DD INCOME FUND

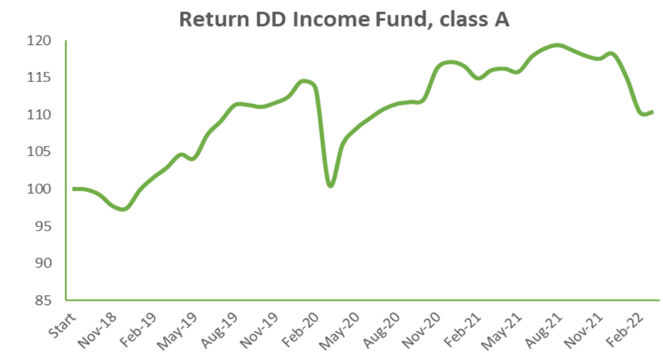
Monthly report March 2022

Profile

The DD Income Fund (DDIF) is an actively managed global sustainable bond fund. The fund invests globally in government bonds of developed and emerging countries, corporate bonds, high yield, microfinance and other financial instruments with stable income. DDIF pursues an active investment policy and does not use a benchmark. The fund is managed by an independent partnership with the conviction that sustainability makes a positive contribution to the return and risk profile of the portfolio. The fund is listed on Euronext Amsterdam and can be traded on a daily basis.

Return participation A*

DD Income Fund achieved a return of 0.05% in the month of March 2022, as a result of which the net asset value per unit A rose to € 26.21.



** The value of your investment may fluctuate. Results achieved in the past do not provide any guarantees for the future.*

Fund information

Key facts

Fund size	€ 88.60 mln
# shares A	1,953,878
# shares B	524,895
# shares C	893,600
NAV A*	€ 26.21
NAV B*	€ 26.30
NAV C*	€ 26.38
# positions	136

Costs

Management fee A	0.65%
Management fee B	0.50%
Management fee C	0.25%
Other costs**	0.20%
Up/down swingfactor	0.25%

Other

Start date	Part. A: September 2018
	Part. B: January 2020
	Part. C: January 2021
Manager	DoubleDividend Management B.V.
Status	Open-end, daily
Exchange	Euronext Amsterdam
ISIN (A)	NL0013025539
ISIN (B)	NL0014095101
ISIN (C)	NL0015614595
Benchmark	None
Currency	Euro

Risk monitor

* per participation
** expect

doubledividend
FINANCIAL & SOCIAL RETURNS

Table: monthly returns in %, participation A (net of costs and fees) *

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Total
2018									-0.06	-0.71	-1.56	-0.31	**-2.62**
2019	2.57	1.66	1.34	1.69	-0.48	3.08	1.71	1.95	0.03	-0.24	0,50	0,76	**15,50**
2020	1.86	-0.85	-11.48	5.43	2.00	1.29	1.11	0.66	0.23	0.31	3.76	0.71	**4.14**
2021	-0.47	-1.42	0.95	0.18	-0.36	1.77	0.96	0.35	-0.57	-0.64	-0.34	0.57	**0.94**
2022	-2.65	-4.14	0.05										**-6.63**

* The value of your investment may fluctuate. Results achieved in the past do not provide any guarantees for the future.

Market developments

The US central bank, the FED, has raised interest rates by 0.25% in the past month. It was the first interest rate raise in an expected series of interest rate hikes. The FED said in a statement that interest rates are likely to be raised at every meeting this year. This would mean that interest rates will be raised six more times this year. The market also expects a number of interest rate hikes in 2023 and 2024. The interest rate hike was in line with expectations. The FED stressed that the economy is strong enough to absorb the interest rate hikes. The FED also emphasized that it has ample opportunities to curb rising inflation. The interest rates with maturities of 2, 5 and 10 years are virtually the same in the US and are at a level of approximately 2.5%. This means that a large part of the future interest rate hikes seems to have been priced in at the moment.

Meanwhile, there is increasing speculation in Europe about a first rate hike by the end of the year. Recent inflation figures are putting increasing pressure on the ECB. The war in Ukraine has only added further pressure on inflation in Europe. This translates into a further rise in interest rates. Last month, the key German 10-year interest rate rose from 0.13% to 0.55%. This means that so far only a limited rise in interest rates is being priced in in Europe. The difference in interest rates between the US and Europe ensures that the dollar remains strong against the euro.

Rising interest rates are putting pressure on the value of bonds. Long-term safe bonds are particularly affected by rising interest rates. Higher risk corporate bonds tend to be less affected by rising yields, but are more correlated with the economic cycle. The difference was clearly visible in the past month. The global safe bond index fell 2.3% in value, while the global high yield bond index fell just 0.7%. The DDIF was able to close the month virtually unchanged, partly thanks to the appreciation of the dollar against the euro.

Falling bond prices have significantly improved the yield prospects of bonds in recent times. The expected gross return on the portfolio is currently approximately 4%.

