Rothschild & Co WM SICAV SIF

Mosaique Balanced CHF X

Monthly factsheet

October 2023

Portfolio manager's commentary

Economic resilience fails to buoy markets

Stock markets fell for the third consecutive month, as broad-based weakness continued to underscore the narrowly led market: the 'Magnificent Seven' now account for almost all the global stock market's 7% year-to-date return. Meanwhile, in fixed income, government bond yields rose further, with the US 10-year treasury yield briefly rising above the 5% mark. Global equities declined by 3% in October (USD terms), global government bonds fell by 0.6% (USD, hedged terms)

In portfolio activity, we have switched our Rothschild & Co Gold Fund position into the Swiss Physical Gold Plus Fund (SPG+). SPG+ generates additional performance using an options overlay, making full use of allocated capital. This fund has a strong track record - outperforming gold by +1% per annum since its inception.

In fixed income, we have decided to transfer our entire investment from the Vontobel Emerging Markets Debt Fund to the Vanguard Emerging Markets Bond Fund. The heightened macroeconomic risks facing global bond markets prompted us to diversify our exposure to emerging market sovereign debt into a fund that reflects a closer alignment with the benchmark. The performance of the Vanguard fund has resulted in an attractive outperformance of its index over the past three years, and we believe this will contribute to the outperformance of our EM sovereign debt exposure within the portfolio.

In equities, we introduced Canadian Pacific Kansas City Limited (CP). CP is now the first and only railroad that connects the US, Canada and Mexico in a highly efficient way. This is most advantageous for CP as it can increase market share gains against trucking and other railroads amid faster and lower priced transport options for its customers. Furthermore, since the merger of Canadian Pacific Railway and Kansas City Southern in April 2023, synergies appear very compelling, driven by significant revenue opportunities. We financed this transaction by selling Canadian National Railway (CNR) in full and whilst we find both companies attractive, we have a higher conviction for CP.

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)

Rothschild & Co
Wealth Management

Fund performance

Performance table

	MTD	YTD	1 year	3 years	5 years
Mosaique Balanced CHF X	-1.64%	2.59%	2.06%	-0.24%	9.29%

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%			2.59%
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

Fixed Income	39.74%
Single Bonds	30.18%
Vanguard Emerging Markets Bond Fund CHF hedged	2.08%
R-co Conviction Credit Euro Fund	2.01%
Schroder Euro Credit Conviction	1.62%
Muzinich Europeyield Fund	1.35%
iShares USD High Yield Corp Bond UCITS ETF Hedged CHF	1.33%
Vontobel Emerging Markets Corporate Bonds	1.17%

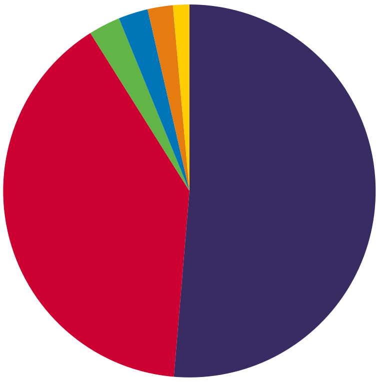
Hybrid Instruments	2.57%
Cert GS QSP Dynamic Hedging Strategy	1.59%
Cert BNP Paribas Iss 2023-02.06.25 on CSI300 Index, CSI500 Index	0.94%
Citigroup put on MSCI World 15.12.2023	0.03%

Commodities	2.19%
Swiss Physical Gold Plus Fund	2.19%

Alternative Strategies	2.75%
Atropos CatBond	1.84%
One River Dynamic Convexity Fund	0.91%

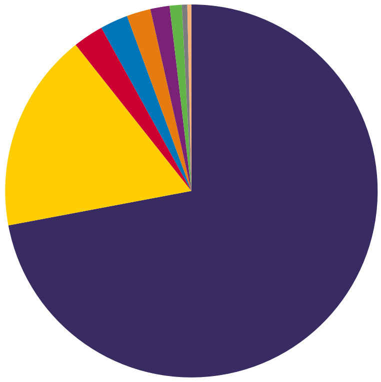
Equities	51.34%
Blended	
LongRun Equity Fund	4.90%
iShares MSCI ACWI UCITS ETF	1.99%
iShares MSCI World Health Care Sector ESG UCITS ETF	1.27%
CH	
Nestle	3.21%
Novartis	2.93%
LongRun Swiss Small & Mid Cap Fund	2.26%
Roche	1.78%
Zurich Insurance	1.45%
iShares Core SPI ETF	1.05%
Partners Group	1.03%
Sika	0.78%
Sonova	0.45%
EM Asia	
Veritas Asian Fund	2.20%
JPM Global Emerging Markets UCITS ETF ESG Screened	0.88%
North America	
Microsoft	2.16%
SPDR S&P U.S. Energy Select Sector UCITS ETF	1.61%
Visa	1.34%
Costco Wholesale Corp	1.22%
Alphabet	1.19%
Amazon.com	1.18%
Adobe	1.14%
Linde	1.07%
Apple	1.05%
S&P Global	1.04%
Canadian Pacific Kansas City	0.99%
JPMorgan Chase & Co	0.88%
United Health	0.84%
Invesco S&P 500 Equal Weight Technology ETF	0.78%
Danaher	0.72%
Comcast	0.71%
Nike	0.58%
Intuitive Surgical	0.56%
Morgan Stanley	0.49%
Veralto Corp	0.09%
Japan	
MSCI Japan Socially Responsible UCITS ETF	1.46%
Euro Area and Nordics	
Safran	0.86%
ASML	0.80%
LVMH	0.72%
UK	
RELX plc	0.86%
London Stock Exchange	0.82%

