



**sycamore**  
**am**

# sycamore sustainable tech

OCTOBER 2024

Share IC

Isin code | LU2181906269

NAV | 159.4€

Assets | 346.7 M€

## SFDR 9

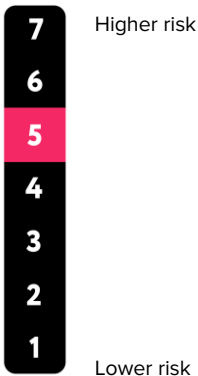
### Sustainable Investments

% AUM: ≥ 80%

% Companies\*: 100%

\*Excluding derivatives, cash & equivalent

### Risk indicator



The risk indicator assumes you keep the product for 5 years.

**Warning :** the actual risk can vary significantly if you cash in at an early stage and you may get back less.

The fund does not offer any guarantee of return or performance and presents a risk of capital loss

### Investment Team



**David RAINVILLE**  
Fund Manager



**Luca FASAN**  
Fund Manager



**Marie VALLAEYS**  
SRI analyst



## INITIATIVE TIBI

France

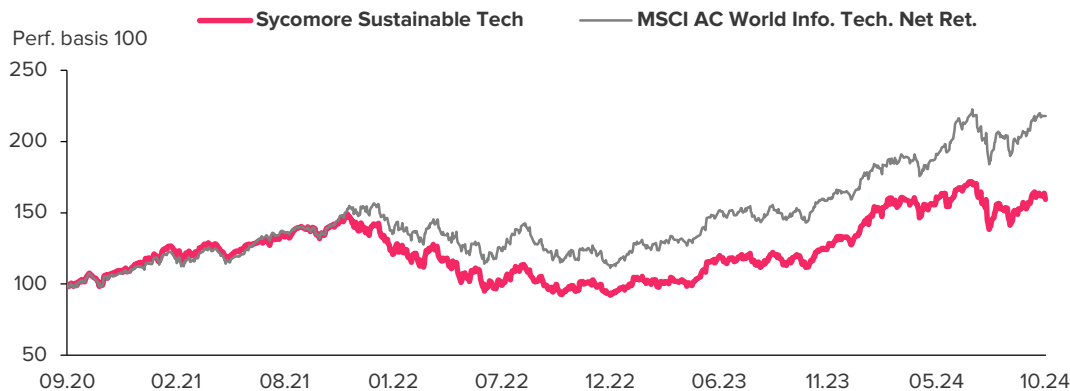
France

### Investment strategy

#### A selection of global responsible technology players

Sycamore Sustainable Tech invests in technology companies listed on international markets and employs an innovative SRI process. Stocks are selected with no regional or market capitalisation constraints. The ESG approach focuses on three dimensions: 1- "Tech for Good": for goods and services with positive social or environmental impacts; 2- "Good in Tech": for a responsible use of goods and services that will reduce negative externalities impacting individuals or the environment; 3-"Improvement Enablers": companies engaged in making progress in the two previous dimensions.

### Performance as of 31.10.2024



Past performances do not guarantee future performances. (Source: Sycamore AM, Bloomberg)

	Oct	2024	1 year	3 yrs	Inc.	Annu.	2023	2022	2021
Fund %	3.0	19.9	40.7	12.2	59.4	11.9	42.8	-33.9	22.1
Index %	5.6	32.3	50.0	51.6	118.0	20.7	46.2	-26.7	36.7

### Statistics

	Corr.	Beta	Alpha	Vol.	Bench. Vol	Track. Error	Sharpe Ratio	Info Ratio	Draw Down	Bench. DD
1 year	0.9	1.0	-7.4%	22.0%	19.7%	8.4%	1.7	-1.1	-22.6%	-17.4%
Inception	0.9	1.0	-6.7%	21.9%	21.0%	8.2%	0.5	-1.1	-38.3%	-29.0%

### Fund commentary

The global technology sector was surprisingly strong in October (+6% in EUR), despite being a negative month during the last four US presidential elections. Investors came into the month worried with high levels of hedging which translated into a higher VIX that averaged 20% for the month. On the other hand, realized volatility was much lower at 10% annualized, below the YTD average of 12%. Sector-wise, the rotation into software (from semis) continued, with the sector outperforming broader semis by more than 200bps. At the time of writing, Sycamore Sustainable Tech was also up 6% in the month, led by strong contribution in our hardware portfolio in Taiwan (Wiwynn, Asia Vital and Delta Electronics). Our semiconductor sleeve generated +5% in returns but unfortunately underperformed the benchmark's by almost 3% (due to being underweight in NVDA). The portfolio's level of risk remains relatively low vs. how we typically run as we go into election week but looking into 2025, we see significant opportunities in the sector specifically given technology's sharp underperformance year-to-date (equal weight tech +7%, tech mega caps +54% and MXWD at +22%) which we expect to reverse given improving earnings revision breadth across the space, especially in software.



