the value of your investment to increase or diminish. Every effort is taken to ensure the accuracy of the data used in this document but no warranties are given. Evenlode Investment Management Limited is authorised and regulated by the Financial Conduct Authority, No. 767844. The Fund is authorised and regulated in the Republic of Ireland by the Central Bank of Ireland.

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Please contact Spring Capital Partners, in the first instance.  
+44 (0)20 3195 0076 [evenlode@springcapitalpartners.com](mailto:evenlode@springcapitalpartners.com)

### How to Invest

You can buy shares in the fund by visiting:

**Societe Generale Securities Services**

Or contacting them via email, phone or fax:

**Service.Ta-Dublin@sgss.socgen.com**

**+353 (0)1 675 0300**

**+353 (0)1 675 0351 (fax)**

Administrator: Societe Generale Securities Services, IFSC House, Custom House Quay, Dublin, D01 R2P9.

ManCo: Equity Trustees Fund Services (Ireland) Limited, 56 Fitzwilliam Square, Dublin 2, D02 X224, Ireland.

### Contact Evenlode

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**Calls are recorded**

**[www.evenlodeinvestment.com](http://www.evenlodeinvestment.com)**