

Mosaïque Balanced USD

Rothschild & Co WM Fund (SICAV SIF)

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Wealth Management

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Values: All data as at 30th September 2024. Sources of charts and tables: Rothschild & Co and Bloomberg, unless otherwise stated. Past performance is not indicative of future performance and investments and the income from them can fall as well as rise. Fund performance is shown in US dollars, after all fees, in total return, combining income and capital growth. Returns may increase or decrease as a result of currency fluctuations.

Please ensure you read the Important Information section at the end of this document.

Fund manager's review

Global stock markets reached new highs in the third quarter, with broader participation across industry sectors compared with the tech-driven rally seen earlier in the year. Overall sentiment remained positive with central banks reducing interest rates, despite some mixed messages about the economic outlook.

PORTFOLIO PERFORMANCE

The portfolio ended the quarter positively and 2024 has been a positive year overall, garnering 0.8% and 7.0% respectively. Our asset allocation strategy, including an overweight position in equities and underweight in money markets, has proven effective. Additionally, our decision to lengthen duration in fixed income since last year has yielded favourable results. However, Q3 presented significant challenges, particularly in terms of security selection while the sector and regional calls in equities produced mixed results.

The stock selection was especially challenging due to some of our high conviction stocks facing some headwinds from either politics (such as Alphabet or ASML) or from general market skepticism (for example, Adobe). The difficult environment for our active selection was most pronounced in the Technology, Consumer Discretionary, and Communication Services. While our stock picks had previously offset the absence of high-performers (Nvidia) up until the end of Q2, this was no longer the case in Q3. The broadening of the market affected our portfolio, as previous drivers of performance like ASML and Alphabet became drags. Despite these challenges, we remain committed to our investment philosophy towards good quality business that have pricing power and can improve their competitive position within their industries during times of economic stress.

Turning to single stock performance, GE Aerospace (19%) was among the top performers this quarter as it continued its trend of exceeding expectations with orders

and revenue growth remaining robust, driven by high demand for aeroplane engines and spare parts. Additionally, sustained recovery in post-pandemic air travel and supply chain constraints in the broader industry, which increased demand for GE's products benefitted the company's performance. The market increasingly recognised GE Aerospace's strengths: Growing appreciation for the company's prospects as a pure-play aerospace business and a positive outlook on the company's ability to capitalise on industry trends.

Veralto's (18%) financial performance results, released in Q2, set a positive tone for stock performance this quarter with the market adjusting their expectations favourably to the company's strategic initiatives and forward-looking guidance. Furthermore, the company benefited from the market broadening trend.

On the other hand, some of our high conviction names found themselves at the end of the detractors, ASML (-20%) and Alphabet (-21%). Several factors influenced ASML's volatile performance, quarterly guidance came in below consensus estimates which spooked investors; concerns were raised surrounding geopolitical risks, particularly related to China sales and the stock suffered from the market's uncertainties on the semiconductor industry's cyclicality. Nevertheless, in broader context, the stock has demonstrated strong performance over a longer timeframe, year to date the stock is up almost 40%.

Alphabet also experienced downward revisions to its earnings estimates. Additionally, YouTube's ad revenue growth

Data sources: Rothschild & Co and Bloomberg

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Fund manager's review (continued)

slowed down, partly due to increased competition in the Connected TV ad market. The company's core search business, while still robust, faced challenges from emerging AI technologies. Despite strong overall financial performance and AI-driven innovations, investor concerns about stretched valuations and market concentration in tech stocks led to a sell-off.

Meanwhile, the fixed income market delivered another strong quarter: the Federal Reserve delivered its highly anticipated first cut. They kickstarted it with a 50bps cut declaring victory over the inflation fight with a further 75bps of cuts are currently priced before the year end. Furthermore, the 2Y10Y spread have flattened, widening around 15bps. Credit spreads have marginally tightened across the curve, both in the investment grade and high yield space, further supporting performance. We continue to favor a barbell approach in our positioning, owning high-quality paper combined with an element of higher yielder on the shorter end of the curve.

PORTFOLIO ACTIVITY

In July, we adjusted the portfolio with the addition of the iShares MSCI Global Semiconductors ETF, reflecting the semiconductor industry's significant market presence. This move was financed by selling the MSCI World Health Care ESG UCITS ETF.

August saw the addition of a new equity hedging product to the portfolios, replacing the previous hedge that expired in June 2024. This decision was made due to attractive volatility levels, mixed inflation across regions, and market expectations of future interest rate cuts.

No trades were undertaken in September.

Fund performance

At the end of the third quarter 2024, the performance stood at 3.9% QTD and 10.6% YTD.

CUMULATIVE PERFORMANCE SINCE INCEPTION (BASE 100)*



*Data represents total returns of the investment strategy over the period from 7 April 2017 to 30 September 2024.
The launch date of the Fund which implements this strategy was 7 April 2017.

