

## DD ALTERNATIVE FUND

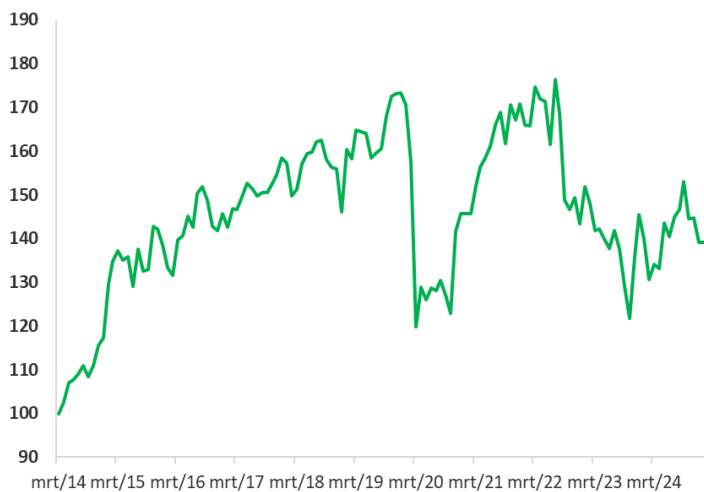
## Monthly report January 2025

**Profile**

DD Alternative Fund N.V. (DDAF or DD Alternative Fund) is an actively managed global equity fund that invests in alternative investment categories, including in particular companies that invest in real estate and infrastructure. DDAF invests in at least twenty companies that meet our quality investment criteria. At DDAF, the analysis on sustainability and financial aspects is fully integrated. The fund aims for a net return of 7%\* per year in the long term and has no benchmark. The fund is traded daily.

**Return class B\***

DD Alternative Fund achieved a return of -0.0% (class B) over the month of January 2025. This brings the net asset value per share to €26.07.



\* The value of your investment may fluctuate. Past performance is no guarantee for future results

**Fund information****Key facts**

Fund size	€ 27.9 mln
# shares A	208,431
# shares B	618,936
# shares C	251,056
Net asset value A*	€ 24.65
Net asset value B*	€ 26.07
Net asset value C*	€ 26.35
# positions	51

**Costs**

Management fee A	1.20%
Management fee B	0.70%
Management fee C	0.50%
Overige kosten**	0.43%
Op- en afslag	0.25%

**Other**

Start date	Class A: May 2005 Class B: January 2015 Class C: January 2020
Manager	DoubleDividend Management B.V.
Status	Open-end, dagelijks
ISIN (A)	NL0009445915
ISIN (B)	NL0010949350
ISIN (C)	NL0014095119
Benchmark	None
Currency	Euro

**Risk monitor**

\* per share

\*\* estimated



This is a publicity notice. This information does not provide sufficient basis for an investment decision. Therefore, please read the DD Alternative Fund N.V. Fund's Key Information Document and prospectus for more information on, investment policy, risks and the impact of costs on the amount of your investment and expected return before making an investment decision. These are available on DoubleDividend Management B.V.'s website ([www.doubledividend.nl](http://www.doubledividend.nl)). DoubleDividend Management B.V. is manager of DD Alternative Fund N.V. and is licensed as manager and supervised by the Netherlands Authority for the Financial Markets. The net asset value has not been audited by an external auditor.

