

Santander AM Euro Equity

8 / 2023

Fund commentary

Global equity markets recorded their second worst month of the year in August, after several months of strong performance, due to the worsening situation in China, fears of sticky inflation and rising bond yields. As a result, the MSCI Euro fell by -1.92% in August and accumulated a YoY return of 13.88%.

Regarding sectors in Eurozone, Energy (+3,14%), Insurance (+1,76%) and Real Estate (+0,95%) were the only sectors in green while Industrials (-6.93%) Autos & Parts (-6.68%), Consumer Prod & Serv (-5.82%), Technology (-4,71%) and Travel Leisure (-4,040%) were the worst performers.

During the month of August Santander Euro Equity had a negative absolute return but outperformed its benchmark MSCI EMU Net Total Return.

Sector allocation was slightly positive being long Telecoms and short Industrials and Technology. Negative contribution this month being slightly short Oil.

On the stock selection side, main contributors included being short Basf, Adyen, Schneider, Prosus, Flutter, Pernod, Hermes and L'Oréal, as well as overweight positions in Sodexo, Airbus, Linde, CCEP, Shell, Eni and Nokia. Main detractors were Vinci, Siemens, Infineon, DSM, D Boerse and LVMH.

No changes in the portfolio during the month of August

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