



# SAVE EARTH FUND™

- Portfolio update for 2012 -



3-Year  
★★★★

5-Year  
N/A

10-Year  
N/A

<b>2012 (EUR, %)</b>	<b>Performance</b>	<b>Risk</b>
Save Earth Fund	+13.8	9.4
MSCI World Net	+14.0	9.9
Outperformance	-0.2	

# Save Earth Fund



## About the fund

### Investment focus



Save Earth Fund was launched 2008 and is the first Swedish fund of funds that, on a global basis, invests in the world's foremost environmental funds – in one fund. The fund invests in the sectors renewable energy, water management and clean technology.

### Performance objectives



Save Earth Fund has two benchmarks: to, over any given 36 month period generate a positive return and to outperform the benchmark index (MSCI World) over any given 12 month period. In addition, the fund's risk, as measured by standard deviation, should be lower than the corresponding risk measure for the benchmark index, MSCI World.

### Investment model

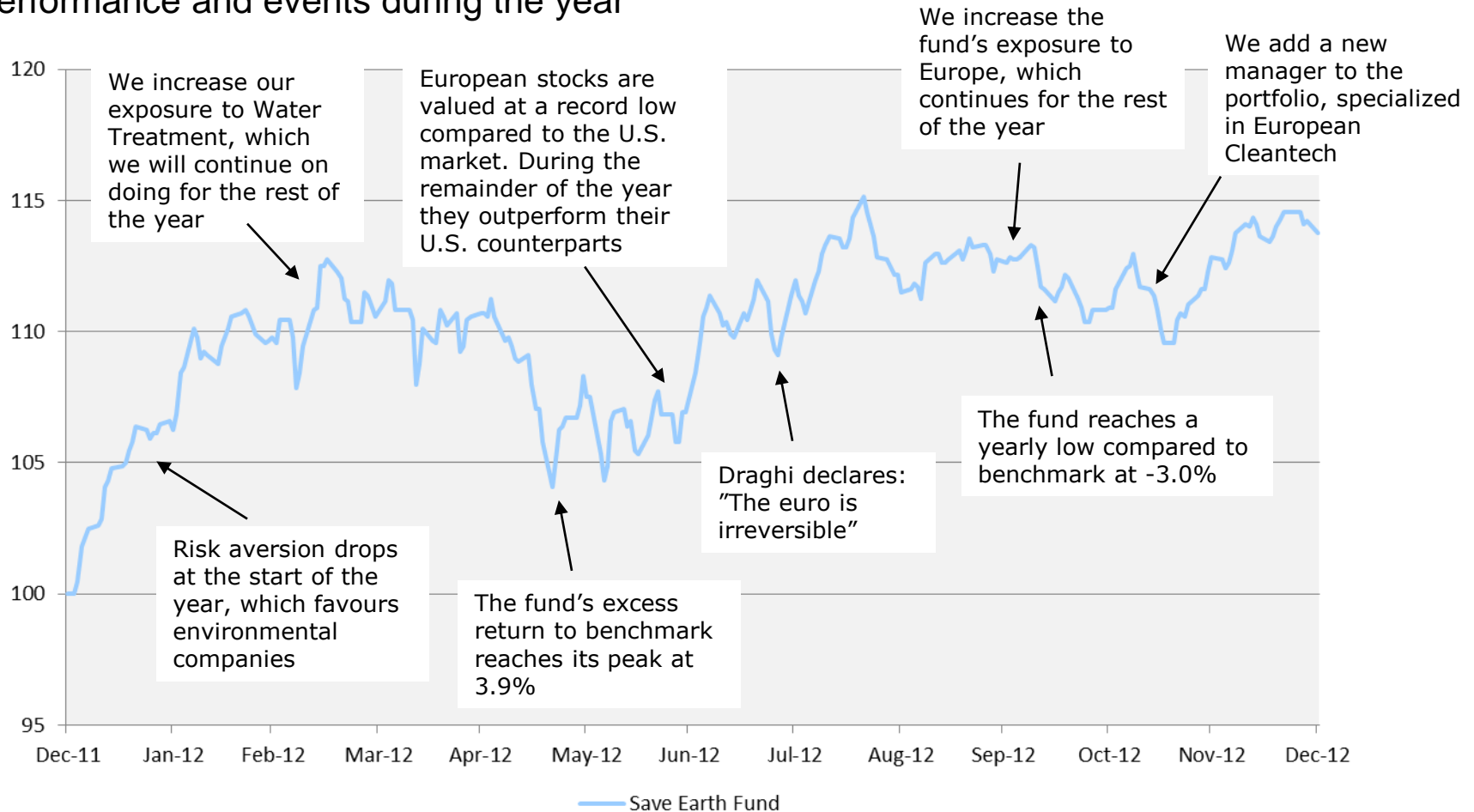


Save Earth Fund invests in actively managed funds and ETF:s within renewable energy, water management and clean technology. The long term survival of humanity and a continued economical development is dependent on large investments in clean energy, clean water, and an increased focus on the natural resources. Therefore, our belief is that companies developing products within these areas will be delivering a high profit growth, way above the stock market average, for years to come. The fund owns a diversified portfolio of 6 to 10 funds and ETF:s.

