

# Santander Prosperity

12 / 2023

## Fund commentary

In December the fund delivered a solid performance in absolute terms, in line with global equities, and continued the upward trend that was started in November.

December showcased robust performance supported by the increased likelihood that Central Banks have reached the peak of their policy tightening cycles, as inflation continued to fall globally.

In absolute terms, sector wise, while no sector had negative returns, Utilities, Telecoms and Financials were the largest contributors for the month, while Energy and Consumer Discretionary being the main draggers. Regarding single names, the main positive contributors were Genera (20%), Grifols (19%, as the company announced the partial sale of Shangai RAA, complying with its commitment to dispose of this asset before year-end), Vonovia and Leg Immobilien (13% and 14% respectively, continuing re-rating of the real estate sector as bond yield fell sharply) and Airtel Africa (19%), while Merck KGAA (-9%), IDP Education (-9%, following step down of the CFO), Pfizer (-8% after providing 2024 guidance weaker than expected), Stride (-2%,) and Glanbia (-2%) were the biggest detractors.

The fund has a clear social objective, investing in companies that generate a minimum of 30% of their revenues in activities linked to the United Nations' Sustainable Development Goals, with a special focus on three long-term growth megatrends: Health & Well-Being; Food & Nutrition; Education & Financial Inclusion. Considering these trends, the manager implemented a relevant change in the portfolio during the month, by selling the position in Pfizer, after the recent guidance published by the company.

The fund currently has a 96% exposure to equities, with a diversified footprint throughout Europe, US, Japan and Latam.

In terms of sector position, due to the fund's intrinsic thematic biases the manager holds a majority allocation to the Health Care, Consumer Staples and Real Estate sectors.

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For product information, please contact Santander Asset Management Luxembourg S.A. (43, Avenue John F. Kennedy L-1855 Luxembourg - Grand Duchy of Luxembourg), management company of the UCITS under the supervision of the Commission de Surveillance du Secteur Financier (CSSF). The depositary and administrator of the UCITS is JP Morgan SE, Luxembourg Branch (6, route de Treves, L-2633 Senningerberg - Grand Duchy of Luxembourg).

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