

# Desjardins

## SocieTerra Environmental Bond Fund



QUARTERLY COMMENTARY AS OF DECEMBER 31, 2020



PORTFOLIO MANAGER:  
Mirova

INCEPTION DATE:  
June 14, 2016

CIFSC CATEGORY\*:  
Global Fixed Income

### Contributors to performance

- Allocation as credit spreads narrowed versus government bonds
- Issues selection

### Detractors from performance

- Global long duration and term structure

### Major changes to portfolio in the period

- Decrease of investments in corporates in order to take partial profits after the significant narrowing in spread since summer. (During Q2, we had increased the weight of credit in the portfolio as the risk aversion context offered opportunities.)
- Increase of investments in sovereigns from emerging countries up to 10.4% of the NAV as yields were attractive. These issuers are the United States of Mexico, Hungary and the Chile.

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