

MCCL.ASX

August 2023 – Monthly Report

Month
0.3%

MSCI ACWI
1.1%

Inception (p.a.)
2.9%

FUND FEATURES

- INCEPTION: 20 JANUARY 2022
- DECARBONISATION FOCUS
- 15-25 CLIMATE STOCK POSITIONS
- LONG-ONLY, UNHEDGED
- RELATIVE RETURNS
- \$63M FUND FUM
- \$117M STRATEGY FUM
- \$4.6B FIRM FUM

MONTHLY SUMMARY

MCCL.ASX returned 0.3% in August (-3.0% from equities and 3.3% from currency), while MSCI ACWI returned 1.1% (-2.1% from equities and 3.2% from currency). Global markets declined in August, with concerns that the US Federal Reserve will keep its benchmark lending rates higher for longer than anticipated, leading the US 10-year bond yield higher and putting pressure on valuations. Soft economic data out of China and a credit downgrade for the US government also added pressure on global growth expectations. Q2 earnings season continued in August for some climate holdings, and Constellation Energy provided a very constructive update, raising the midpoint of their 2023 adjusted EBITDA guidance by 13%. This was primarily due to strong margins secured in commercial and industrial contracts with corporates such as Microsoft, who are willing to pay premiums to power their data centres with 24/7 carbon-free energy that nuclear provides. We believe this 'tick of approval' from an ESG-conscious corporate is encouraging for the prospects of nuclear energy and expect Constellation Energy to deliver further earnings upgrades. Energy Efficiency names, Infineon and OnSemi, were key detractors, with Infineon guiding below consensus expectations due to softness in automotive margins. Infineon's inventory also hit record levels, which fuelled customer destocking concerns. The portfolio remains positioned for accelerating growth coming from spending on decarbonisation initiatives globally across the areas of clean energy, clean transport, circular economy, and energy efficiency.

TOP 5 HOLDINGS

QUANTA	US	7.3%
CONSTELLATION	US	7.1%
WASTE MANAGEMENT	US	7.1%
KINGSPAN	IE	7.0%
CLEAN HARBORS	US	6.9%

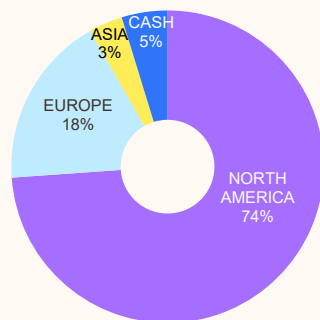
SUB AOIs

CLEAN ENERGY	33.0%
ENERGY EFFICIENCY	25.6%
CIRCULAR ECONOMY	21.7%
CLEAN TRANSPORT	14.8%
CASH	4.7%

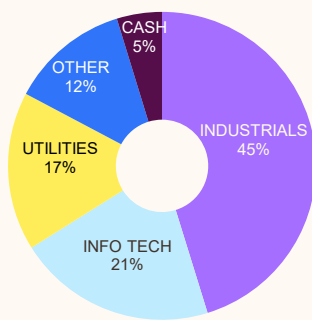
TOP 5 CONTRIBUTORS BPS

CONSTELLATION	US	52
KINGSPAN	IE	43
NVIDIA	US	34
QUANTA	US	29
NEXTRACKER	US	10

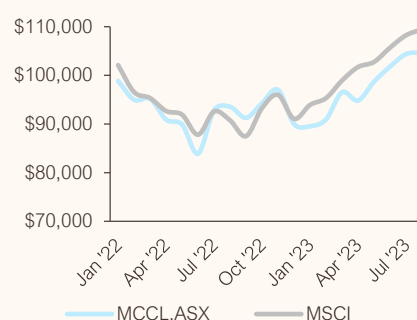
BY REGION



BY SECTOR



GROWTH OF \$100,000



PERFORMANCE

	1 MTH	3 MTHS	6 MTHS	1 YR	INCEPT P.A.	INCEPT CUM.
MCCL.ASX	0.3%	6.0%	15.1%	11.9%	2.9%	4.7%
MSCI ACWI NET INDEX (AUD)	1.1%	6.5%	14.8%	20.6%	5.8%	9.5%
EXCESS RETURN	-0.9%	-0.5%	0.3%	-8.7%	-2.9%	-4.8%

IMPORTANT INFORMATION: Past performance is provided for illustrative purposes only and is not a guide to future performance. As at 31 August 2023 unless otherwise specified. Inception date is 20 January 2022 for the ASX Quoted Units. The unit price reflects the month end closing unit price for the ASX Quoted Units under the ticker, MCCL. Returns of the MCCL.ASX are net of management costs and assumes distributions have been reinvested. The MSCI ACWI Index AUD refers to the MSCI All Country World Index Net Index in Australian Dollars. BPS refers to Basis Points. AOIs refers to Areas of Interest. EM refers to Emerging Markets (including China). GSFM Responsible Entity Services Limited ABN 48 129 256 104 AFSL 321517 (GRES) is the responsible entity of the Munro Climate Change Leaders Fund (Managed Fund) ("MCCL.ASX") ARSN 654 018 952 (Fund) and is the issuer of this information. This information has been prepared without taking account of the objectives, financial situation or needs of individuals. Before making an investment decision in relation to the Fund, investors should consider the appropriateness of this information, having regard to their own objectives, financial situation and needs and read and consider the product disclosure statement for the Fund dated 10 December 2021 (PDS) which may be obtained from www.gsfm.com.au, www.munropartners.com.au or by calling 1300 133 451. None of GRES, Munro Partners, its related bodies or associates nor any other person guarantees the repayment of capital or the performance of the Fund or any particular returns from the Fund. No representation or warranty is made concerning the accuracy of any data contained in this document. The Fund's holdings, exposure and allocations depict end of month figures and may have changed materially or not disclosed due to confidentiality reasons. Numbers may not sum due to rounding or compounding returns. This document is issued on 7 September 2023.