Asset allocation



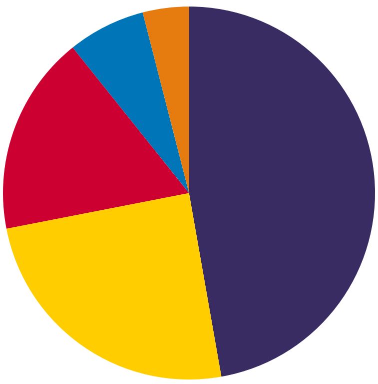
Equities	51.34 %
Fixed Income	39.74 %
Alternative Strategies	2.75 %
Hybrid Instruments	2.57 %
Commodities	2.19 %
Money Market	1.42 %

Currency allocation



CHF	72.04 %
USD	17.29 %
EM Asia	2.64 %
EUR	2.41 %
GBP	2.08 %
JPY	1.67 %
CAD	1.05 %
Other	0.47 %
HKD	0.35 %

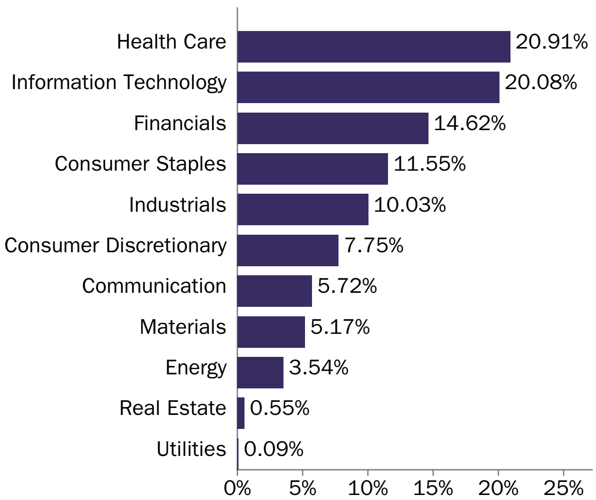
Fixed income ratings



A+ to BBB-	47.21 %
AAA to AA-	24.72 %
Blended	17.31 %
High yield bonds	6.74 %
Other fixed-income	4.01 %

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

0.26

Maximum loss

-8.46%

Annualized volatility

7.30%

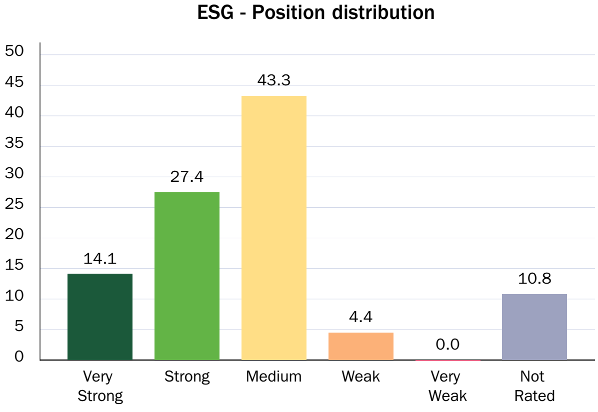
Share classes

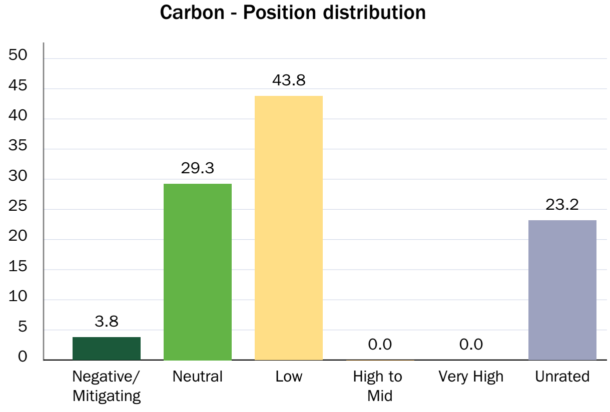
ISIN	Currency	Distribution policy	Share class	Management fee (%)	TER* (%)	NAV as of 31/10/2023
LU0974742065	CHF	ACC	Acc A	1.30	1.47	106.36
LU0974744780	CHF	ACC	Acc X	0.00	0.16	121.08
LU0974747965	CHF	INC	Inc A	1.30	1.47	106.43
LU0974753005	CHF	INC	Inc X	0.00	0.16	114.80

*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





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).

This document is issued by the Rothschild & Co WM SICAV SIF, a société anonyme incorporated under the laws of Luxembourg, on a strictly confidential basis to a limited number of potential investors, being "wellinformed investors" pursuant to the Luxembourg Law of February 13, 2007 relating to specialized investment funds, as amended (the "SIF Law"), who have indicated their potential interest for the Rothschild & Co WM SICAV SIF. This document does not constitute a personal recommendation or an offer or invitation to buy or sell securities or any other banking or investment product.

Further information and risk warnings on this Fund or other share classes or sub-funds of the SICAV-SIF may be found in the issue document, in the articles of association, in the annual report of the SICAV-SIF. The SICAV-SIF is subject to Luxembourg tax law. This may affect your personal tax situation. The value of investments, and the income from them,can go down as well as up, and you may not recover the amount of your original investment. Past performance should not be taken as a guide to future performance. Where an investment involves exposure to a foreign currency, changes in rates of exchange may cause the value of the investment, and the income from it, to go up or down.

The Fund may not be available in all jurisdictions and insome jurisdictions it may be available on a limited basis only, due to local regulatory and legal requirements. This document is not directed to, nor intended for distribution or use by, any person or entity in any jurisdiction or country where the publication or availability of this document or such distribution or use would be contrary to local law or regulation.