**Table: monthly total return in % (after costs, dividend included) \***

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Total
2012	1.53	2.02	4.59	-3.24	-2.34	1.51	3.09	-0.18	1.49	2.56	0.48	-0.02	<b>11.81</b>
2013	0.83	0.72	-1.41	4.38	1.39	-7.59	2.56	-1.31	3.14	2.61	-0.81	-0.67	<b>3.35</b>
2014	-0.47	5.76	-1.86	2.69	4.37	0.54	1.24	1.66	-2.20	2.36	4.13	1.48	<b>21.18</b>
2015	10.58	3.96	1.72	-1.51	0.52	-4.86	6.54	-3.70	0.32	7.37	-0.40	-2.56	<b>18.13</b>
2016	-3.76	-1.28	6.08	0.71	3.13	-1.62	5.37	1.01	-1.97	-4.02	-0.70	2.66	<b>5.13</b>
2017	-2.14	3.02	-0.13	2.01	2.08	-0.83	-1.11	0.45	0.11	1.32	1.34	2.44	<b>8.74</b>
2018	-0.74	-4.78	1.03	3.91	1.37	0.32	1.40	0.29	-2.75	-1.15	-0.21	-6.35	<b>-7.82</b>
2019	9.85	-1.37	4.20	-0.25	-0.27	-3.32	0.67	0.65	4.62	2.61	0.42	0.02	<b>18.63</b>
2020	-1.55	-7.63	-23.87	7.51	-2.27	2.09	-0.42	1.90	-2.56	-3.42	15.36	2.84	<b>-15.88</b>
2021	0.03	-0.08	4.41	2.80	1.41	1.66	2.96	1.82	-4.23	5.47	-2.10	2.28	<b>17.27</b>
2022	-2.82	-0.22	5.37	-1.50	-0.32	-5.77	9.24	-4.36	-11.79	-1.43	1.80	-4.04	<b>-16.12</b>
2023	6.02	-2.63	-4.17	0.34	-1.64	-1.61	2.95	-2.99	-6.18	-5.63	11.63	7.02	<b>1.47</b>
2024	-3.85	-6.62	2.67	-0.74	7.86	-2.19	3.25	1.12	4.35	-5.51	0.18	-3.90	<b>-4.32</b>
2025	-0.03												<b>-0.03</b>

\* The fund was repositioned in 2020 and has since invested in both real estate and (sustainable) infrastructure. From 2015 Class B shares returns are used. The value of your investment may fluctuate. Results achieved in the past do not provide any guarantees for the future. As a result, you may lose all or part of your investment. You can read more about the risks in the Fund's Key Information Document and prospectus.

## Developments in the market and portfolio

Real estate stocks had a good start to the year. The global EPRA Index ended the month 1% higher, mainly due to the strong performance of European real estate companies (+2.7%). The European listed real estate market benefited from the expectation that the ECB will further reduce the policy rate this year. Last month, the ECB lowered the policy rate for the fifth time in eight months by 0.25% to 2.75%. The expectation is that the rate will be further reduced in two to three steps this year to around 2% now that the economic growth of Germany and France, among others, has stagnated and concerns about inflation in Europe have faded more into the background. However, the sustainable infrastructure sector had a hard time last month. The Renewable Energy Producers Index closed the month with a loss of 3.3% (measured in euros). Despite rising energy prices, the sector continues to suffer from the anti-sustainable policy initiated by Trump. The DD Alternative Fund closed January virtually unchanged.

## Largest positive and negative contribution last month

Eurocommercial Properties made the largest contribution to the result in January. The retail investor has been doing well for years and last month paid an interim dividend of €0.68 per share. Eurocommercial Properties is expected to pay out another €1.10 per share in the summer, bringing the dividend yield for 2025 to almost 7.6% (based on the closing price in January). Prologis also had a very good start to the new year after good annual figures. Cellnex, the largest position with a weighting of 4.4%, announced that it will start a share buyback program of €800 million this year and increased in value by 6.2% last month.

The top 5 losers in January consisted entirely of companies focused on sustainable infrastructure. China Longyuan was one of the big winners last year, but had to give up 12% last month without any clear cause. Boralex and EDP Renovavais were affected by Trump's announcement that he would no longer grant new permits for the construction of offshore wind farms. Since developers of offshore wind energy need permission from the federal government, this is a serious treat and setback for the sector. EDP Renovavais in particular had big plans for the development of wind farms in the US, but Boralex also planned to spread its activities more with the addition of offshore wind parks. Although Trump's policy does not bode well for sustainability, American companies and regional governments continue to focus on further sustainability of the energy supply.

**Table: top 5 contribution to result (in €) in 2024**

Top 5 highest contribution			Top 5 lowest contribution		
Eurocommercial Prop (NL)	9.5%	0.3%	China Longyuan (Chi)	-11.8%	-0.3%
Prologis (US)	12.4%	0.3%	Boralex (Can)	-11.0%	-0.3%
Cellnex (Spa)	6.2%	0.3%	EDP Renovavais (Por)	-10.0%	-0.2%
Grenergy (Spa)	9.3%	0.3%	Innergex (Can)	-10.5%	-0.2%
Xior (Bel)	8.9%	0.2%	TRIG (UK)	-9.4%	-0.2%

Source: DoubleDividend/Bloomberg

## Portfolio changes

We have reduced the weightings of Aberdeen Logistics, Aquila, Prologis and Prysmian somewhat. Voltalia has been sold completely due to the deteriorating outlook. Advanced Drainage Systems and Xylem have been newly added to the portfolio.

