

EdenTree Green Impact Equity Fund

Performance	3 months	6 months	1 year	3 years	ITD*
Fund Performance (B Class)	-6.9%	7.8%	10.1%	37.3%	37.3%
MSCI ACWI Net TR GBP**	1.5%	15.9%	18.3%	66.6%	80.3%
IA Global	0.4%	13.4%	13.3%	47.5%	49.6%
Sector Quartile	4	4	3	3	3

Source: Morningstar. Figures compared on a Bid to Bid basis with Net Income Reinvested. Data as at 30.09.2026

*Inception date: 24.01.2022

**The MSCI ACWI GBP Net Total Return Index was adopted as the Fund's comparative benchmark on 1 January 2024, replacing the FTSE World TR Index. As the Fund invests in a diverse range of global companies and sectors, we compare the Fund's performance to the MSCI ACWI GBP.

Market review

Global equity markets proved resilient over the quarter, despite a backdrop of rising bond yields and ongoing geopolitical uncertainty. Higher interest rates remained the dominant issue facing developed economies, although the drivers of higher yields continued to differ across regions. In the US, stronger economic growth, fiscal stimulus and crowding-out pressures from the unprecedented artificial intelligence (AI) build-out all contributed. In Europe, higher rates were, in part, responding to higher yields in the US, but they were also reflecting the market's view on unsustainable fiscal positions, ambitious spending plans and inflationary pressures linked to the region's lack of energy independence.

The breakdown of the ceasefire between the US and Iran contributed to a sharp rise in oil and gas prices during the quarter. Higher energy prices, along with higher commodity prices, added to inflationary pressures, prompting central banks such as the US Federal Reserve and the European Central Bank to take a more restrictive policy stance, both raising their benchmark interest rates by 25 basis points (bps).

Performance and activity

The Fund underperformed its MSCI ACWI benchmark and the IA Global sector during the period.

The Fund's mid-cap exposure was a headwind to relative performance. Markets rotated towards value-oriented, large-cap companies, particularly within financials and energy, where the Fund has little or no exposure. Its lack of holdings in several of the largest US technology companies also detracted as market returns remained concentrated among a relatively narrow group of large-cap stocks.

Regional positioning was also challenging. The Fund was underweight the US, which outperformed, and overweight Europe, which underperformed. European equities were affected by expectations of further interest-rate increases and the effect of higher bond yields on growth and equity valuations. Europe also has less exposure to the AI and data-centre investment that continued to support parts of the US market. The Fund's positive stock selection in the UK and its exposure to Asia-Pacific partly offset these headwinds.

At a sector level, the Fund's lack of exposure to the consumer discretionary and consumer staples sectors was beneficial. However, its overweight position in industrials detracted, as the sector was among the weakest areas of the market. Higher interest rates continued to weigh on demand across residential and commercial construction markets, while increased oil prices placed additional pressure on the profitability of several industrial subsectors.

Against this difficult backdrop, discoverIE was the Fund's strongest relative contributor. The company designs and manufactures customised electronic components used across renewable energy, industrial automation and medical equipment, with the holding sitting within the Fund's clean energy theme. Its shares performed well after a stronger-than-expected trading update in July, with organic orders increasing approximately 31% and organic sales growing by around 6%. The Fund's UK infrastructure holding Greencoat UK Wind also contributed positively following a positive half-year update, in which electricity production and cash generation exceeded expectations. Management also guided 2026 cash generation towards the upper end of its target range, reduced debt and maintained its thirteenth consecutive inflation-linked dividend increase. Borregaard and Befesa were also

among the top positive contributors, with both benefitting from the stronger commodity-price environment despite not being directly exposed to traditional energy sectors. Both holdings form part of the Fund's circular economy theme.

Among the detractors, Applied Materials and Infineon Technologies gave back some of the year's earlier gains. Both companies' shares had risen strongly ahead of their results, leaving them vulnerable to profit-taking as elevated investor expectations were reassessed. However, our fundamental outlook for both businesses remains positive. Both companies form part of the Fund's energy efficiency exposure. Regal Rexnord also detracted after reducing its full-year earnings outlook. Management cited higher-than-expected near-term inflationary pressures, which weighed on its operational and profitability outlook. Although the market reacted sharply, the Fund's investment team continues to believe that these pressures are transitory and that the company's longer-term prospects remain intact.

In terms of activity, the Fund established two new positions during the quarter. The first was Casella Waste Systems, a US company providing waste collection, transfer, recycling and landfill services. The business is exposed to growing demand from companies and municipalities seeking to increase recycling and reduce emissions. The Fund also initiated a position in National Grid, the UK-listed regulated utility. Its electricity transmission and distribution networks play an important role in connecting new renewable generation, increasing grid capacity and supporting rising electrification.

Elsewhere, the Fund added to NXP Semiconductors and Cadence Design Systems following share-price weakness that created more attractive valuations. It increased its position in biosolutions company Novonosis following a constructive meeting with management, while also adding to Regal Rexnord, as we considered the market's reaction to its results excessive relative to the company's longer-term prospects.

Outlook

Looking ahead, interest rates, inflation and political developments are likely to remain key drivers of market performance. Higher government bond yields may continue to place pressure on rate-sensitive parts of the economy, while elevated energy and commodity prices could affect corporate margins and consumer demand.

We continue to identify selective opportunities whose valuations have been negatively affected by the higher-for-longer interest-rate environment. Recent volatility has created opportunities to add to companies where operational performance and long-term prospects remain supportive but share prices have weakened.

Looking beyond the near-term uncertainty, the secular drivers underpinning the strategy remain unchanged. Population growth and expanding middle classes are placing increasing pressure on finite natural resources, while businesses, policymakers and consumers continue to seek solutions to environmental challenges. We believe companies providing these solutions are well positioned to gain market share as their technologies and services become more widely adopted across the global economy. However, we remain mindful that attractive long-term growth prospects must be balanced against the price paid for them, and valuation discipline remains central to navigating periods of heightened market volatility.

Performance Discrete Rolling 12 months	12 months to 30/09/2023	12 months to 30/09/2024	12 months to 30/09/2025	12 months to 30/09/2026
Fund Performance (B Class)	6.5%	16.4%	7.1%	10.1%
MSCI ACWI Net TR GBP**	12.2%	20.5%	16.8%	18.3%
IA Global	7.7%	16.4%	11.8%	13.3%
Sector Quartile	3	3	3	3

Source: Morningstar. Figures compared on a Bid to Bid basis with Net Income Reinvested.

*Inception date: 24.01.2022

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Firm Reference Number 527473.

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