## Rothschild & Co WM SICAV SIF

# Mosaique Balanced CHF X

### Monthly factsheet

November 2023

## Portfolio manager's commentary

### Portfolio thrives in a rapidly increasing market

November marked a significant market recovery owing to the developed economies' continued disinflation and economic resiliency. Global stocks recorded their strongest month in three years in a broad-based rally that saw cyclical sectors outperform. With the exception of the energy sector, which experienced a decline as a result of the US supply of oil rising and the noncompliance of OPEC+ members with output limitations, almost every sector saw robust performance. Similarly in fixed income, government bond yields fell sharply from their October highs.

In this environment the portfolio recorded very solid returns, resuming the positivity after a brief paring back over the last three months.

In portfolio activity we added Richemont, the industry leader in the hard luxury market within the consumer discretionary sector. Furthermore, a sizeable portion of the company's earnings come from its two iconic brands, Cartier and Van Cleef & Arpels, which dominate the jewellery industry. The inclusion of Richemont augments the exposure to equities in general and Switzerland in particular. We decided to introduce the stock after a significant correction presented a compelling entry point.

For more on our latest views, please visit our **Wealth Insights** page and our Notes from the Manager update in the latest Mosaique Insights publication which is available upon request.

### Fund details

**Legal structure**
SICAV SIF

**Domicile**
Luxembourg

**Portfolio manager**
Rothschild & Co Bank AG, Zurich

**Management company**
Rothschild & Co Investment Managers SA

**Fund administrator**
Northern Trust Global Services Limited, Luxembourg Branch

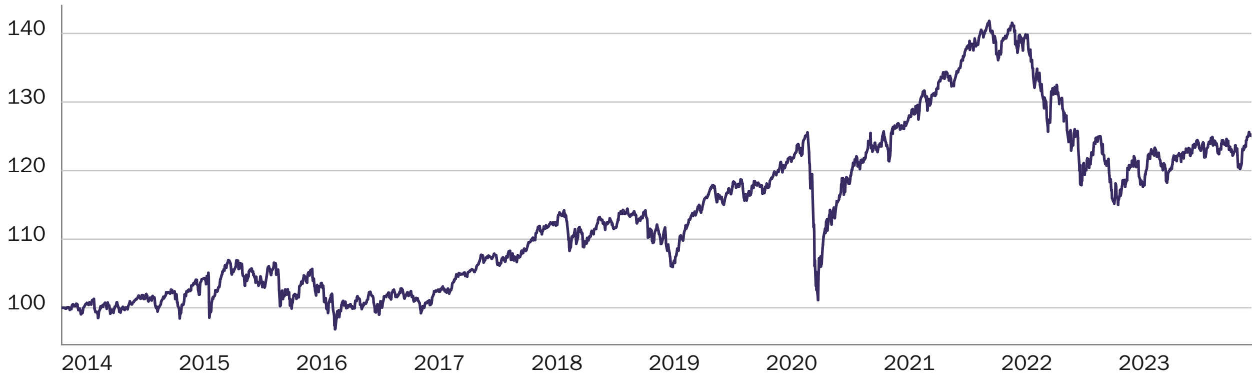
**Depositary bank**
Northern Trust Global Services Limited, Luxembourg Branch

**Inception date**
14 October 2013

**Fiscal year end**
31 December

**Liquidity**
Daily (trading cut-off 15:00 CET)

## Fund performance




## Performance table

| | MTD | YTD | 1 year | 3 years | 5 years |
|---|---|---|---|---|---|
| Mosaique Balanced CHF X | 3.30% | 5.97% | 2.44% | -1.29% | 12.43% |

## Monthly Performance table

| | Jan. | Feb. | Mar. | Apr. | May | Jun. | Jul. | Aug. | Sep. | Oct. | Nov. | Dec. | YTD |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| 2023 | 3.87% | -2.06% | 1.27% | 0.70% | 0.53% | 0.52% | 0.82% | -0.27% | -1.05% | -1.64% | 3.30% | | 5.97% |
| 2022 | -3.72% | -2.94% | 0.75% | -2.55% | -1.80% | -4.92% | 3.95% | -2.16% | -5.13% | 3.01% | 2.91% | -3.33% | -15.30% |
| 2021 | -0.44% | 1.01% | 2.48% | 1.27% | 0.57% | 2.56% | 0.37% | 2.04% | -2.91% | 1.65% | -0.82% | 0.85% | 8.84% |
| 2020 | 0.73% | -3.90% | -8.46% | 5.58% | 2.34% | 1.94% | 1.55% | 2.97% | -0.24% | -1.72% | 4.39% | 1.04% | 5.53% |
| 2019 | 3.77% | 2.29% | 1.09% | 2.85% | -2.24% | 1.46% | 0.99% | -0.32% | 0.08% | 0.81% | 1.94% | 0.19% | 13.56% |

