

AUGUST 2021

# EQUITY DIVIDEND USD



Category	Portfolio
Currency	USD
Risk Level	Aggressive
Geography	United States

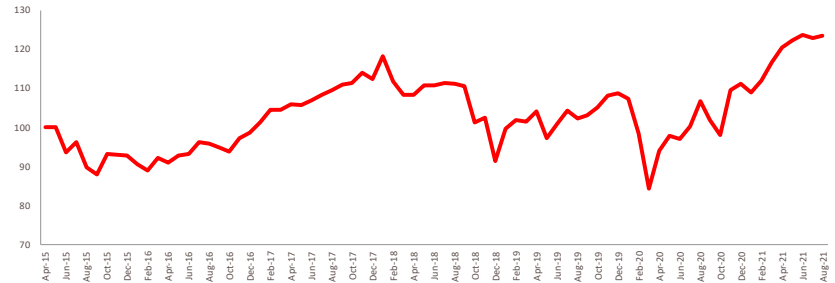
## Investment Objective

The investment objective of the portfolio is focused on the search for securities, which on a recurring basis, are capable of paying a dividend to which they have committed. The initial dividend yield of these portfolios exceeds that of their benchmark indices (Dow Jones Index (INDU Index USD)).

The philosophy of stock selection is based on investment in large-cap companies with stable or positive profit performance, consistent dividend growth over the last 5 years, low debt, solid cash flow per share in relation to the dividend per share and a pay-out ratio that is not too high in order to avoid dividend cuts.

The principle of diversification will be applied to the portfolio in its construction, investing mostly in equity shares of US companies with high dividend yields. The investments will be mainly in shares denominated in USD but you will be able to keep up to 25% in non-USD currency.

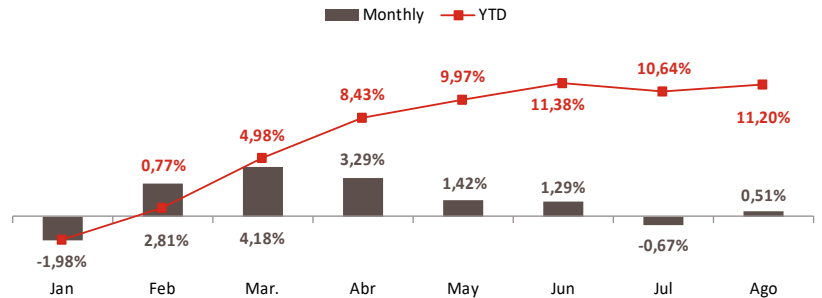
## Performance Evolution



	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2021	-1,98	2,81	4,18	3,29	1,42	1,29	-0,67	0,51					11,20
2020	4,20	-0,86	3,32	6,39	-4,50	-3,82	1,30	1,41	-1,98	-3,82	1,30	1,41	2,25
2019	9,14	2,10	-0,31	2,54	-6,64	3,70	3,56	-1,97	0,80	1,93	2,84	0,59	13,93
2018	5,15	-5,34	-3,08	-0,06	2,18	0,14	0,53	-0,27	-0,46	-8,50	1,15	-10,23	-10,71
2017	2,55	3,18	0,10	1,36	-0,20	1,22	1,27	1,06	1,25	0,45	2,42	-1,49	13,91
2016	-2,46	-1,74	3,47	-1,18	2,03	0,32	3,31	-0,38	-1,14	-0,98	3,54	1,55	6,26
2015				-0,14	0,07	-6,56	2,92	-6,84	-1,97	6,12	-0,28	-0,18	-7,29

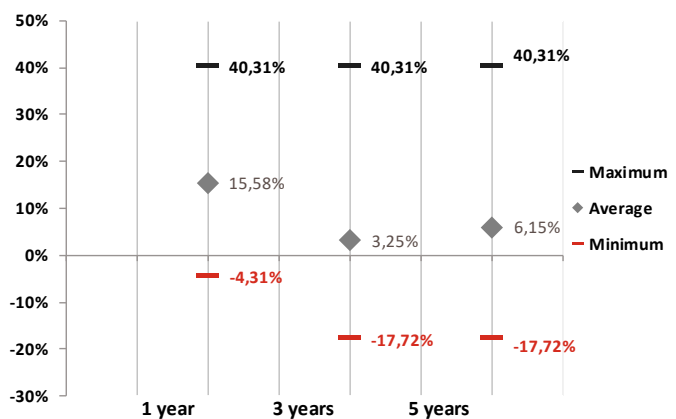
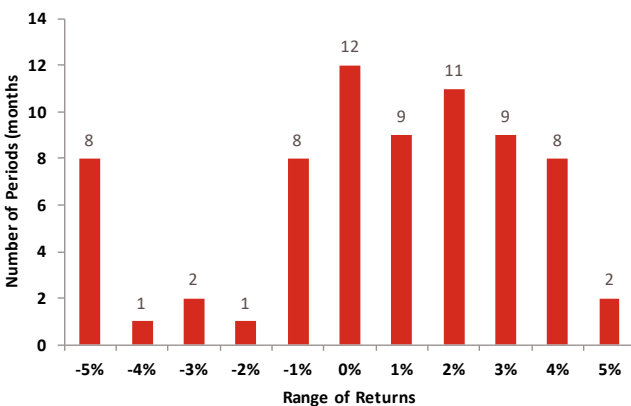
## Risk Metrics