Xylem is a leading company in the field of water technology within the entire water cycle. The company offers sustainable solutions for the collection, transport, treatment and reuse of water. With an annual turnover of more than \$ 8 billion and a market share of approximately 10%, Xylem is one of the largest players in this field. Customers are mainly utilities and industrial companies. Water management is a huge growth market and is becoming increasingly important due to the increased risks from climate change and the growth of the world population. Due to the increased demand for water solutions, Xylem expects organic growth of 4 to 6 percent per year. In addition, the company regularly makes both small and large acquisitions. Combined with slightly better margins, Xylem expects this to drive earnings per share growth of at least 12% per year in the coming years.

Advanced Drainage Systems (ADS) also focuses on the water sector, but as a supplier of drainage solutions for infrastructure, commercial, residential and agricultural sectors. ADS started out as a company that drained agricultural water, but now offers water management solutions to communities across America. ADS designs, manufactures and sells thermoplastic pipes, plastic leak chambers and septic tanks. ADS is the largest manufacturer of high-density polyethylene pipes in the US and one of the largest plastic recyclers in North America. ADS has a good long-term track record, but the share price took a dive last year after some disappointing sales and profit figures. This has created a good entry point. Earnings growth is somewhat lower than Xylem, but this is offset by a lower valuation.

**Table: top 10 positions in portfolio per end month**

Company and weights			
Cellnex (Spa)	4.4%	I-RES (Ire)	2.9%
Eurocommercial Prop (NL)	3.4%	Vonovia (Ger)	2.8%
Greencoat Renewables (Ire)	3.4%	Shurgard (Bel)	2.8%
Inwit (Ita)	3.2%	LEG (Ger)	2.7%
Grenergy Renewables (Spa)	3.0%	Xior (Bel)	2.7%

Source: DoubleDividend

## Team DoubleDividend

## Annex: portfolio characteristics

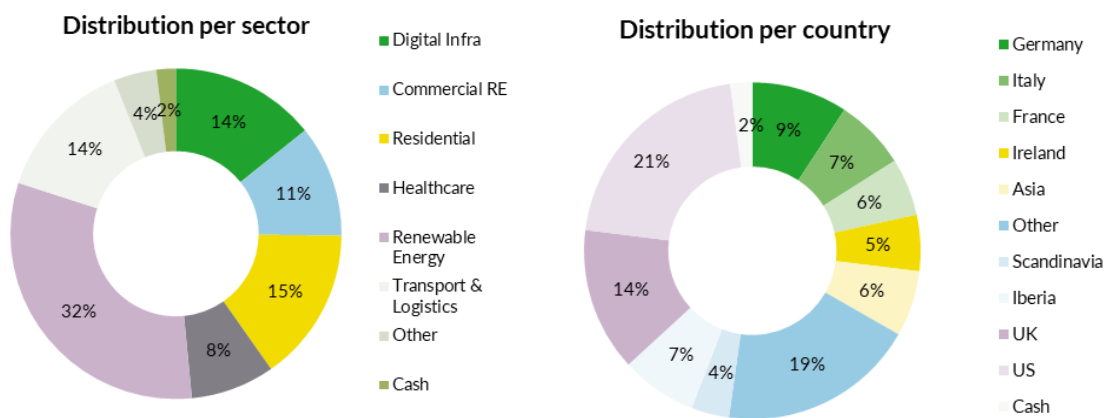
The table below shows the main characteristics of the portfolio. The cash flow yield indicates how much cash a company generates per share, expressed as a percentage. The dividend yield is the dividend yield of the current year divided by the current price (closing price of the month).

The VAR (Value At Risk) shows the maximum loss of the portfolio on an annual basis with 95% certainty based on Monte Carlo simulation. The standard deviation is a statistical measure for the distribution of the returns around the mean.

Table: Characteristics DDAF per month end

Valuation		Risk	
Cashflow yield, current	8.2%	VAR (Monte Carlo, 95%, 1-year)	22.3%
Dividend yield, current	4.6%	Standard deviation	13.6%

Source: DoubleDividend/Bloomberg



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