## Portfolio holdings

| Money Market & Short Term Bonds | 0.96% |
|---|---|
| Money Market | 0.96% |

| Fixed Income | 38.85% |
|---|---|
| Single Bonds | 29.32% |
| Vanguard Emerging Markets Bond Fund CHF hedged | 2.07% |
| R-co Conviction Credit Euro Fund | 1.99% |
| Schroder Euro Credit Conviction | 1.61% |
| iShares USD High Yield Corp Bond UCITS ETF Hedged CHF | 1.35% |
| Muzinich Europeyield Fund | 1.34% |
| Vontobel Emerging Markets Corporate Bonds | 1.18% |

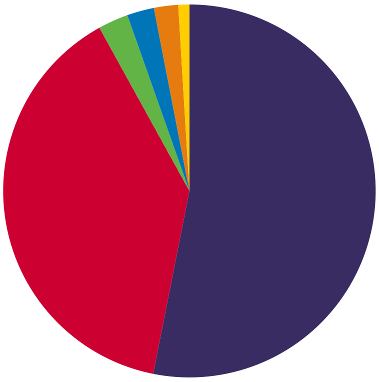
| Hybrid Instruments | 2.35% |
|---|---|
| Cert GS QSP Dynamic Hedging Strategy | 1.46% |
| Cert BNP Paribas Iss 2023-02.06.25 on CSI300 Index, CSI500 Index | 0.88% |
| Citigroup put on MSCI World 15.12.2023 | 0.01% |

| Commodities | 2.10% |
|---|---|
| Swiss Physical Gold Plus Fund | 2.10% |

| Alternative Strategies | 2.62% |
|---|---|
| Atropos CatBond | 1.75% |
| One River Dynamic Convexity Fund | 0.88% |

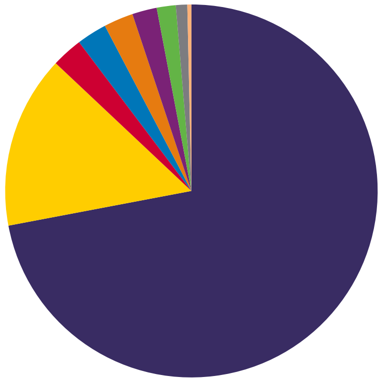
| Equities | 53.12% |
|---|---|
| **Blended** | |
| LongRun Equity Fund | 5.07% |
| iShares MSCI ACWI UCITS ETF | 2.02% |
| iShares MSCI World Health Care Sector ESG UCITS ETF | 1.25% |
| **CH** | |
| Nestle | 3.16% |
| Novartis | 2.87% |
| LongRun Swiss Small & Mid Cap Fund | 2.48% |
| Roche | 1.75% |
| Zurich Insurance | 1.44% |
| Partners Group | 1.21% |
| iShares Core SPI ETF | 1.07% |
| Sika | 0.83% |
| Richemont | 0.73% |
| Sonova | 0.52% |
| **North America** | |
| Microsoft | 2.26% |
| SPDR S&P U.S. Energy Select Sector UCITS ETF | 1.48% |
| Visa | 1.37% |
| Adobe | 1.23% |
| Costco Wholesale Corp | 1.22% |
| Amazon.com | 1.20% |
| Alphabet | 1.19% |
| S&P Global | 1.15% |
| Apple | 1.09% |
| Linde | 1.09% |
| Canadian Pacific Kansas City | 0.94% |
| JPMorgan Chase & Co | 0.93% |
| Invesco S&P 500 Equal Weight Technology ETF | 0.83% |
| United Health | 0.81% |
| Danaher | 0.77% |
| Comcast | 0.67% |
| Intuitive Surgical | 0.63% |
| Nike | 0.58% |
| Morgan Stanley | 0.51% |
| Veralto Corp | 0.09% |
| **EM Asia** | |
| Veritas Asian Fund | 2.15% |
| JPM Global Emerging Markets UCITS ETF ESG Screened | 0.88% |
| **Japan** | |
| MSCI Japan Socially Responsible UCITS ETF | 1.46% |
| **Euro Area and Nordics** | |
| Safran | 0.90% |
| ASML | 0.85% |
| LVMH | 0.72% |
| **UK** | |
| RELX plc | 0.89% |
| London Stock Exchange | 0.85% |

