

Investment strategy highlights

BankInvest Global Equities is a bottom-up stock picking strategy. The ambition is to achieve a competitive total return with focus on 1) risks, 2) free cash flow / capital allocation, and 3) share price appreciation.

Investment philosophy

1) Certainty principle: The most certain aspect of investing is uncertainty. Hence, risk is the first pillar of the investment philosophy.

2) Free cash flow focus: Ultimately, free cash flows determine long-term shareholder value creation. Thus, the second pillar is free cash flow, its quality, growth, and usage. Preferring companies with high and stable cash conversion.

3) No conviction: No conviction bets and avoiding "macro bets". Approx. 50 stocks, equally weighted and broadly diversified on sectors and countries/regions.

4) Strategic focus: Focus on "Need to have" over "Nice to have" products and services. The resilience of the former becomes obvious in times of economic uncertainty.

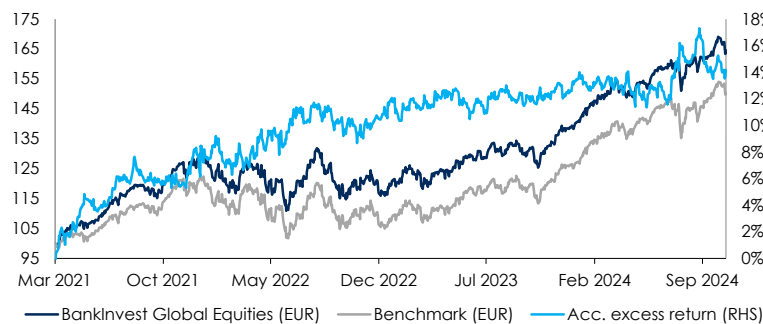
5) Ambition: Avoiding "losers", rather than picking "winners".

Sector exposures

Sector	Portfolio	Benchmark	+/-
Financials	18.5%	15.6%	2.8%
Consumer Discretionary	12.0%	10.2%	1.8%
Consumer Staples	7.4%	6.3%	1.1%
Utilities	3.4%	2.7%	0.7%
Materials	4.0%	3.6%	0.4%
Industrials	11.3%	11.0%	0.3%
Real Estate	2.1%	2.3%	-0.2%
Communication Services	6.8%	7.8%	-1.0%
Health Care	10.3%	11.4%	-1.0%
Information Technology	23.8%	24.9%	-1.1%
Energy*	0.0%	4.0%	-4.0%

*Notes: The strategy will not invest in producers of fossil fuels.

Performance (*)



About the strategy

Inception with current management team* 16 March 2021

Benchmark MSCI World

*Same team managing BankInvest's Global Equity Income strategy (since 2011).

Portfolio characteristics

Characteristics	Portfolio	Benchmark
# securities	49	1.410
Dividend yield	1.9%	1.9%
P/E ratio, 12m forward	18.2x	18.7x
Active share	70%	
ESG rating, MSCI	A	

Risk, 3 years (36m)	Portfolio	Benchmark
Standard deviation	12.2%	13.3%
Sharpe ratio	0.83	0.65
Beta (vs BM)	0.89	
Tracking error	2.9%	
Information ratio	0.48	

Top 10 holdings relative

Security	Weight	+/-
Visa	3.0%	2.3%
Amazon	4.7%	2.2%
Capgemini	2.1%	2.1%
Deutsche Telekom	2.2%	2.1%
Willis Towers Watson	2.1%	2.1%
Amdocs	2.0%	2.0%
Linde	2.4%	2.0%
TFI International	2.0%	2.0%
ING Group	2.0%	2.0%
American Tower	2.1%	2.0%
Top 10 active share		20.7%

Performance	Portfolio	Benchmark	Excess return
1m	0.4%	0.8%	-0.3%
YTD	17.6%	18.5%	-0.9%
2023	19.4%	19.6%	-0.2%
2022	-10.2%	-12.8%	2.6%
2021*	29.5%	21.1%	8.4%

*Notes: Launch 16/03/21

Since launch (16/03/21)	Portfolio	Benchmark	Excess return
Cumulative	63.4%	49.7%	13.7%
Annualised	14.5%	11.8%	2.7%

Portfolio construction

- Approx. 50 stocks with a minimum weight of 1%.
- All sectors in developed markets (excl. producers of fossil fuels and tobacco).
- The portfolio is more-or-less sector neutral (to reduce "macro risk").

Portfolio managers

Manager	Years of experience
Michael Clemens Chief Portfolio Manager	>30
Kresten Johnsen Senior Portfolio Manager	>15
Aleksander Edemann, CFA Portfolio Manager	>5

Source: Bloomberg, BankInvest, 31.10.2024. *Notes: Gross return before fees.

This document is produced by the BankInvest Group (BankInvest) and should be regarded as general information only. No information in this document should be construed as an offer or recommendation to acquire, continue to hold or dispose of any investment or to engage in any other transaction, or to provide any investment advice or service. BankInvest assumes no responsibility for the completeness or accuracy of the disclosed information whether provided by BankInvest or obtained from public sources that BankInvest consider reliable. Past performance is not a reliable indicator of future performance. An investment decision should be based on the information contained in the relevant prospectus, the Key Investor Information Document as well as the most recently published annual and semi-annual