



Fund Profile

Cardano Impact Financial Inclusion Fund invests, through the master fund Cardano Impact Financial Inclusion Fund (I), mainly in private loans to financial institutions in emerging and developing countries. These financial institutions give local micro-entrepreneurs, smaller SMEs and households access to financial products, such as loans and savings accounts. The fund may also invest in short-term euro-denominated government bonds, money market funds, and hold cash in bank accounts. Currency risks are largely limited as it is intended to hedge all currency exposures back to euro. The fund aims for an annual net return of at least 3%. As the fund invests in unlisted private loans, the liquidity of the fund has a lower threshold than listed debt securities. The fund explicitly tries to realise measurable positive societal impact in accordance with Article 9 of the SFDR.

Key Information

ISIN Code: NL0015000GU4

Type of Fund: Fixed Income

Currency: Euro hedged

Stock Exchange Listing: Euronext Amsterdam

Trading Frequency: Daily

Fund Manager: Cardano Asset Management N.V.

Country of Residence: The Netherlands

Inception Date: 15/09/2021

Investment Institution: Cardano Impact Financial Inclusion Fund

Fund Facts

NAV End of Month: €24.81

Fund Size: €27,783,929

Outstanding Participations: 1,119,939

Dividend Paying: No

Price End of Month: €24.81

Lowest Price 12 Months: €24.50

Highest Price 12 Months: €25.77

Fees & Charges

Ongoing Charges: 1.430%

Management Fee: 1.400%

Service Fee: 0.030%

Entry Fee: -

Exit Fee: -

Sustainability Objective

The Fund aims to increase access to responsible and affordable financial products and services for micro-entrepreneurs, small- and medium-sized enterprises (MSMEs) and low-income households in emerging and developing markets with the intent to stimulate sustainable business growth, job creation and to support low-income households in meeting basic needs and improving their financial wellbeing. Access to financial services is badly needed as 1.4 billion people do not have bank accounts or savings, which limits their economic independence and development.

The strategy supports employment, gender equality and access to basic services such as education and healthcare. Since the launch of the strategy in 2007, more than 3.5 million people have now been reached in more than 50 countries from target groups that currently lack access to financial services.

