

Desjardins

SocieTerra Environmental Bond Fund



QUARTERLY COMMENTARY AS OF MARCH 31, 2020



PORTFOLIO MANAGER:
Mirova

INCEPTION DATE:
June 14, 2016

CIFSC CATEGORY*:
Global Fixed Income

Contributors to performance

- Global long duration and term structure
- US/EURO spread tightening

Detractors from performance

- Asset Allocation: due to our long position on corporates in a context of an historical widening in spreads: Corporate represented 75% of the nav as of end of March, 69% as of end February and 59% as of end December 2019
- Security selection (corporate and government related)

Major changes to portfolio in the period

- US/EURO yield spread position implemented again in February
- Increase of investments in corporates to benefit from the historical widening in corporate spreads. Considering support from government and central banks credit offer value in the long run.

*CIFSC refers to Canadian Investment Funds Standards Committee. The CIFSC has the mandate to standardize the classification of mutual funds in Canada. <http://www.cifsc.org/>.

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