# Save Earth Fund



## Performance and events during the year

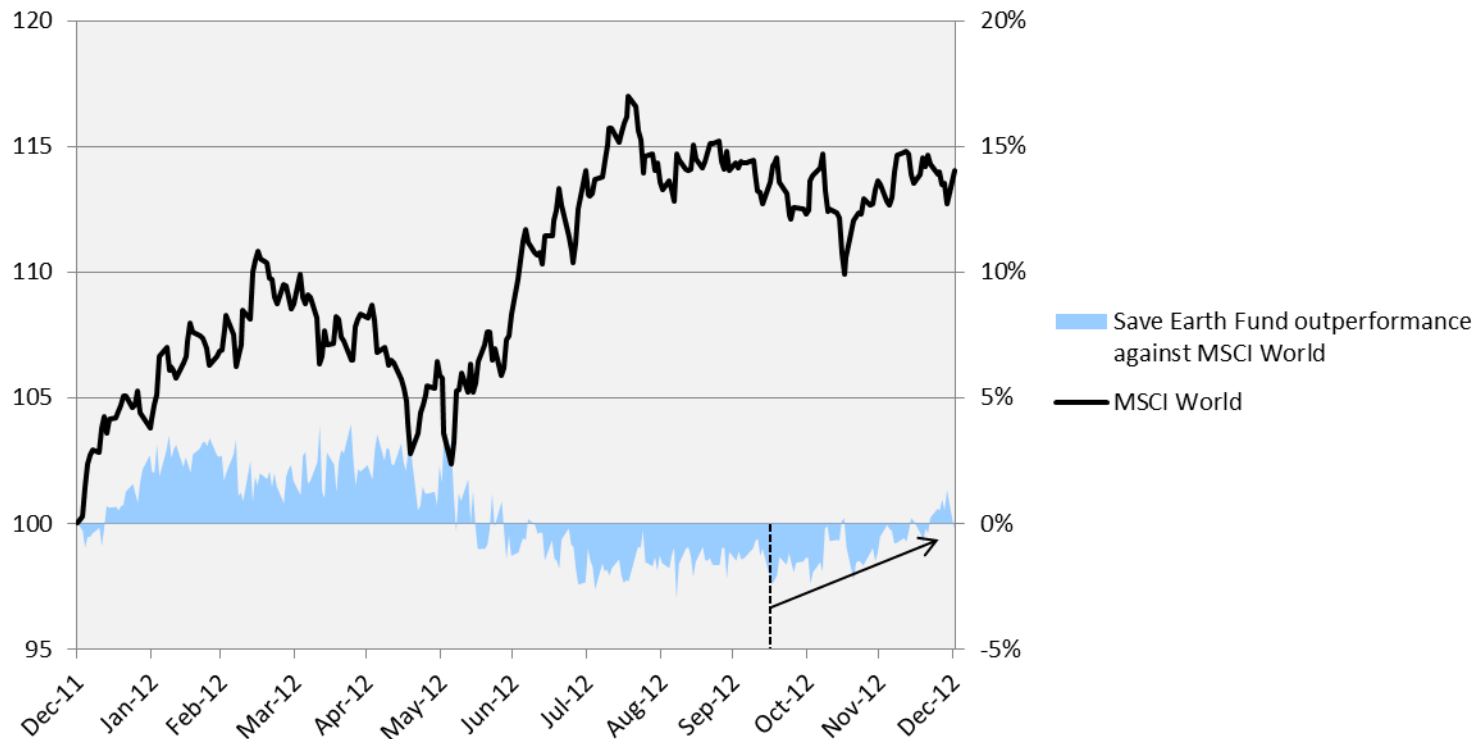


# Save Earth Fund



- ❖ The fund underperformed MSCI World Net by 0.3% during 2012. The accumulated excess return reached its peak April 23 (at +3.9%) and its bottom September 6 (at -3.0%).