## Fund Information

### Inception date

09/09/2020

### ISIN codes

Share AC - LU2331773858  
Share FD - LU2211504738  
Share IC - LU2181906269  
Share RC - LU2181906426  
Share RD - LU2181906699

### Bloomberg tickers

Share AC - SYSTAEA LX  
Share FD - SYSSTFE LX  
Share IC - SYSTIEC LX  
Share RC - SYSTREC LX  
Share RD - SYSTRED LX

### Benchmark

MSCI AC World Info. Tech. Net Ret.

### Legal form

SICAV compartment

### Domiciliation

Luxembourg

### PEA eligibility

No

### Investment period

5 yrs

### Minimum investment

None

### UCITS V

Yes

### Valuation

Daily

### Currency

EUR

### Cut-Off

11am CET Paris (BPSS LUX)

### Cash Settlement

D+2

### Management fees

Share AC - 1.50%  
Share FD - 0.75%  
Share IC - 1.00%  
Share RC - 2.00%  
Share RD - 2.00%

### Performance fees

15% > Benchmark

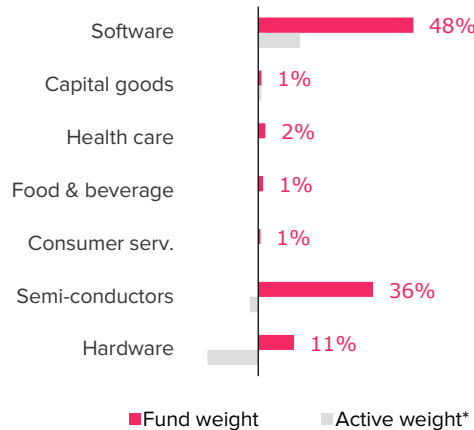
### Transaction fees

None

## Portfolio

Equity exposure	83%
Overlap with benchmark	34%
Number of holdings	39
Weight of top 20 stocks	69%
Median market cap	101.8 €bn

## Sector exposure

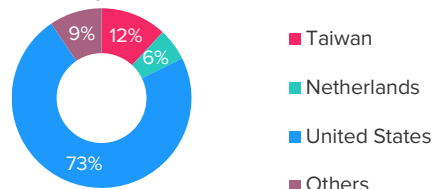


\*Fund weight - weight MSCI AC World Info. Tech. Net Ret.

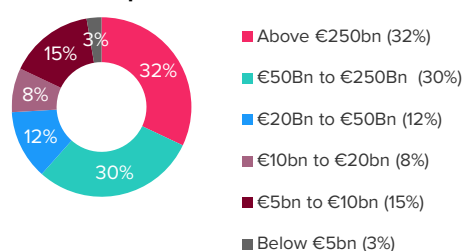
## Valuation

	Fund	Index
2025 Sales Growth	20.3%	18.5%
2025 P/E ratio	35.7x	29.3x
2025 EPS growth	28.5%	22.6%
2025 Operating margin	32.5%	39.3%
2025 PEG ratio	1.9x	2.0x
2025 P/Sales ratio	8.9x	10.1x

## Country breakdown



## Market cap breakdown



SPICE, for Society & Suppliers, People, Investors, Clients, Environment is our tool for assessing a company's performance on sustainability criteria. This tool incorporates the analysis of economic, governance, environmental, social, and societal risks and opportunities covering both the company's daily operations and its product and service offer.

The analysis process covers 90 criteria and leads to a rating per letter. These 5 ratings are weighted based on the company's most material impacts\*.

	Fund	Index
SPICE	3.6/5	3.6/5
S score	3.4/5	2.8/5
P score	3.5/5	3.2/5
I score	3.8/5	3.9/5
C score	3.9/5	3.6/5
E score	3.2/5	3.2/5

## Top 10

	Weight	SPICE rating	NEC	CS
Microsoft	9.5%	4.0/5	+3%	24%
Workday	5.9%	3.9/5	+3%	13%
Taiwan semi.	5.4%	3.8/5	-4%	19%
Nvidia	5.2%	3.7/5	-9%	17%
Broadcom ltd	4.7%	3.2/5	0%	31%
ASML	4.0%	4.3/5	+6%	27%
Synopsys inc	3.7%	3.6/5	0%	33%
Mongodb inc	3.7%	3.5/5	+8%	31%
Snowflake	3.3%	3.4/5	0%	32%
Gitlab inc-cl a	3.0%	3.5/5	+8%	33%