## Asset allocation



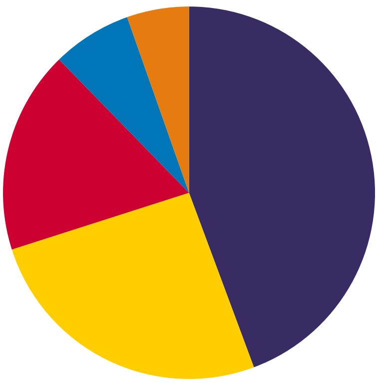
| | |
|---|---|
| Equities | 53.12 % |
| Fixed Income | 38.85 % |
| Alternative Strategies | 2.62 % |
| Hybrid Instruments | 2.35 % |
| Commodities | 2.10 % |
| Money Market | 0.96 % |

## Currency allocation



| | |
|---|---|
| CHF | 72.02 % |
| USD | 14.99 % |
| EUR | 2.69 % |
| EM Asia | 2.61 % |
| Other | 2.56 % |
| GBP | 2.14 % |
| JPY | 1.65 % |
| CAD | 0.99 % |
| HKD | 0.35 % |

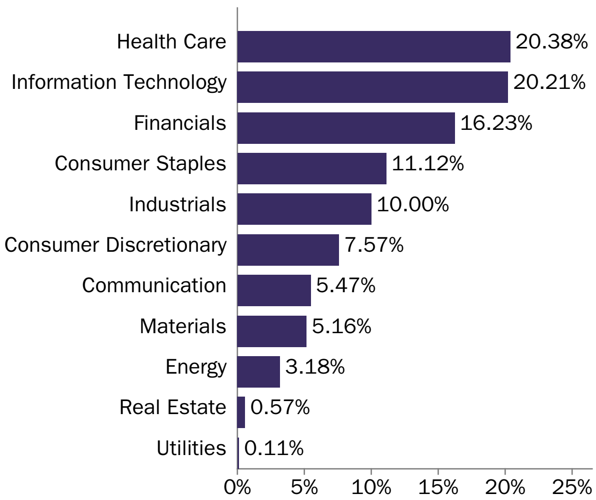
## Fixed income ratings



| | |
|---|---|
| A+ to BBB- | 44.33 % |
| AAA to AA- | 25.75 % |
| Blended | 17.62 % |
| High yield bonds | 6.91 % |
| Other fixed-income | 5.40 % |

*Percentages may not sum to 100% due to rounding*

## Equity sectors



## Risk profile

### Main investment objectives

Long-term return on invested capital by investing in a roughly equal combination of bonds mainly denominated in CHF and a well-diversified equity portfolio.

### Minimum recommended investment period

5 years

Low risk
*Lower potential gain*

High risk
*Higher potential gain*

| 1 | 2 | 3 | **4** | 5 | 6 |
|---|---|---|---|---|---|

### Risk level

Moderate

### Sharpe ratio

0.30

### Maximum loss

-8.46%

### Annualized volatility

7.34%

## Share classes

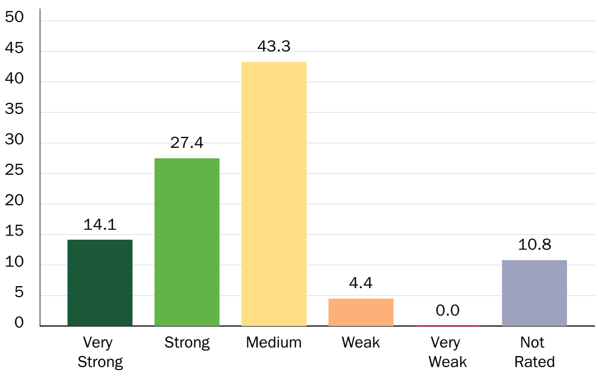
| ISIN | Currency | Distribution policy | Share class | Management fee (%) | TER* (%) | NAV as of 30/11/2023 |
|---|---|---|---|---|---|---|
| LU0974742065 | CHF | ACC | Acc A | 1.30 | 1.47 | 109.74 |
| LU0974744780 | CHF | ACC | Acc X | 0.00 | 0.16 | 125.07 |
| LU0974747965 | CHF | INC | Inc A | 1.30 | 1.47 | 109.82 |
| LU0974753005 | CHF | INC | Inc X | 0.00 | 0.16 | 118.58 |

*The Total Expense Ratio (TER) is a measure of a portfolio's annual expenses, fees and charges. It does not include the transaction costs or the costs incurred in any underlying funds.