## Save Earth Fund and MSCI World Net (EUR)

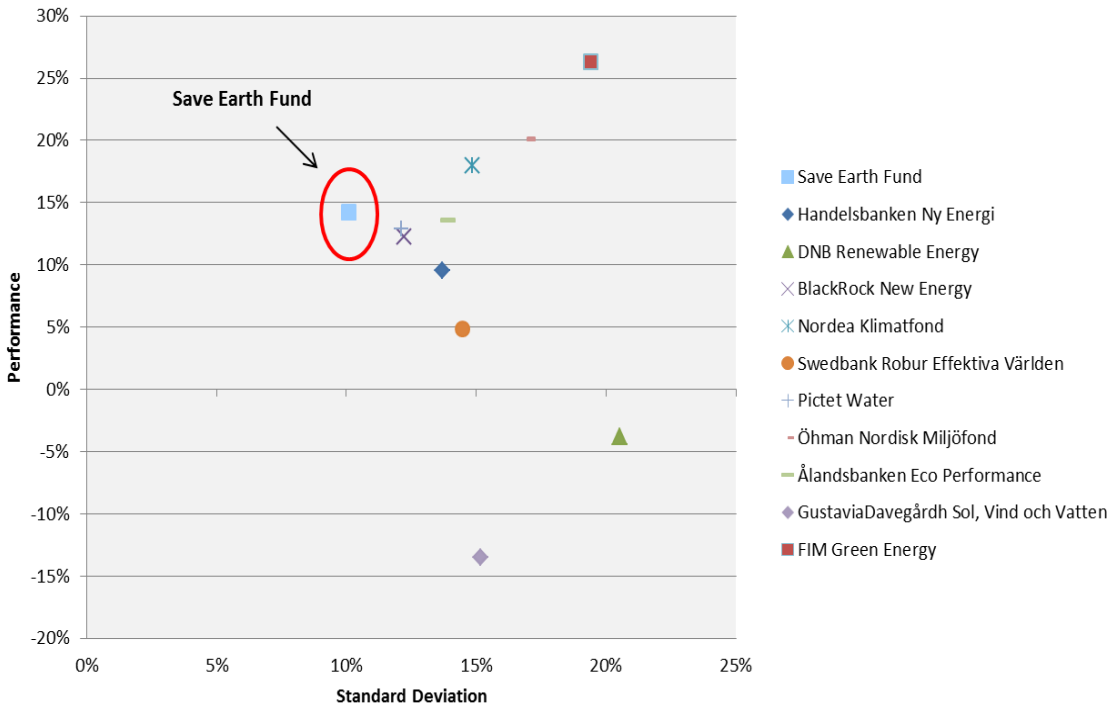


# Save Earth Fund

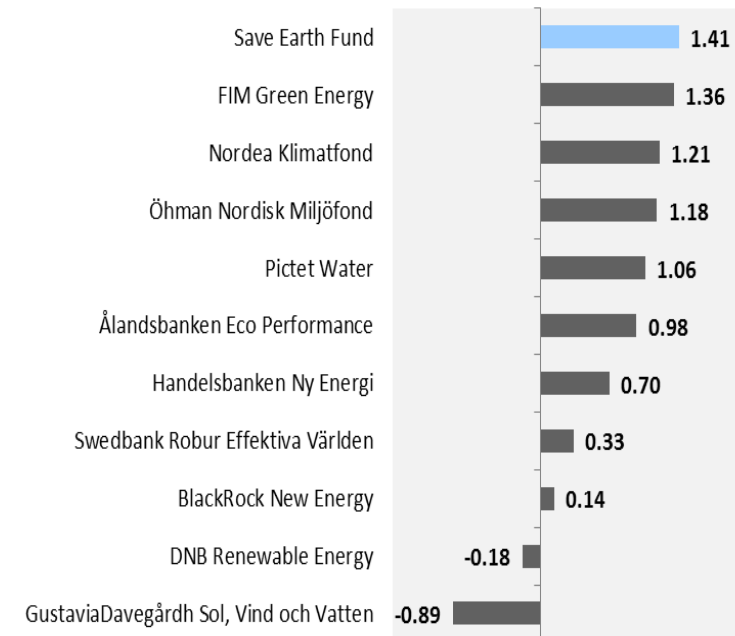


- ❖ In 2012, Save Earth Fund had the fourth best return and at the same time the lowest risk among its Nordic and largest international peers. The fund had the best risk-adjusted return (Sharpe.)

## Performance and risk\*



## Sharpe\*



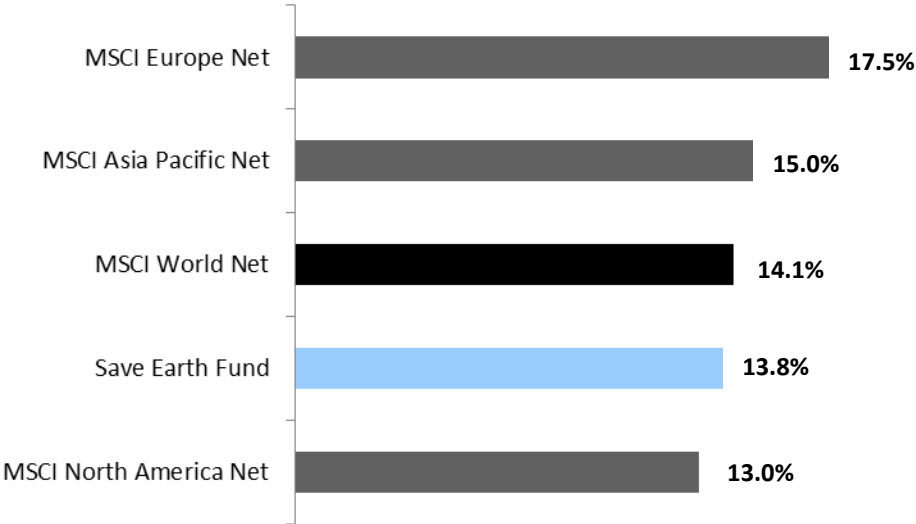
\*Weekly data from Lipper for the period 2011-12-30 – 2012-12-28, in EUR.

# Save Earth Fund



- ❖ Europe was the best performing region during the year; North America the worst. The fund performed in line with the World index and slightly better than the North American index.