Impact Goals and Related Core SDGs

Access to financial services



Support gender equality



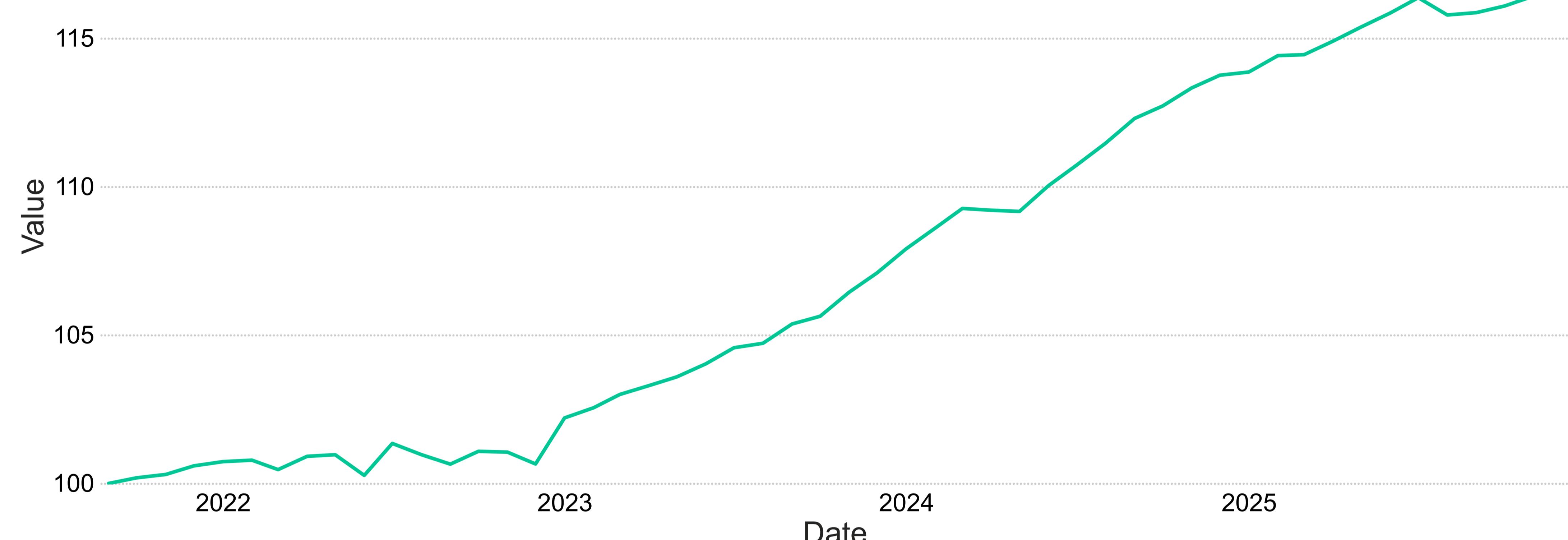
Job creation through SME finance



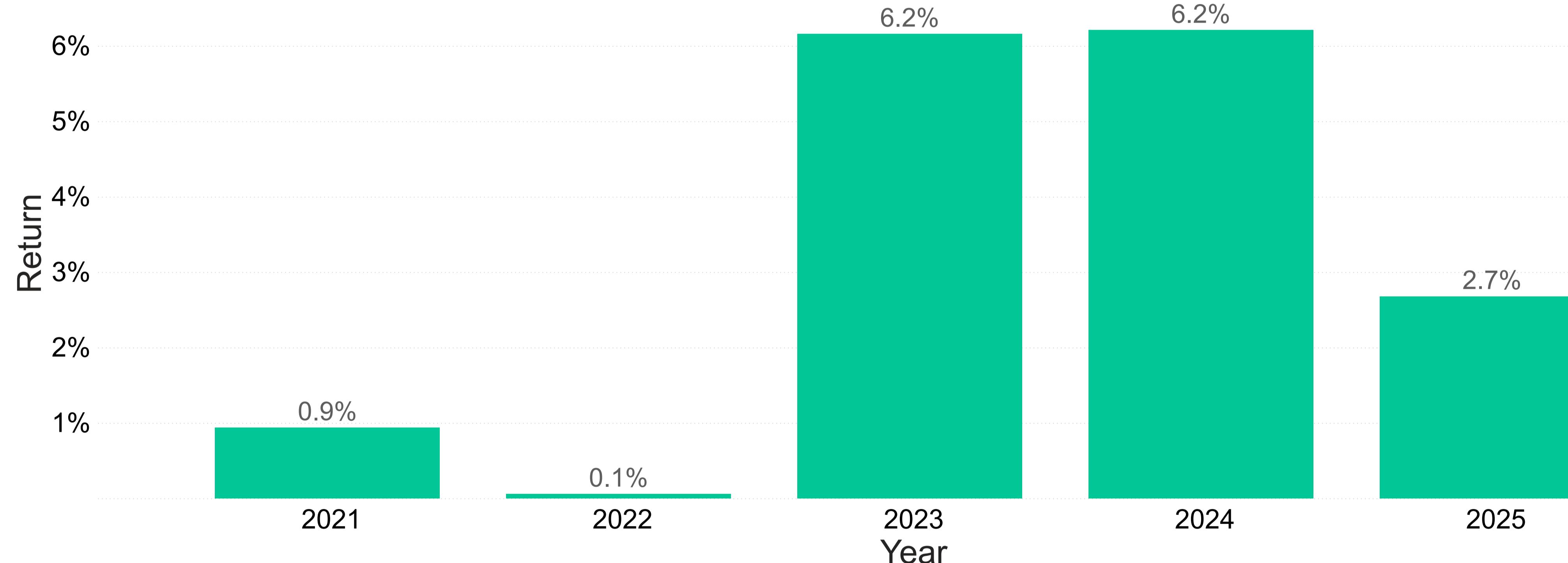
Access to basic services



Cumulative Performance (Net of Fees)