	YTD	1 year	3 years	5 years
Annualized Return	11,20%	22,55%	5,23%	6,28%
Volatility	7,14%	15,03%	18,80%	15,30%
Drawdown	-0,03%	-10,90%	-11,93%	-11,93%
Positive Months	75,00%	69,23%	59,46%	62,30%



\*Past performance does not guarantee future performance

## Distribution of Returns



## EQUITY DIVIDEND USD

Minimal initial investment	<b>50.000 USD</b>
Management Fee	<b>2,00%</b>

### Management Insight

The latest inflation data in the Eurozone showed an acceleration, standing at 3% year-on-year, marking a level not seen since 2011. On the other hand, business confidence, although at levels below the last reported data, remains at elevated levels and in line with strong economic growth, with the composite PMI at 59,5, the services PMI at 59,7 and the manufacturing PMI at 61,5.

In reference to the United States, inflation data remain in line with expectations, 5.4% year-on-year and 0.5% month-on-month. Confidence indexes also showed a slowdown in confidence but remained at levels of strong economic expansion, with the composite PMI at 55.4, manufacturing PMI at 61.2 and services PMI at 55.2.

In the United States, the expected Jackson Hole Fed meeting was held, at which Powell delivered an ambiguous speech. He indicated that the tapering phase of purchases could begin this year. However, this would not imply an immediate interest rate hike. Interest rate hikes could be seen later, but it will depend on macroeconomic variables at that time. As for the 10-year US Treasury yield, there has been little movement, moving from 1.22% to 1.31%.

In Europe, although during the month we have seen easing in government curves, the last days of the month have been marked by high inflation data and comments from several ECB members signaling that the discussion on when to start withdrawing the emergency mode of ECB stimulus should begin. The yield on the German 10-year government bond has risen from -0.46% to -0.38%, touching levels of -0.50%.

On the credit side, there have been no strong movements. Overall, with the support of Central Banks, credit seems to be sustained. In terms of markets, Wall Street indexes have been boosted at the end of the month due to the Fed Chairman's speech. This has led to rises in all indexes and record highs such as the S&P500, which has surpassed 4,500 points, with a monthly performance of 2.27% and a YTD of 20.41%.

Most European stock markets have also maintained an optimistic dynamic after Powell's speech. Thus, the Euro Stoxx 50 has a monthly performance of 2.62% and a YTD of 19.15%.

On the other hand, if we look at the performance of emerging markets, taking the MSCI Emerging Markets as a benchmark, with a monthly performance of 2.42% and a YTD of 1.35%, we see a great contrast with the benchmark indices of developed countries.

### Top 10 Equity Holdings

SECURITIES	WEIGHT
1 APPLE INC	4,77%
2 LINDE PLC	4,43%
3 JP MORGAN CHASE & CO.	4,33%
4 MICROSOFT CORP	4,25%
5 GOLDMAN SACHS GROUP INC	4,03%
6 NIKE INC CL B	3,93%
7 HOME DEPOT INC	3,89%
8 PHILIP MORRIS INTL INC (USD)	3,79%
9 GARMIN LTD	3,78%
10 VISA INC	3,72%

### Performance Contributors

SECURITIES	YTD
JP MORGAN CHASE & CO.	2,04%
MICROSOFT CORP	1,96%
GARMIN LTD	1,81%
APPLE INC	1,52%
HOME DEPOT INC	1,51%
WALT DISNEY CO	-0,42%
COCA-COLA CO	-0,47%
MERCK & CO INC. (NEW) - USD	-0,47%
VERIZON COMMUNICATIONS INC	-0,56%
MASTERCARD INC	-0,73%

### Andbank Asset Management

Since our inception we have been committed to the investment objectives of our clients, managing their wealth professionally and rigorously.

The responsibility that our investors place on us when managing their wealth is the basic principle that guides our investment decisions at all times; we orient portfolios to preserve our clients' capital and calibrate investment opportunities to extract the maximum potential from their investment with the minimum possible risk.

Our investment experts are located around the world, so we can provide a global view of the markets and offer a wide range of investment strategies.

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