## MSCI region indices with dividends (EUR)

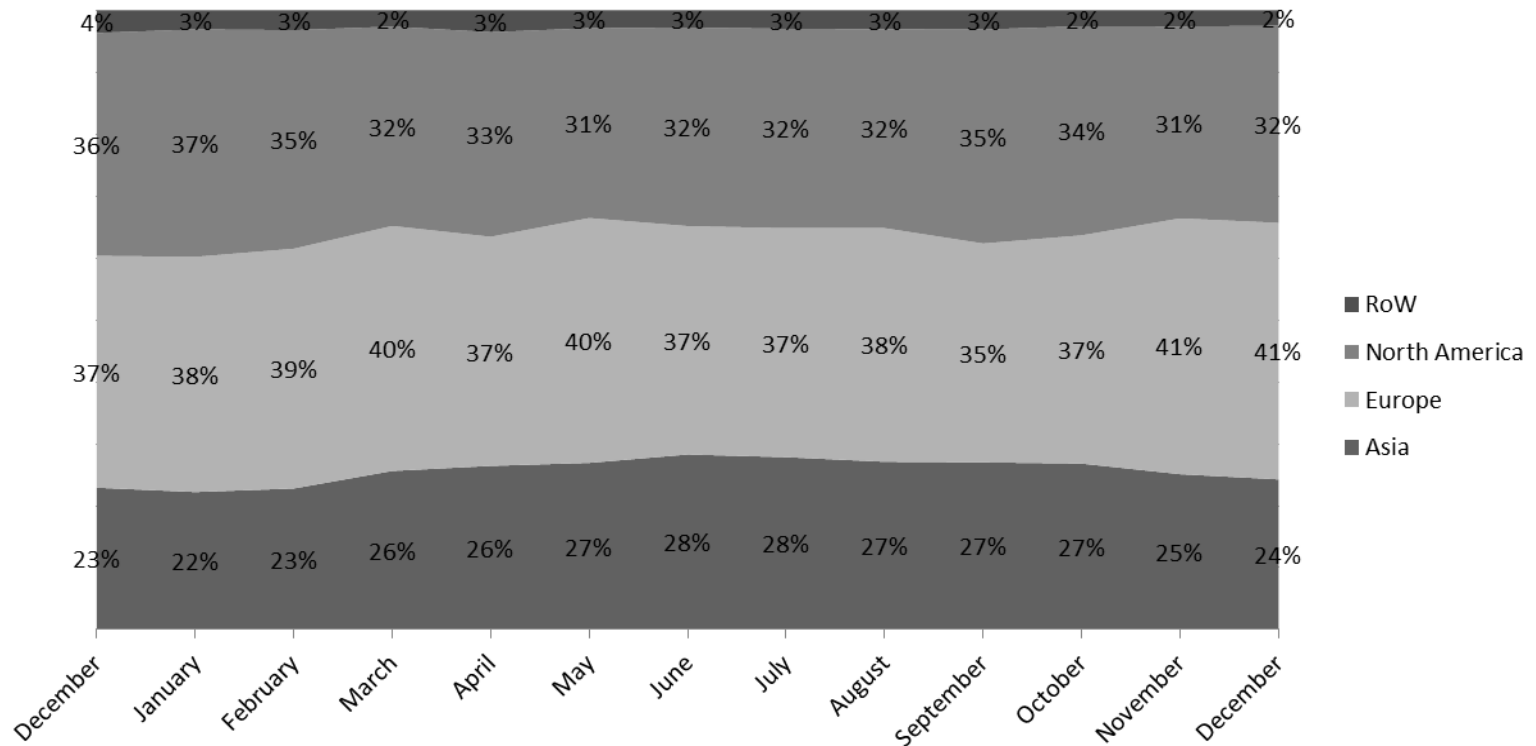


# Save Earth Fund



- ❖ The fund was consistently overweight Europe during 2012, which also was the best performing region. The smaller exposure to Asia is partly explained by the difficulties in finding good exposures in the region.

