

Aviva Investors Climate Transition Global Equity Fund

Monthly summary for August 2023



REPRESENTATIVE SHARE CLASS
GB00BLNQ1861

SHARE CLASS INCEPTION DATE
08/06/2020

FUND SIZE
GBP 686.38m

Fund overview

Objective: The Fund aims to grow your investment and provide an average annual net return greater than the MSCI® All Country World Index over a rolling 5 year period by investing in shares of global companies responding to climate change by orientating their business models to be resilient in a warmer climate and a lower carbon economy; or providing solutions to mitigate climate change or help communities adapt to the adverse impacts of climate change.

Summary

Fund managers

Max Burns since 07/2021
Andrea Carzana since 03/2022

Performance benchmark

MSCI® All Countries World Index

Month in review

Global equities were weak amid volatility in August. Sentiment was negatively impacted by central bank indications that interest rates may have to remain higher for longer to combat lingering inflationary pressures. Stock selection in financials and technology added value.

Looking ahead last updated August 2023.

We focus on holdings that are well placed to generate significant free cash flow and robust returns on invested capital, qualities that should prove defensive in a global recessionary environment.

Month in review

Fund performance benefited from strong stock selection in the financials and technology sectors. In financials, our positions in Visa and Munich Re both contributed well. Visa is our second-largest active position, and the shares continue to benefit from the company's focus on growing value-added services and the continued strength of the US consumer. Munich Re, another top-ten active position, is benefiting from a powerful pricing cycle which is driven by their scale and limited competition in the reinsurance arena. In technology, our holdings in software-provider Autodesk added meaningfully to performance, as recent earnings results beat expectations and underscored the resilience of their subscription-based model. On the negative side, stock selection in industrials hurt performance as some of our more defensive holdings pulled back in the month. Specifically, our large position in pest control provider Rentokil declined modestly despite reporting better-than-expected revenue and earnings growth for the first half of the year. We believe that Rentokil is a core holding and we see significant upside to earnings driven by the integration of their recent Terminix acquisition. We sold out of our position in US freight railroad Union Pacific as the shares rose significantly on the announcement of a new CEO, despite very poor results. We also continued to add to our positions in United Rentals as the outlook for US infrastructure spending continues to improve and the need for construction equipment rentals increases as a result.

Calendar year returns

	2018	2019	2020	2021	2022
Fund gross	-	-	-	14.62%	-9.23%
Fund net	-	-	-	13.48%	-10.13%
Benchmark	-	-	-	20.13%	-7.63%

Past performance is not a guide to future performance.

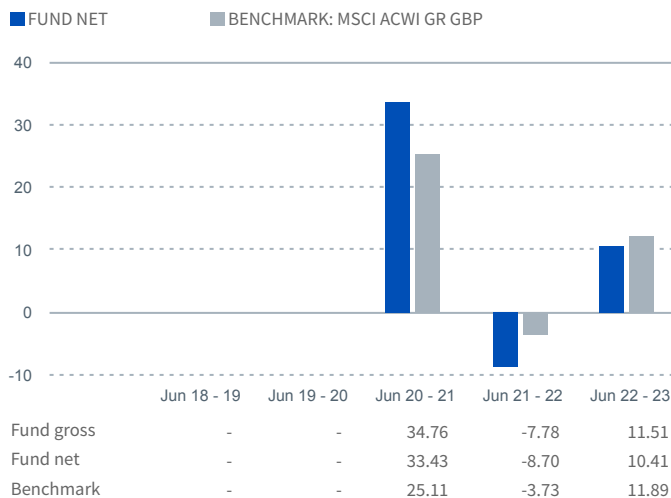
Performance shown is for the representative share class, for details of other share classes please refer to the specific factsheet. Performance basis: Mid to mid, in the share class currency, net of tax payable by the Fund with income reinvested. Net figures are net of ongoing charges and fees. Net and Gross performance does not include the effect of any exit or entry charge.

Looking ahead last updated August 2023.

The impact of tighter monetary policy is taking longer than expected to pass through to the broader economy. Whether central banks manage a soft landing, no landing or tip the global economy into a hard landing is still up for debate. We are of the view that while we are near peak interest rates, stickier-than-expected inflation will require weaker economic growth before central banks loosen policy. We continue to position the fund conservatively, focusing on companies that meet our climate transition mandate and that possess resilient business models. We focus on holdings that are well placed to generate significant free cash flow and robust returns on invested capital, qualities that should prove defensive in a global recessionary environment.

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Rolling annual net performance (%)



notice and information about specific securities should not be construed as a recommendation to buy or sell any securities.

For further information please read the latest Key Investor Information Document and Supplementary Information Document. The Prospectus and the annual and interim reports are also available on request. Copies in English can be obtained, free of charge from Aviva Investors, PO Box 10410, Chelmsford CM99 2AY. You can also download copies at www.avivainvestors.com

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Performance

	Cumulative (%)					Annualised (%)		
	1M	3M	6M	YTD	1Y	3Y	5Y	Since Inception
Fund gross	-0.36	2.32	3.25	6.75	3.57	9.26	-	10.25
Fund net	-0.44	2.06	2.74	6.04	2.54	8.18	-	9.16
Benchmark	-1.26	4.40	5.68	9.37	5.17	9.73	-	9.86

Tracking error (%)*

	Jun 18 - 19	Jun 19 - 20	Jun 20 - 21	Jun 21 - 22	Jun 22 - 23
Fund net	-	-	7.10	6.37	7.33

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Basis of performance is described on page 1.

*The Fund is expected to have an average yearly tracking error of between 2% and 6% when compared to the MSCI All Countries World Index GBP.

Fund risks

Investment risk & currency risk

The value of an investment and any income from it can go down as well as up and can fluctuate in response to changes in currency and exchange rates. Investors may not get back the original amount invested.

Emerging market risk

Investments can be made in emerging markets. These markets may be volatile and carry higher risk than developed markets.

Illiquid securities risk

Some investments could be hard to value or to sell at a desired time, or at a price considered to be fair (especially in large quantities). As a result their prices can be volatile.

Full information on risks applicable to the Fund are in the Prospectus and the Key Investor Information Document (KIID).

Important information

THIS IS A MARKETING COMMUNICATION

The source for all performance, portfolio and fund breakdown data is Morningstar unless indicated otherwise. For share classes that have not yet completed 5 years, the cumulative performance chart will start from the first full month. All data is as at the date of the Factsheet, unless indicated otherwise.

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