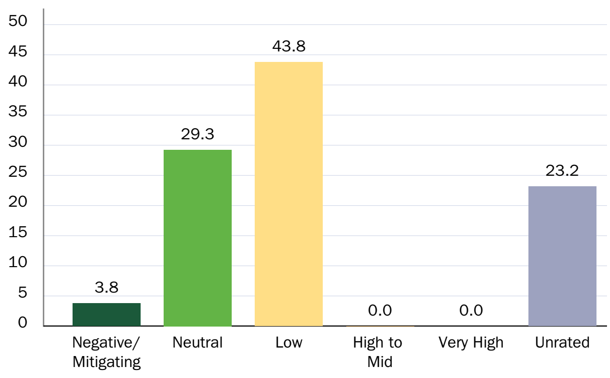
## ESG portfolio characteristics

| | | | |
|---|---|---|---|
| **Portfolio ESG track record** | Strong | **Portfolio carbon exposure** | Neutral |
| **MSCI average rating** | AA | **Average $CO_2$ sales intensity** | 111.33 |

**ESG - Position distribution**




**Carbon - Position distribution**




## Largest positions

| Name | Product Type | Weight | ESG track record | MSCI ESG rating | Carbon exposure risk | $CO_2$ sales intensity |
|---|---|---|---|---|---|---|
| Nestle | Stock | 3.21 | Medium | A | Low | 39.20 |
| Novartis | Stock | 2.93 | Strong | AA | Low | 9.40 |
| LongRun Swiss Small & Mid Cap Fund | Equity Fund | 2.26 | Unrated | Unrated | Unrated | 0.00 |
| Veritas Asian Fund | Equity Fund | 2.20 | Medium | A | Low | 83.45 |
| Swiss Physical Gold Plus Fund | Phys | 2.19 | Unrated | Unrated | Unrated | 0.00 |
| Microsoft | Stock | 2.16 | Very Strong | AAA | Negative / mitigating | 32.90 |
| Vanguard Emerging Markets Bond Fund CHF hedged | Fixed Income Fund | 2.08 | Weak | BB | Mid to high | 1'472.70 |
| R-co Conviction Credit Euro Fund | Fixed Income Fund | 2.01 | Medium | A | Low | 115.54 |
| iShares MSCI ACWI UCITS ETF | ETF | 1.99 | Medium | A | Low | 132.24 |
| Atropos CatBond | Hedge Fund | 1.84 | Unrated | Unrated | Unrated | 0.00 |

**Remarks**

• The ESG track record and the MSCI ESG Rating measure how well a company performs on environmental, social and governance issues compared to other companies (peers) in the same industry. The importance of the 3 different factors varies by industry. Companies with a below average ESG track record / MSCI ESG Rating are considered riskier since they are more likely to be impacted by factors such as controversies, new social and environmental regulations, bad reputation, litigation risk, poorly motivated work force and financial mis-management.

• The Carbon Exposure Risk measures the probability and severity that a company is negatively impacted by climate change. Climate change exposure can be physical, for example through extreme heat or flooding, policy related, for example through the introduction of a carbon tax, or technological, for example through competitors developing greener products. The risk is a function of the company's exposure to climate change and of how well the company is managing that exposure.

• The CO2e Sales Intensity measures how much CO2 equivalents are emitted by a company per USD 1 million sales in the most recent reporting year as reported by MSCI ESG Research. The emissions are direct emissions generated by sources owned or controlled by the company and those from the generation of purchased energy.

• The ESG distributions in the charts exclude money market and derivative positions such as foreign currency forwards.

## Important information

All performance data refers to share class Acc X.

Source: Rothschild & Co and Bloomberg

Sharpe ratio: Sharpe Ratio is the statistical measure of excess portfolio return over the risk-free rate relative to its standard deviation.

Annualized Volatility: Annualized Volatility is the measure of return dispersion for an asset over twelve month since inception.

Maximum Loss: This is the largest monthly drop in the portfolio’s value during a given period. It is expressed as a percentage and reflects the fall in value during the time between the draw down peak (highest value) and the drawdown valley (lowest value).

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