Calendar Year Return (Net of Fees)



Returns (Net of Fees)

	Portfolio
Month-to-date	0.33%
Year-to-date	2.68%
3 Months Rolling	0.81%
12 Months Rolling	2.68%
3 Year Annualised	5.00%
5 Year Annualised	
Since Inception	3.70%

Sustainability

SFDR Classification: Art. 9

Microfinance Private Debt Index (Euro) Peer Group Ranking: 1/8

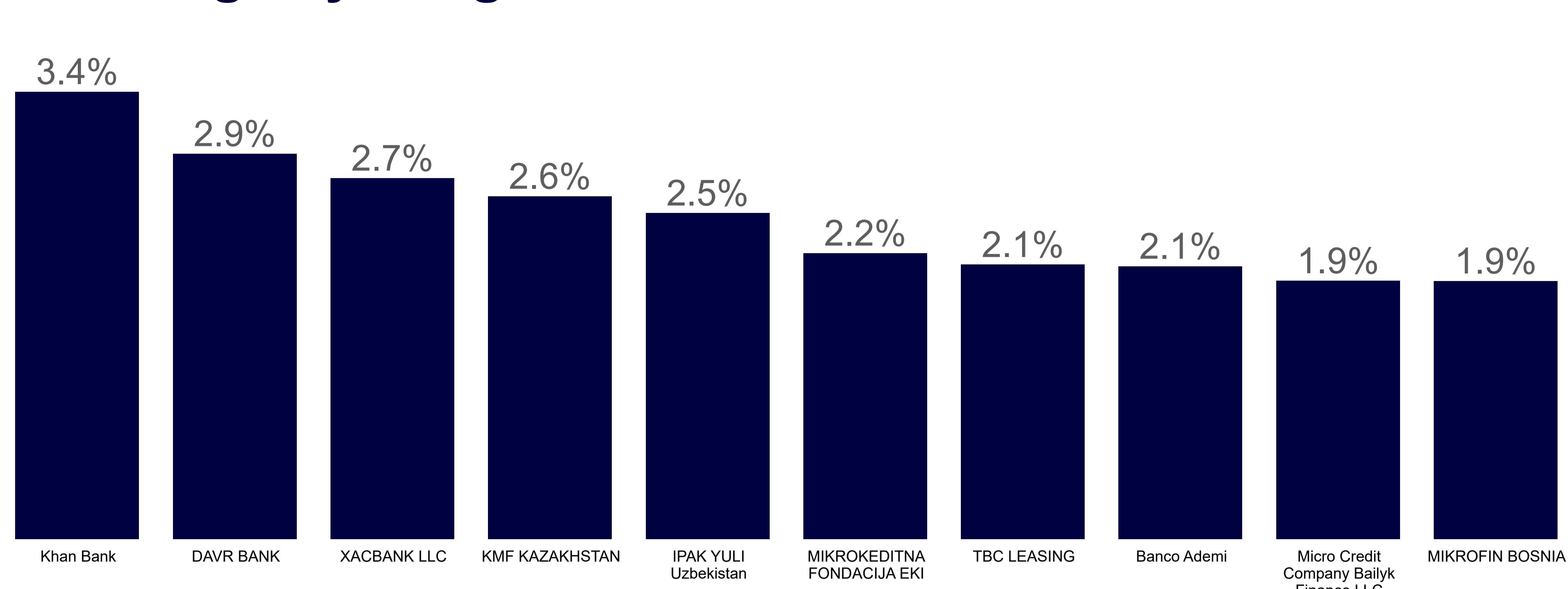
For this strategy, the Fund Manager has developed a Sustainability and Impact Framework to assess, manage, monitor and measure both the positive as well as the adverse impact of the Fund's investments. The Sustainability and Impact Framework is specifically aimed at making sustainable investments in positive impact companies. In relation to the Fund these positive impact companies refer to the Financial Institutions targeting underserved client segments in emerging and developing countries, where such inclusive Financial Institutions should consciously and demonstrably make a positive contribution to the sustainable investment objective of the Fund, and at least one of the Sustainable Development Goals through the products and/or services they offer, while not causing significant harm to other environmental or social objectives and following good governance practices. In addition, Cardano actively monitors ESG and impact KPIs throughout the investment period and actively engages to maximise the achieved impact.