Asset allocation per region during 2012

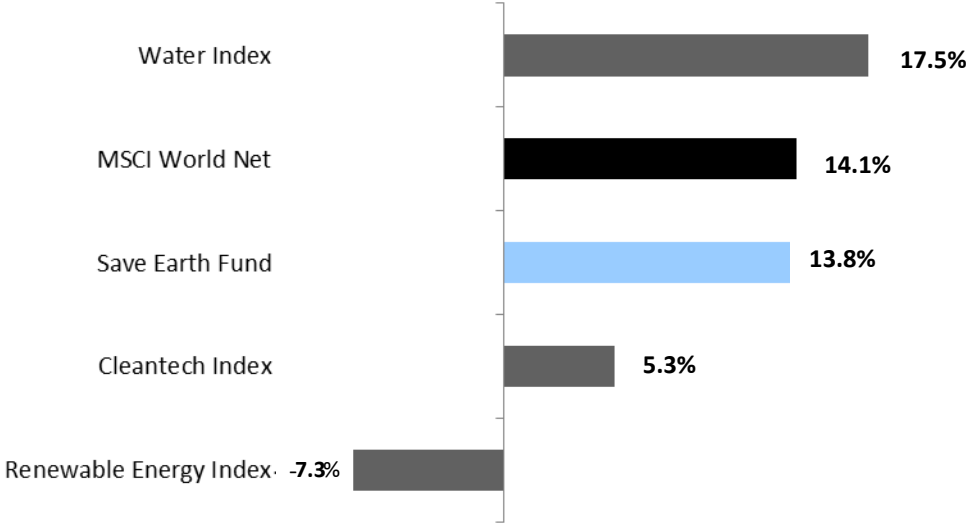


# Save Earth Fund



- ❖ All quiet on the green front: Water Treatment was once again the best performing sector and renewable energy was by far the worst. The fund performed significantly better than the indices for both Cleantech and Renewable Energy.

