Rothschild & Co WM SICAV SIF

Mosaique Balanced CHF

Monthly factsheet

February 2023

Portfolio manager's commentary

Challenging month curbs positive start to the year

Major central banks continue to raise interest rates with further tightening ahead and this resulted in a difficult month for capital markets.

In February, we largely saw a retracement in the portfolio's performance from the fantastic January. This is exhibited in the stock and style selection. In stock picking, Adobe, Alibaba and Alphabet were amongst the largest detractors where they almost totally reversed their January gains. Also, sentiment was effervescent in January. In turn, it pushed our style preference for high quality, growth names, yet this month the market reacted toward value names. We see this as a reaction to sentiment.
Furthermore, the earnings season was mixed and profit margins continue to be troubled by inflation. Whilst these factors caused a slump in performance this month, we remain in positive territory for the year.

In portfolio activity, we took advantage of a strong market run in January to trim some Microsoft and Alphabet and create some "dry powder".

Finally in Fixed Income, we decided to complete the transition from the Muzinich Global Short Duration IG fund (Muzinich GSD) into the R-co Conviction Credit EUR fund (R-co Credit). Yields continued to push up across the interest rate curve in all major currencies. Previously, when yields were low it was advantageous to hold the Muzinich GSD and keep this shorter duration position. Following the strong move up in yields, it has served its purpose in the portfolio. Thus, we decided to invest the capital at higher yields, where we believe we can benefit from slightly lengthening the duration of the portfolio.

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, Luxembourg

Fund administrator
Northern Trust, Luxembourg

Depositary bank
Northern Trust, Luxembourg

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	-2.06%	1.73%	-7.80%	2.24%	8.32%

Monthly Performance table

	Jan.	Feb.	Mar.	Apr.	May	Jun.	Jul.	Aug.	Sep.	Oct.	Nov.	Dec.	YTD
2023	3.87%	-2.06%											1.73%
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	1.90%
Money Market	1.90%

Fixed Income	38.55%
Single Bonds	28.81%
Vontobel Emerging Markets Debt Fund	2.01%
R-co Conviction Credit Euro Fund	1.99%
Schroder Euro Credit Conviction	1.63%
Vontobel Emerging Markets Corporate Bonds	1.39%
iShares USD High Yield Corp Bond UCITS ETF Hedged CHF	1.36%
Muzinich Europeyield Fund	1.35%

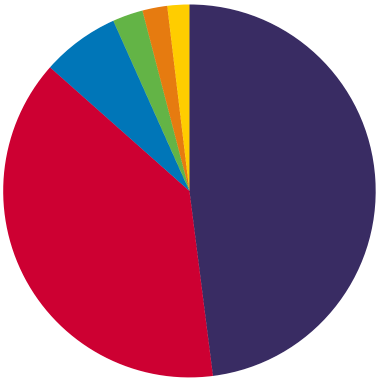
Hybrid Instruments	6.76%
6.59% UBS Jersey (Exp.17.05.23) on FESX/Nikkei225/S&P500/SMI	1.74%
Cert Raiffeis Switzerland (Exp.02.10.23) on MSCI ESG Basket	1.69%
Cert Morgan Stanley (Exp.02.08.23) on Nikkei225/SMI/S&P500/ESTX50	1.68%
Dispersion Cert BNP Paribas Iss (Exp.14.04.23) on Equities	1.62%
Wts Goldman Sachs 16.06.2023 Put on MSCI World USD	0.04%

Commodities	2.16%
Rothschild & Co Gold Fund	2.16%

Alternative Strategies	2.64%
Atropos CatBond	1.70%
One River Dynamic Convexity Fund	0.94%

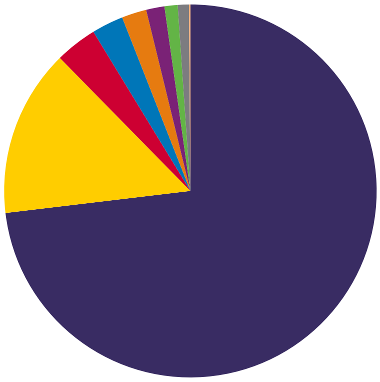
Equities	47.98%
Blended	
LongRun Equity Fund	4.32%
iShares MSCI World Health Care Sector ESG UCITS ETF	1.33%
CH	
Nestle	3.51%
Novartis	2.77%
Roche	2.69%
Cert ZKB on Rothschild & Co Swiss Small and Mid Cap Conviction	1.71%
Zurich Insurance	1.48%
iShares Core SPI ETF	1.12%
Partners Group	0.96%
Sika	0.95%
Geberit	0.70%
Sonova	0.47%
EM Asia	
Veritas Asian Fund	3.00%
JPM Global Emerging Markets UCITS ETF ESG Screened	0.93%
Alibaba	0.46%
North America	
Microsoft	1.71%
SPDR S&P U.S. Energy Select Sector UCITS ETF	1.48%
Visa	1.30%
Costco Wholesale Corp	1.15%
S&P Global	1.06%
Linde	1.01%
Apple	0.97%
Canadian National Railway	0.96%
JPMorgan Chase & Co	0.95%
Alphabet	0.94%
Danaher	0.91%
Invesco S&P 500 Equal Weight Technology ETF	0.81%
United Health	0.79%
Adobe	0.77%
Nike	0.70%
Morgan Stanley	0.67%
Comcast	0.66%
Amazon.com	0.58%
Japan	
MSCI Japan Socially Responsible UCITS ETF	1.45%
UK	
London Stock Exchange	1.07%
Euro Area and Nordics	
ASML	0.83%
LVMH	0.79%