For more information on the sustainability related information, we refer to our website: [Cardano Impact Financial Inclusion Fund \(I\) - Cardano - NL - English](https://www.cardano.nl/en/fund/1)

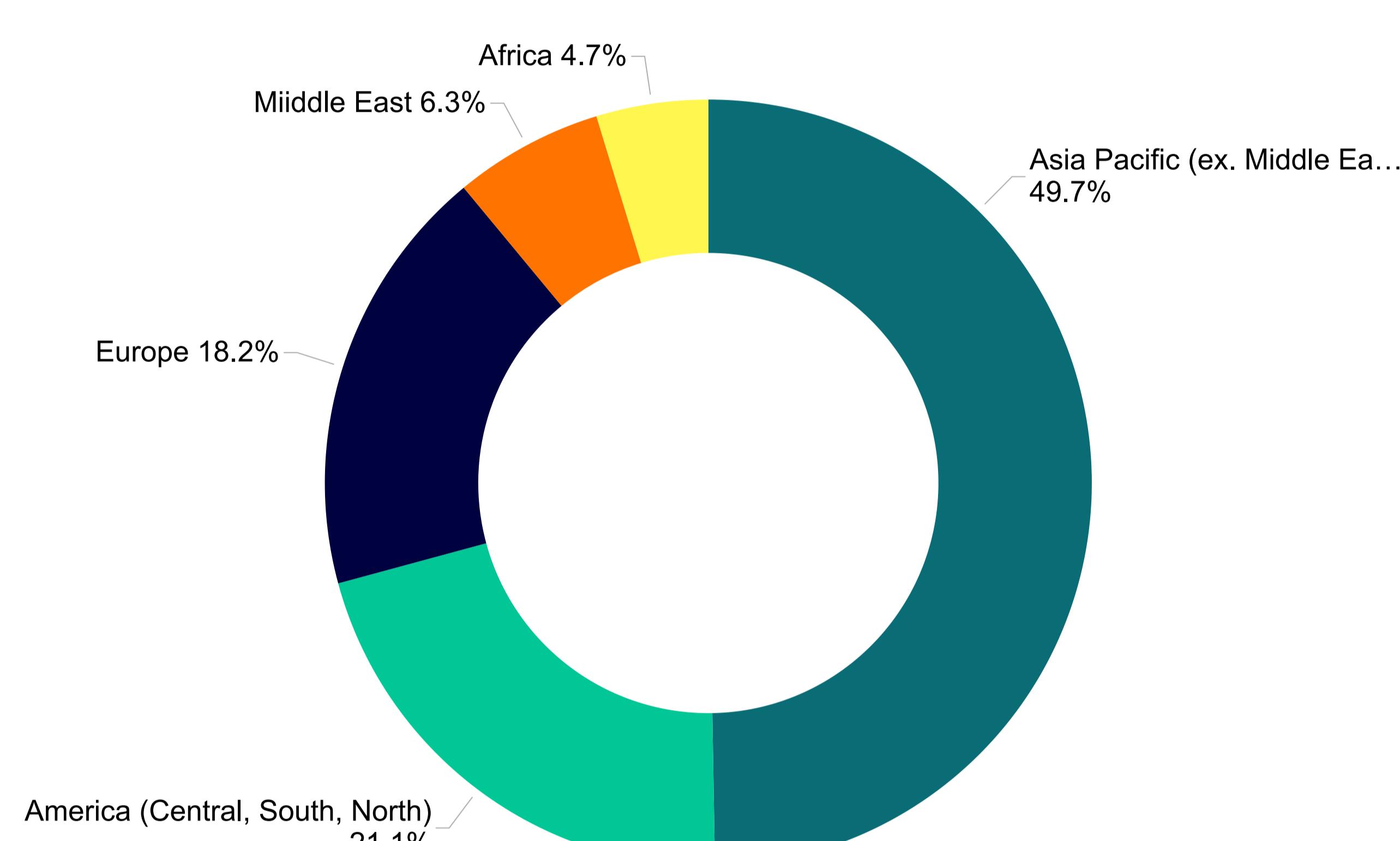
Risk Characteristics

	Portfolio
Standard Deviation 36M	1.15%
Sharpe Ratio 36M	1.66
Correlation with JPM EMBI Global	0.42
Correlation with MSCI World	0.41
Modified Duration	0.97
Yield to Maturity before FX Hedge	7.64