## Sector indices with dividends (EUR)



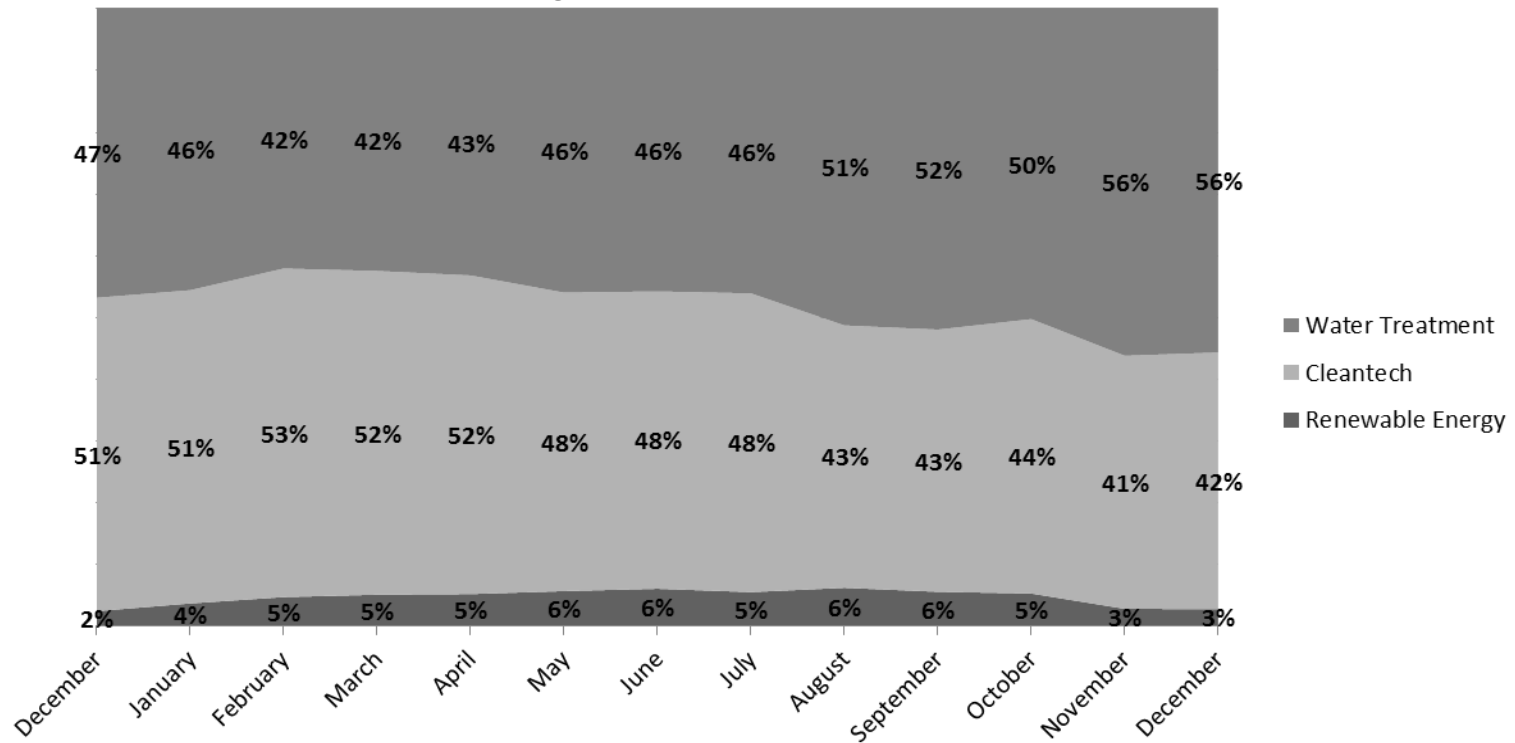


# Save Earth Fund



- ❖ The fund had a high exposure towards the Water Treatment sector throughout the year, and from August and onwards it amounted to more than 50% of invested capital. The exposure to Cleantech is mainly made up of European companies active in energy efficiency. The fund had practically no exposure to Renewable Energy, which proved to be a correct decision.

