



LGT Sustainable Quality Equity Fund Hedged (USD) C

Monthly report | January 2021

MTD
-3.38%

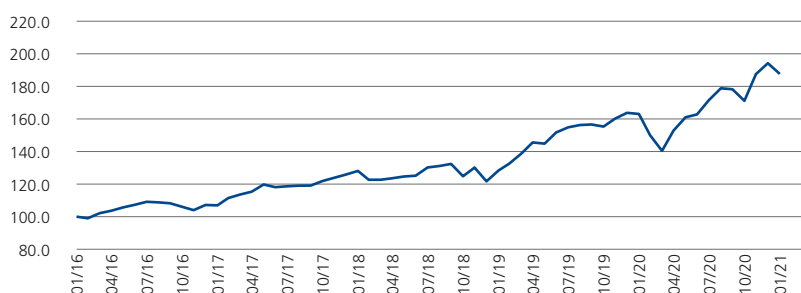
Manager commentary

Global markets finished January in slightly negative territory as the pandemic continued to weigh on markets. Overall, January was an eventful month that saw President Biden inaugurated, Johnson & Johnson announced an effective single-shot COVID-19 vaccine that will hopefully ease the logistical task of vaccinating the global population, and heavily shorted small-cap stocks surged on the back of unprecedented retail demand. Our high quality approach underperformed broad based indices in January as market participants shifted rather towards cyclical and “value” companies. Our more defensive sector allocation with the overweight in consumer staples and the underweight in energy was a headwind. The security selection was negative. Especially our picks in health care (Stryker, Medtronic), consumer discretionary (Ross Stores, Starbucks) and consumer staples (Estée Lauder, L’Oréal) showed negative contribution. The beauty players were caught in a broader rotation away from high quality names, despite strong data points from Asia (especially China), skin care and e-commerce. We added to both holdings (L’Oréal and Estée Lauder) in January.

Performance

31 January 2016 – 31 January 2021

— LGT Sustainable Quality Equity Fund Hedged (USD) C – (rebased)



Synthetic risk & reward indicator (SRRI)



Investors should consider the following risks: Market risks, Liquidity risks, Operational risks, Political and legal risks, Credit / counterparty risks, Currency risks and Master-Feeder risks, and where appropriate seek professional advice before investing. More details can be found in the risk glossary.

Key facts

NAV per share	USD 2,003.46
Strategy AuM	USD 1,291.40 m
Fund AuM	USD 858.54 m
Inception	12 November 2014
Fund domicile	Liechtenstein
Investment manager	LGT Capital Partners Ltd
Distribution	None, retains profits
ISIN	LI0247162519
Bloomberg ticker	LSQLECA LE
Reference currency	USD
Benchmark	MSCI World Hedged (USD) (NR)
Public distribution	AT, CH, DE, DK, FI, IS, LI, NO, SE

Performance summary (USD)

	Fund	Benchmark
Last month	-3.38%	-0.76%
Year-to-date	-3.38%	-0.76%
Last 36 months p.a.	13.57%	9.42%
Last 60 months p.a.	13.41%	13.37%
Since inception p.a.*	11.81%	10.19%

Statistics (36 months)

	Fund	Benchmark
Volatility p.a.	14.41%	17.45%
Sharpe ratio	0.84	0.46
Tracking Error	7.24%	
Information ratio	0.57	
Maximum draw down	-14.25%	-19.81%
Maximum draw down period (months)	3	3

Investment terms

Issue/redemption	daily
Minimum investment	1 unit
Management fee p.a.	0.70%
Performance fee	No
Operations fee p.a.	0.30%

Monthly returns – LGT Sustainable Quality Equity Fund Hedged, share class C USD (UCITS)

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Total
2021	-3.4%												-3.4%
2020	-0.4%	-8.0%	-6.4%	8.9%	5.3%	1.1%	5.4%	4.2%	-0.3%	-4.0%	9.6%	3.6%	18.6%
2019	5.4%	3.3%	4.6%	5.0%	-0.5%	4.7%	2.1%	0.9%	0.2%	-0.8%	3.1%	2.2%	34.6%
2018	1.8%	-4.2%	0.0%	0.7%	0.9%	0.4%	4.0%	0.7%	1.0%	-5.7%	4.3%	-6.5%	-3.3%
2017	-0.2%	4.2%	2.0%	1.5%	3.8%	-1.4%	0.5%	0.3%	0.0%	2.4%	1.6%	1.6%	17.4%
2016	-1.3%	-1.0%	3.2%	1.5%	2.0%	1.5%	1.7%	-0.3%	-0.5%	-2.0%	-2.0%	3.1%	5.7%

Past performance is not a guarantee, nor an indication of current or future performance. If the currency of an investment is different from the investor’s reference currency, the return may decrease as a result of currency fluctuations.