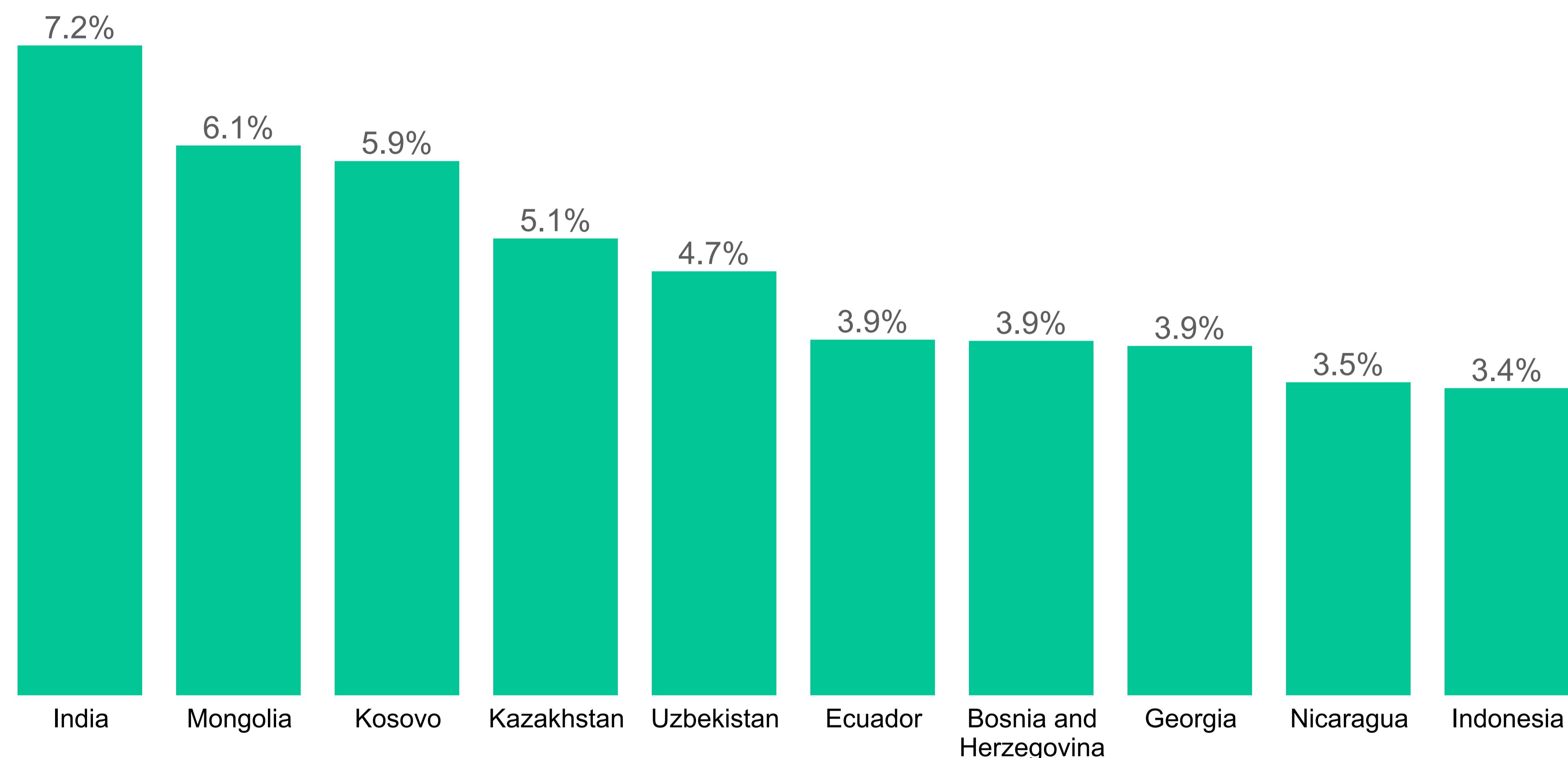
Top Holdings by Weight



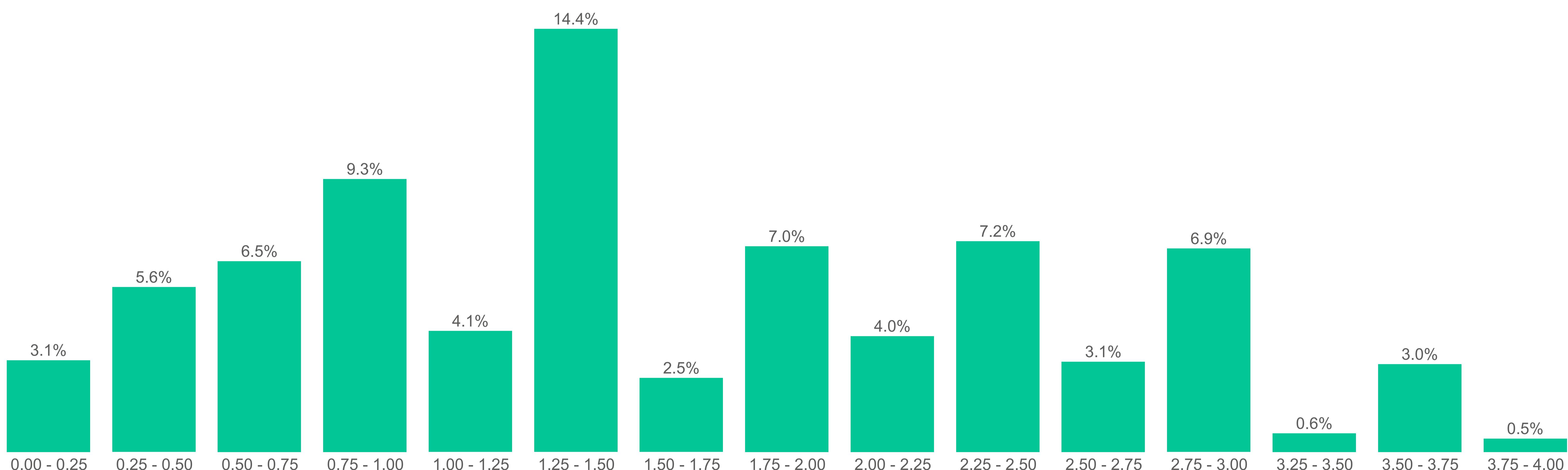