## Performance contributors

	Avg. weight	Contrib
<b>Positive</b>		
Nvidia	7.5%	0.99%
Taiwan semi.	8.0%	0.76%
Confluent	3.0%	0.67%
<b>Negative</b>		
ASML	6.7%	-1.15%
Microsoft	10.9%	-0.36%
Besi	1.7%	-0.24%

## Portfolio changes

Buy	Reinforcement	Sell	Reduction
Analog devices	Microsoft		Nvidia
	Workday		Procure Tech.
	Synopsys inc		ASML



## Responsible Tech Dimensions

	Tech For Good CS ≥ 10% or NEC > 0%	Good in Tech Client risk score ≥ 3/5	Improvement enabler SD* Management score ≥ 3/5
Number of holdings	39	36	30
Weight	100%	90%	77%

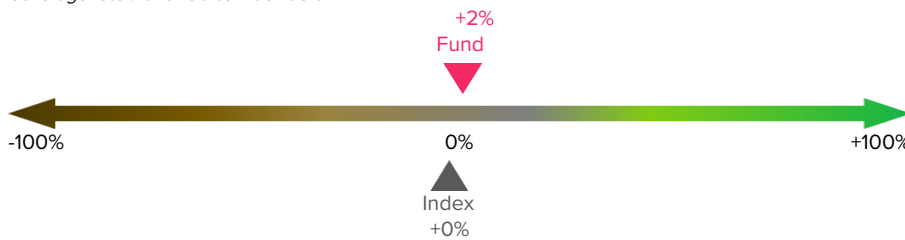
\*SD : Sustainable development

## Environmental analysis

### Net Environmental Contribution (NEC)

Degré d'alignement des modèles économiques avec la transition écologique, intégrant biodiversité et climat, sur une échelle de -100%, pour éco-obstruction, à +100%, pour éco-solution, où le 0% correspond à l'impact environnemental moyen de l'économie mondiale. Les résultats sont exprimés en scores de NEC 1.0 ([nec-initiative.org](https://nec-initiative.org)) calculés par Sycomore AM sur la base de données des années 2018 à 2021.

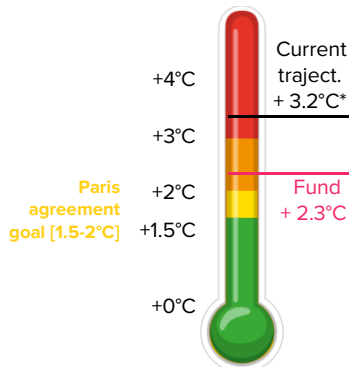
Coverage rate : fund 100% / index 93%



### Temperature rising - SB2A

Induced average temperature increase by 2100 compared to pre-industrial times, according to the Science-Based 2°C Alignment methodology.

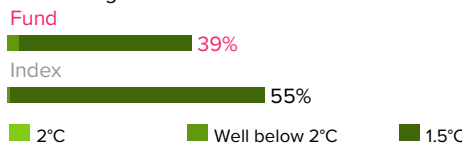
Coverage rate : fund 51%



\*IPCC Sixth Assessment Report «Climate Change 2022: Mitigation of Climate Change». <https://www.ipcc.ch/assessment-report/ar6/>

### Climate alignment - SBTi

Share of companies that have validated their greenhouse gas reduction targets with the Science-Based Targets initiative.



### Carbon footprint

Annual greenhouse gas emissions (GHG Protocol) from upstream scopes 1, 2 and 3 per thousand euros invested\*\*\*.

Coverage rate : fund 92% / index 100%



### European taxonomy

Percentage of revenues derived from eligible activities to the EU taxonomy

Coverage rate : fund 99% / index 100%



### Fossil fuel exposure

Percentage of income derived from the three fossil energies.

Fund

0%

Index

0%

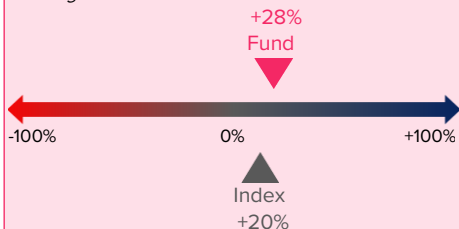
■ Carbon ■ Oil ■ Gas

## Societal and social analysis

### Societal contribution\*\*

Contribution of the economic activity of companies to the resolution of major societal issues, on a scale from -100% to +100%.