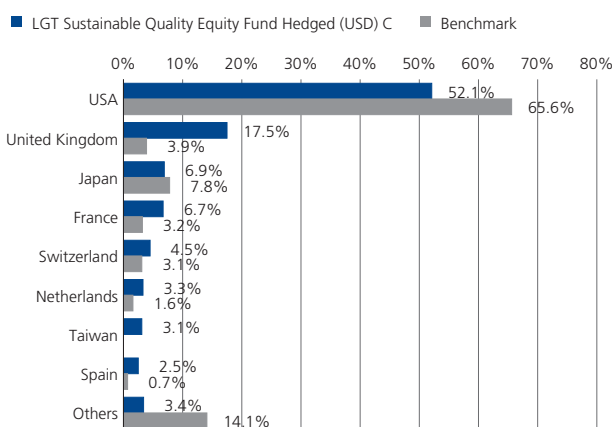
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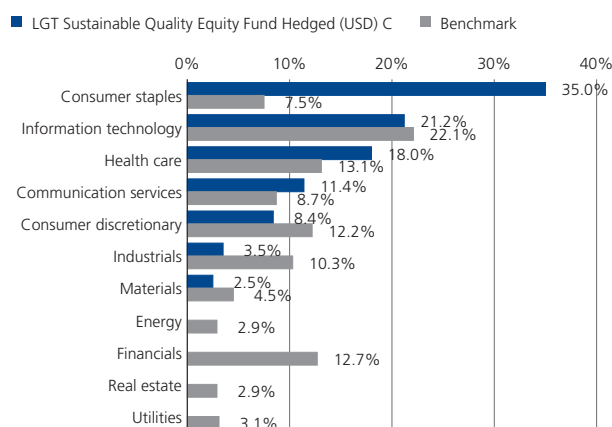
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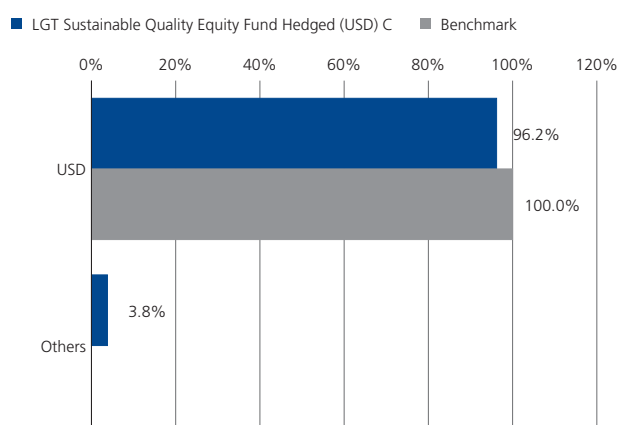
Countries



Sectors



Currencies



Largest holdings

Microsoft	6.5%
Alphabet A	5.9%
Estee Laud A	5.7%
Nintendo	5.5%
L'Oreal	5.2%
Unilever	4.9%
Reckitt Ben Grp	4.9%
Intuit	4.1%
Agilent Tech	4.0%
Stryker	3.7%
Total	50.5%

The European SRI Transparency logo signifies that LGT Capital Partners commits to provide accurate, adequate and timely information to enable stakeholders, in particular consumers, to understand the Socially Responsible Investment (SRI) policies and practices relating to the fund. Detailed information about the European SRI Transparency Guidelines can be found on www.eurosif.org, and information of the SRI policies and practices of the LGT Sustainable Quality Equity Fund Hedged (USD) C can be found at: www.lgt.com. The Transparency Guidelines are managed by Eurosif, an independent organisation. The European SRI Transparency Logo reflects the fund manager's commitment as detailed above and should not be taken as an endorsement of any particular company, organisation or individual.

10.02.2012: Name change from LGT Equity Fund SI Quality to LGT Sustainable Quality Equity Fund.

27.12.2013: Name change from LGT Sustainable Quality Equity Fund to LGT Sustainable Quality Equity Fund Hedged.

*Performance since change of the investment strategy to hedged as of 30 December 2013.

All allocations shown on page 2 (excluding the currency-allocation) are based on the USD-shareclass. Source for all data/charts: LGT/Datastream

¹CO₂ and other gases converted into CO₂ equivalent.



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Risks

Market risks: The risk of losses in an investment arising from adverse movements in market prices.

Liquidity risks: The risk that the Fund is unable to meet short term financing demands or has to sell investment securities at lower price levels under the condition of reduced market demand.

Operational risks: The risk of the Fund incurring losses as a result of inadequate or failed processes, people or systems failures, or from external or force majeure events.

Political and legal risks: The risk of change in rules and standards applied in the jurisdiction of an asset of the Fund. This includes restrictions on currency convertibility, the imposition of taxes or transaction controls, limitations on property rights or other legal risks. Investments in less developed financial markets may expose the Fund to increased operational, legal and political risk.

Credit / counterparty risks: The risk that a counterparty fails to meet contractual financial obligations on a timely basis.

Currency risks: The risk of losses arising from currency fluctuations, in case the currency of an asset is different from the Fund and/or investor's investment currency.

Master-Feeder risks: The performance of the Fund may deviate from the performance of the Master-Fund.

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