Geographical Allocation



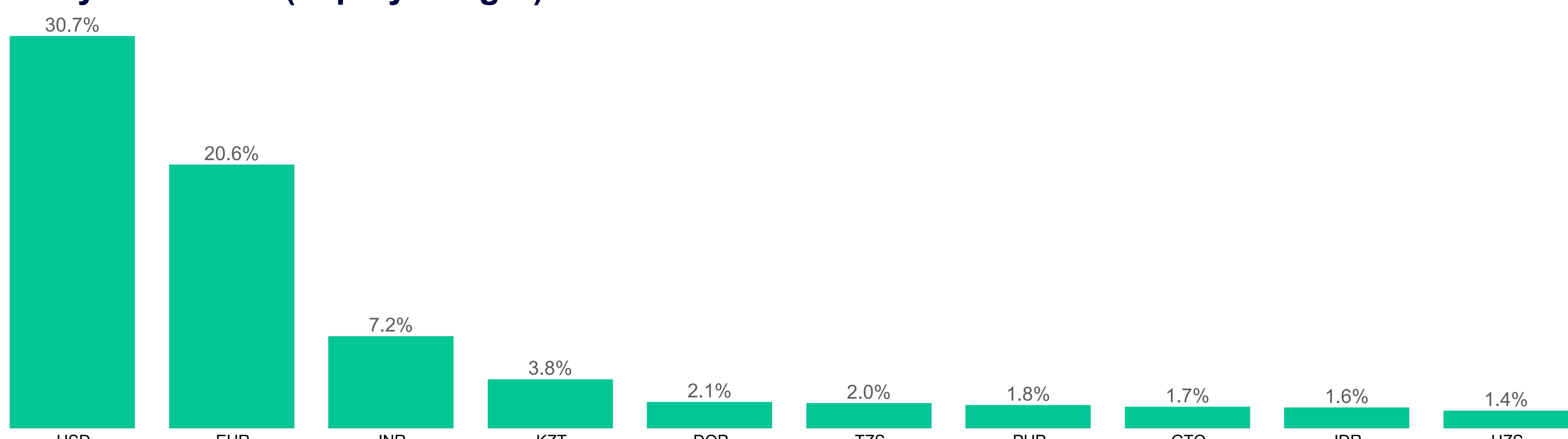
Country Allocation (Top by Weight)