Coverage rate : fund 100% / index 95%



### Human rights policy \*\*

Percentage of portfolio companies that have drawn up a Human Rights policy.

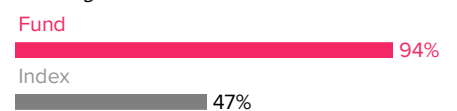
Coverage rate : fund 87% / index 90%



### Staff growth

Cumulated growth in company headcounts over the past three financial years (data unadjusted in the event of acquisitions, excluding transformational deals).

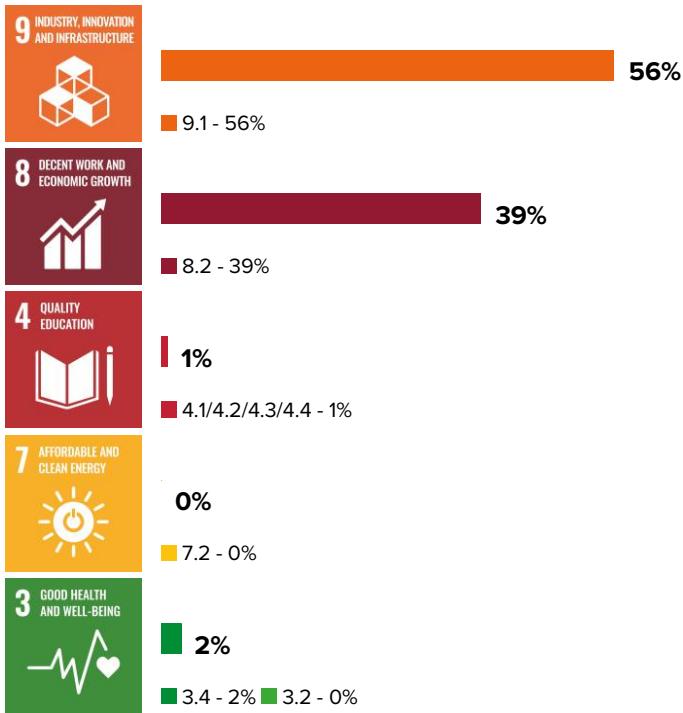
Coverage rate : fund 89% / index 97%



Sources: company data, Sycomore AM, Trucost, Bloomberg, Science Based Targets, Vigeo. Methodologies and approaches may differ between issuers and providers of extra-financial data. Sycomore AM does not guarantee the accuracy, completeness, and exhaustiveness of the extra-financial reports.\*ESG-SPICE correspondence: E=E, S=(P+S+C)/3, G is a sub-part of I, which represents 40%.\*\*The fund has committed to outperforming the benchmark on these two indicators. The other indicators are shown for illustrative purposes.\*\*\*Footprint allocated prorata to enterprise value, cash included.



## Sustainable development goals exposure



This chart represents the main exposures to the United Nations Sustainable Development Goals and their 169 targets. Exposure is defined as the opportunity, for each company, to contribute positively to reaching SDGs, providing their products and services. This exercise doesn't aim to measure the companies effective contribution to SDGs, which is computed through our societal contribution (CS) and net environmental contribution (NEC) metrics. For each invested company, activities are analysed in order to identify those which are exposed to SDGs. For a same activity, its number of targets can vary between 0 and 2. The company target exposure to one of its activities is weighted by the revenue share gained from this activity. For more details, our annual SRI report is available in our ESG documentation.

**No significant exposure : 5%**

## ESG follow-up, news and dialogue

### Dialogue and engagement

#### Leeno

We initiated an engagement with Leeno to set up measures and targets to reduce its gender pay gap and to disclose the gender pay gap per job type (Management/Manufacturing).

#### ESG controversies

#### Microsoft

Australia: Regulatory inquiry launched over child sexual exploitation and abuse content hosted on OneDrive as eSafety puts Google, Meta, Apple on notice over online child sex abuse.

#### Votes

0 / 0 voted general assembly over the month.

Details on our votes are available here the day following the company's AGM [Here](#).

#### Broadcom

We conducted a first collective engagement call with Broadcom on ethical AI with the World Benchmarking Alliance during which we encouraged broadcom to assess AI risks, define an ethical AI policy and make a public commitment to ethical AI.

Additional disclaimers: although the fund's performances are partly driven by the ESG indicators of portfolio holdings, these are not the sole determining factor. Marketing communication. This information has not been prepared in accordance with legal requirements designed to promote the independence of investment research. Sycomore AM is not banned from trading on these securities prior to the dissemination of this information. Before investing, please read the fund's KID available on our website: [www.sycomore-am.com](http://www.sycomore-am.com).