## Asset allocation per sector during 2012

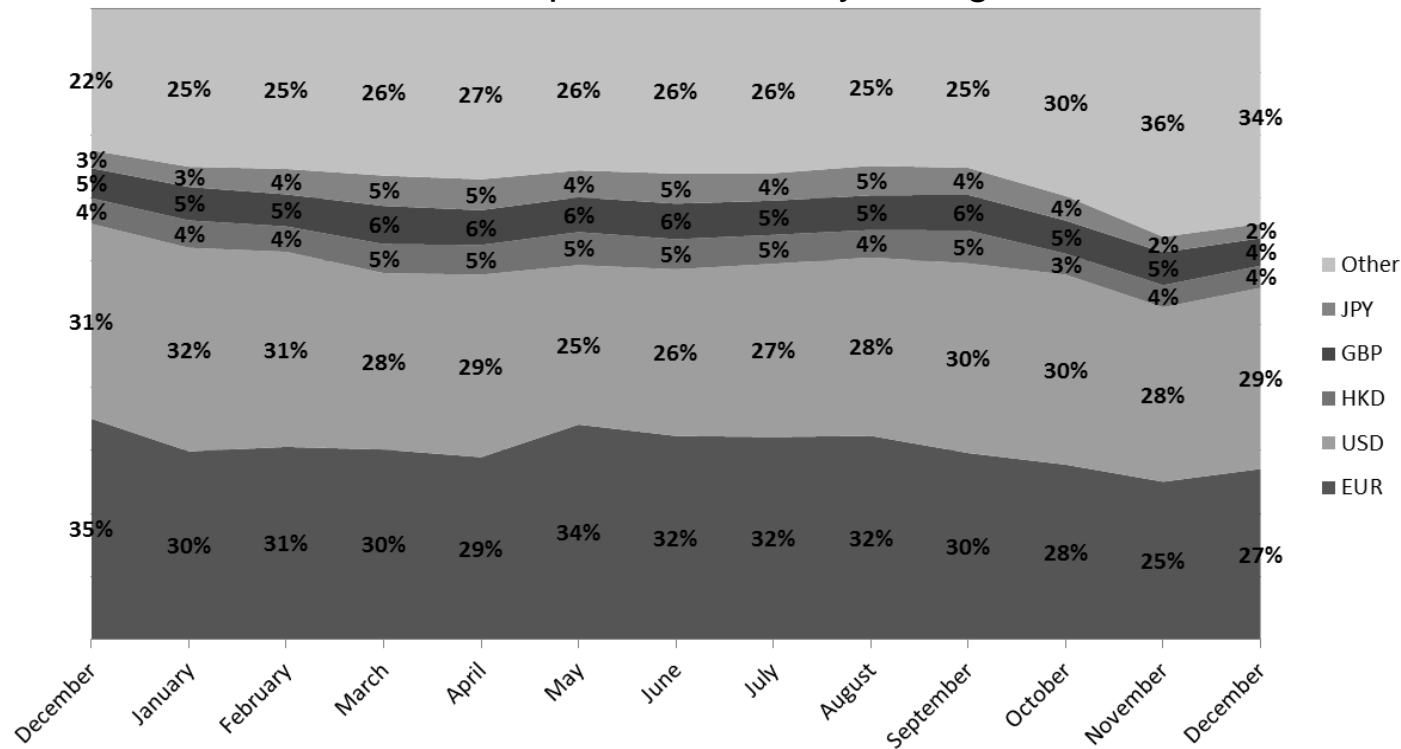


# Save Earth Fund



- ❖ The largest currency exposures by far in the fund is made up of EUR and USD, which together amount to more than 50% of the fund's assets. Since the end of 2012, we have been more positive towards the Euro versus the USD, which is why we are trying to increase the exposure to the Euro.