Maturity Breakdown (in Years)



Currency Allocation (Top by Weight)



Financial Institution Indicators

Financial Institutions in Portfolio: 62

Countries in Portfolio: 27

Average Exposure per MFI (USD): 3,405,922

Portfolio at Risk 30 Days (PAR 30): 5.5%

Staff Working for Portfolio Companies: 93,035

Social Outcome

End-clients reached by all FIIs in portfolio: 23,563,576

End-clients reached attributed to the Fund investments: 213,552

% end-clients living in rural areas reached: 50%

% female end-clients reached by all FIIs in portfolio: 69%

Jobs supported attributed to our fund investments: 1,692,726

* Impact data is based on the most recent portfolio information. For an extensive overview please see the [Annual Impact Report](#).

Recent Investment in Spotlight

The fund has invested in Namdev, a financial lender based in Rajasthan, India. Namdev provides secured loans to customers in rural areas who are new to credit or have limited credit history. The company offers loans for predominantly income-generating activities through MSME loans and loans for (electric) rickshaws. Recently, Namdev also offers loans to obtain solar panels for both residential and commercial properties to empowers clients and contributes to climate change mitigation.

Maya Bunkar, a mother of two from Jaisinghpura Khor, struggled to support her family with her sewing work. Her husband's income was not sufficient anymore. As their children grew, expenses increased, making it difficult to make ends meet. To improve their financial situation, Maya decided to invest in an electric rickshaw. She took a loan from Namdev and was pleased with the quick and easy process. With the loan, she purchased an EV rickshaw and rented it out, earning ₹400 (USD 4.7) daily. This extra income allowed her to pay the loan's interest and support her family. Maya is now able to purchase all school materials, clothes and shoes for the children and now and then even saves money. Maya's story shows how Namdev's loans can help individuals create new income sources and achieve financial stability and a better future for her family.



Investment Strategy and Catalytic Effect on Sustainable Development Goals

According to the World Bank there is a huge financing gap of billions of dollars for MSMEs in emerging markets. The Fund aims to bridge the financing gap by using the capital committed to the Fund to provide financial institutions in developing countries with funding that will then be on-lend to Micro-entrepreneurs and Small and Medium Enterprises (MSMEs) to start income-generating activities and small-scale businesses, such as growing cattle, trading consumer products, providing transport to local markets or expanding agricultural activities.

The Fund invests in so-called MSME loan portfolios of unlisted term loans issued by financial institutions in emerging and developing countries. The term loans are exclusively used to provide funding to facilitate and grow income generating activities to increase the household budget of low-income people and help them access basic services such as education, health care, housing, renewable energy, or sanitation and clean water. In this way, financial inclusion not only has a positive impact on household income but also a catalytic effect on various aspect of livelihood development as is seen as an important mean to achieve the multiple sustainable development goal.

Through providing term loans against market-based returns, the Fund is able to provide impact investors with a market-based financial return, while at the same time creating measurable social outcomes.