Table: Characteristics of the DDIF portfolio at the end of the month

# of positions	136
# of issuers	106
Overall credit rating	BBB+
Euro exposure	75%
Cash	1.6%
Investment grade (incl cash)	70%
Expected return (yield-to-worst*)	4.0%
Duration (Option Adjusted Duration* in years)	6.9

Source: DoubleDividend/Bloomberg

* Yield-to-Worst is the return on the portfolio, including cash, if the ability to repay the loan earlier is taken into account. The actual return may differ because an issuer cannot meet its obligations and due to currency fluctuations. The duration indicates the approximate percentage value change of the portfolio if the interest rate changes by 1%.

DoubleDividend Management B.V.
Herengracht 320
1016 CE Amsterdam

Tel. +31 (0)20 520 76 60
contact@doubledividend.nl
www.doubledividend.nl

Portfolio changes

Two new bonds were added to the portfolio in the past month. A bond from Danone in euros with a duration of 5 years and a yield of 2.4%; and a bond from Prosus in euros with a yield of 3.7% and an average duration of 6 years. The position in our Solis bond (renewable energy) has been increased.

Table: portfolio per building block

Building blocks	Range	Weight	Yield-to-worst	Duration
Government bonds developed markets	0-50%	12.3%	2.3%	7.1
Government bonds emerging markets	0-25%	8.7%	4.3%	13
Corporate bonds investment grade	0-50%	38.0%	3.6%	8.2
Corporate bonds high yield	0-25%	23.6%	5.3%	4.6
Microfinance	0-25%	1.7%	4.2%	1.6
Other	0-25%	14.1%	4.9%	6.1
Cash	0-25%	1.6%	-0.7%	0.0
Total		100%	4.0%	6.9

Source: DoubleDividend

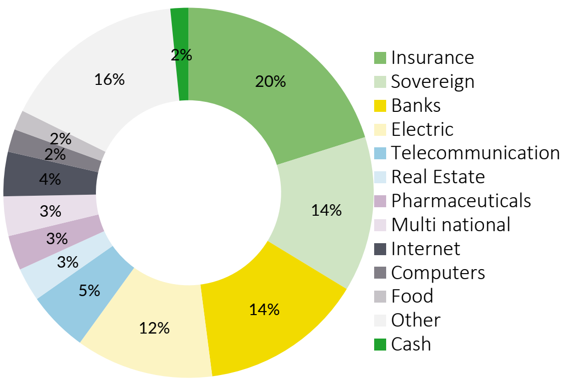
Team DoubleDividend

DoubleDividend Management B.V.
Herengracht 320
1016 CE Amsterdam

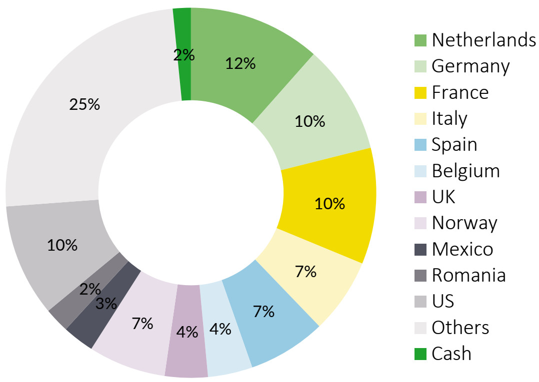
Tel. +31 (0)20 520 76 60
contact@doubledividend.nl
www.doubledividend.nl

Appendix: portfolio characteristics

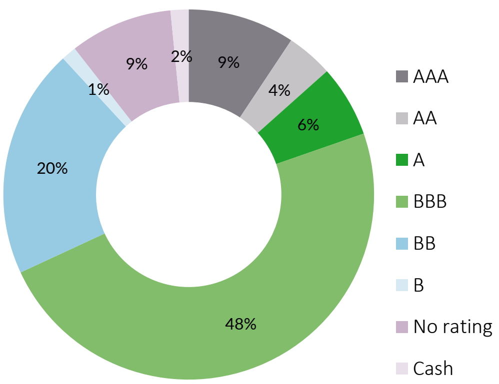
Distribution per sector (GICS)



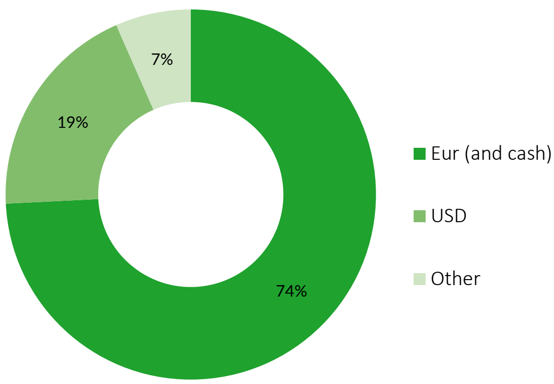
Distribution per country of origin



Distribution per rating



Distribution per currency



DoubleDividend Management B.V.
Herengracht 320
1016 CE Amsterdam

Tel. +31 (0)20 520 76 60
contact@doubledividend.nl
www.doubledividend.nl