Asset allocation



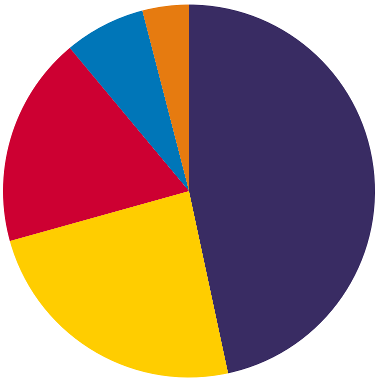
Equities	47.98 %
Fixed Income	38.55 %
Hybrid Instruments	6.76 %
Alternative Strategies	2.64 %
Commodities	2.16 %
Money Market	1.90 %

Currency allocation



CHF	73.11 %
USD	14.53 %
EM Asia	3.64 %
Other	2.75 %
EUR	2.15 %
JPY	1.59 %
GBP	1.14 %
CAD	0.97 %
HKD	0.12 %

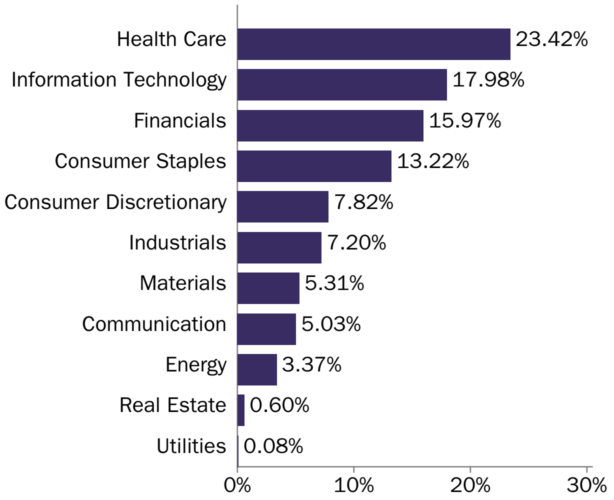
Fixed income ratings



A+ to BBB-	46.63 %
AAA to AA-	24.06 %
Blended	18.25 %
High Yield Bonds	7.03 %
Other fixed-income	4.04 %

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

0.29

Maximum loss

-8.46%

Annualized volatility

7.51%

Share classes

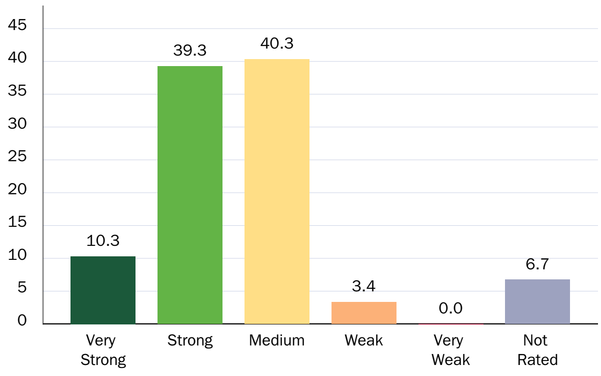
ISIN	Currency	Distribution policy	Share class	Management fee (%)	TER* (%)	NAV as of 28/02/2023
LU0974742065	CHF	ACC	A	1.30	1.47	106.39
LU0974744780	CHF	ACC	X	0.00	0.16	120.06
LU0974747965	CHF	INC	A	1.30	1.47	106.46
LU0974753005	CHF	INC	X	0.00	0.16	114.51

*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.

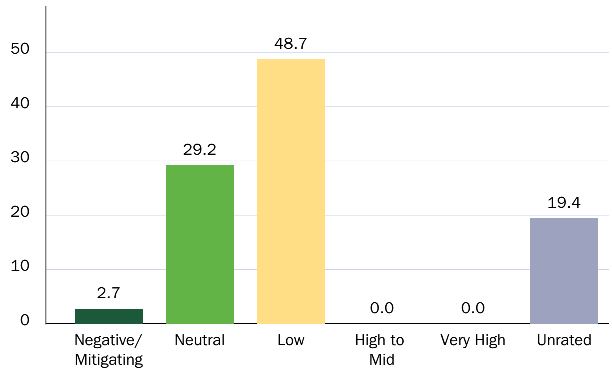
ESG portfolio characteristics

Portfolio ESG track record	Strong	**Portfolio carbon exposure**	Neutral
MSCI average rating	AA	**Average CO_2 sales intensity**	107.57

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	3.51	Strong	AA	Low	52.10
Veritas Asian Fund	Equity Fund	3.00	Medium	A	Neutral	60.64
Novartis	Stock	2.77	Strong	AA	Low	12.50
Roche	Stock	2.69	Medium	A	Low	5.90
Rothschild & Co Gold Fund	Phys	2.16	Unrated	Unrated	Unrated	0.00
Vontobel Emerging Markets Debt Fund	Fixed Income Fund	2.01	Weak	BB	Mid to high	846.18
R-co Conviction Credit Euro Fund	Fixed Income Fund	1.99	Medium	A	Low	127.38
6.59% UBS Jersey (Exp.17.05.23) on FESX/Nikkei225/S&P500/SMI	Strutured Product	1.74	Strong	AA	Low	79.65
Cert ZKB on Rothschild & Co Swiss Small and Mid Cap Conviction	Strutured Product	1.71	Strong	AA	Low	26.26
Microsoft	Stock	1.71	Very Strong	AAA	Negative / mitigating	29.00

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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