Share of the fund's assets in respective currency during 2012



# Save Earth Fund



Portfolio as of 2012-12-31, largest company exposures

Company	Sector	Country	2012
			Performance, EUR
Andritz	Renewable Energy	Austria	51.5%
American Water Works	Water Treatment	USA	14.3%
Xylem	Water Treatment	USA	3.5%
Danaher	Water Treatment	USA	16.6%
Arcadis	Cleantech	Netherlands	47.9%
Pentair	Water Treatment	USA	44.9%
Aqua America	Water Treatment	USA	13.1%
Nemetschek	Cleantech	Germany	28.7%
Umicore	Cleantech	Belgium	30.8%
Ilex	Water Treatment	USA	23.0%

# Save Earth Fund

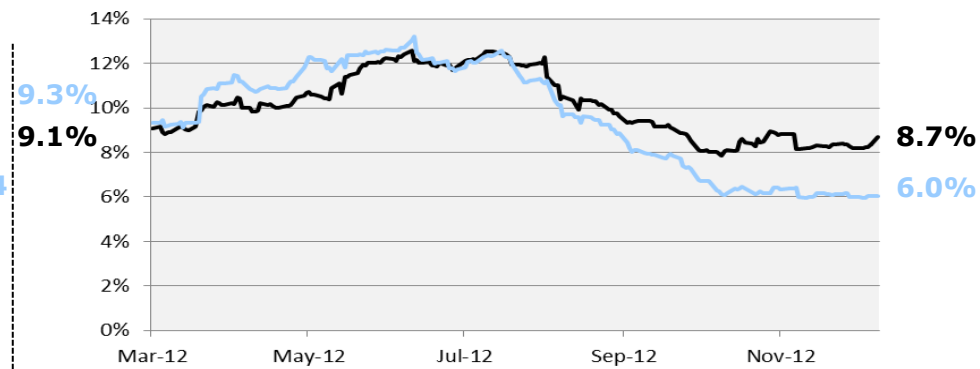


## Risk analysis

Correlation with MSCI World\*, 60 days rolling



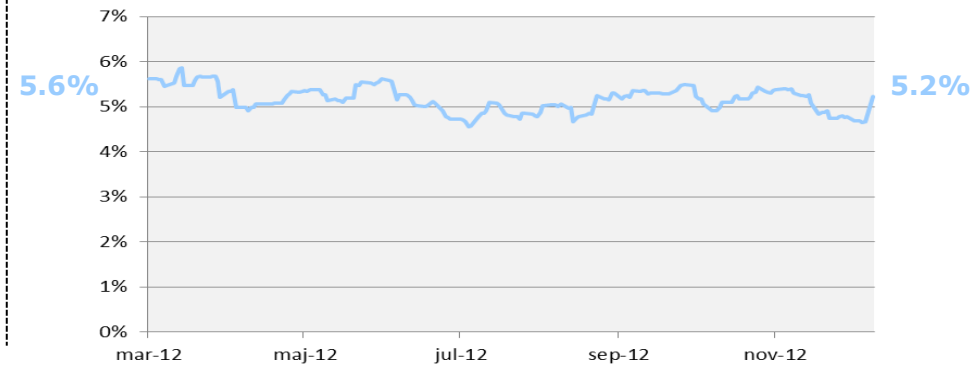
Standard deviation\*, 60 days rolling



Beta against MSCI World\*, 60 days rolling



Tracking error against MSCI World\*, 60 days rolling



\*2012 data. All figures concerns Save Earth Fund.

# Save Earth Fund



## Disclaimer

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