PERFORMANCE TABLE (%)

	QTD	YTD	1 YEAR	3 YEARS	5 YEARS	SINCE INCEPTION
MOSAIQUE BALANCED USD X	3.9	10.6	19.7	10.9	39.4	62.4

MONTHLY PERFORMANCE TABLE (%)

	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	YTD
2024	0.8	1.4	1.6	-2.0	2.2	2.3	1.0	1.7	1.1				10.6
2023	4.7	-2.7	2.9	1.0	-0.9	2.3	2.1	-1.4	-2.9	-1.1	5.9	3.4	13.4
2022	-3.6	-2.4	0.7	-5.6	-0.0	-5.0	4.8	-2.8	-6.2	2.8	5.3	-1.9	-13.9
2021	-0.4	0.5	0.1	3.2	0.8	1.5	1.1	1.6	-2.7	3.0	-1.7	1.3	8.6
2020	0.6	-3.6	-8.9	6.8	3.1	2.6	4.2	4.4	-1.9	-1.2	5.7	1.9	13.2

Portfolio holdings

The objective of the fund is to generate capital growth over time, while maintaining a broad diversification through liquid securities.

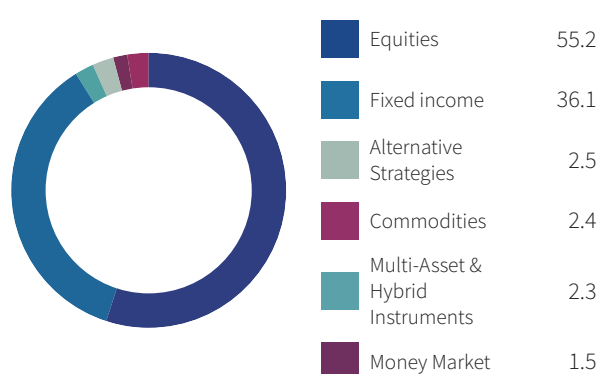
EQUITIES	55.2%	FIXED INCOME	36.1%
North America	29.5%	Investment Grade	30.5%
Microsoft	3.2%	Diversified USD Investment Grade Single Bonds	28.3%
Apple	2.5%	R-co Conviction Credit Euro Fund	2.3%
Alphabet	2.2%	High Yield	5.6%
SPDR S&P U.S. Energy Select Sector UCITS ETF	2.1%	Vanguard Emerging Markets Bond Fund USD hedged	2.1%
Amazon.com	2.1%	Muzinich Europeyield Fund USD-h	1.5%
Visa	1.6%	Vontobel Emerging Markets Corporate Bonds	1.2%
Linde	1.6%	iShares USD High Yield Corp Bond UCITS ETF	0.9%
S&P Global	1.5%		
Otis	1.5%	MULTI-ASSET & HYBRID INSTRUMENTS	2.3%
Costco Wholesale Corp	1.4%	Structured Products (Yield)	1.4%
JPMorgan Chase & Co	1.2%	Cert GS QSP Dynamic Hedging Strategy	1.4%
Progressive Corp	1.0%	Structured Products (Participation Certificate)	0.8%
Adobe	1.0%	Cert BNP Paribas Iss 2023-02.06.25 on CSI300 Index, CSI500 Index	0.8%
United Health	1.0%	Structured Products (Hedging)	0.1%
Canadian Pacific Kansas City	1.0%	Wts Goldman Sachs 20.06.2025 put on MSCI World	0.1%
Veralto Corp	0.9%		
GE Aerospace	0.9%	ALTERNATIVE STRATEGIES	2.5%
Intuitive Surgical	0.9%	Alternative Strategies	2.5%
Booking Holdings	0.8%	Atropos CatBond	1.7%
Thermo Fisher	0.8%	One River Dynamic Convexity Fund	0.7%
Danaher	0.7%		
Europe	7.0%	MONEY MARKET	1.5%
iShares MSCI EMU ESG Screened UCITS ETF	1.5%	Money Market	1.5%
ASML	1.2%	USD Liquidity	1.5%
RELX plc	1.0%		
Novo Nordisk	0.9%	COMMODITIES	2.4%
London Stock Exchange	0.9%	Gold	2.4%
LVMH	0.8%	Swiss Physical Gold Plus Fund	2.4%
L'Oreal	0.7%		
Emerging Markets	4.5%		
Veritas Asian Fund	2.6%		
JPM Global Emerging Markets UCITS ETF ESG Screened	1.8%		
Global	11.8%		
LongRun Equity Fund	5.4%		
GS Participation Tracker on MSCI ACWI	3.0%		
Amundi S&P Global Communication Services ESG UCITS ETF	0.6%		
iShares MSCI Global Semiconductors UCITS ETF	1.7%		
iShares MSCI ACWI UCITS ETF	1.0%		
Japan	2.4%		
JPMorgan Japan REI Equity (ESG) UCITS ETF	1.7%		
SPDR MSCI Japan UCITS ETF	0.7%		

Percentages may not sum to 100% due to rounding.

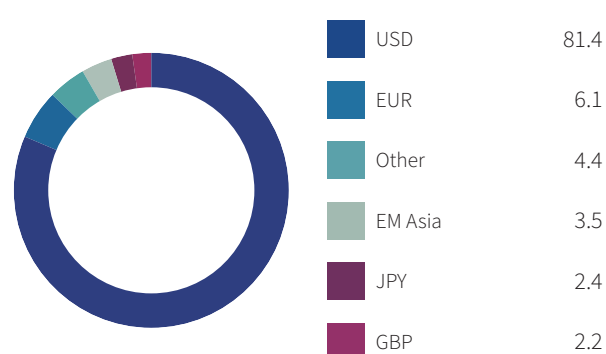
Fund allocation

The Fund invests in equities, equity-related securities, fixed income securities, alternative strategies, commodities and money market instruments.

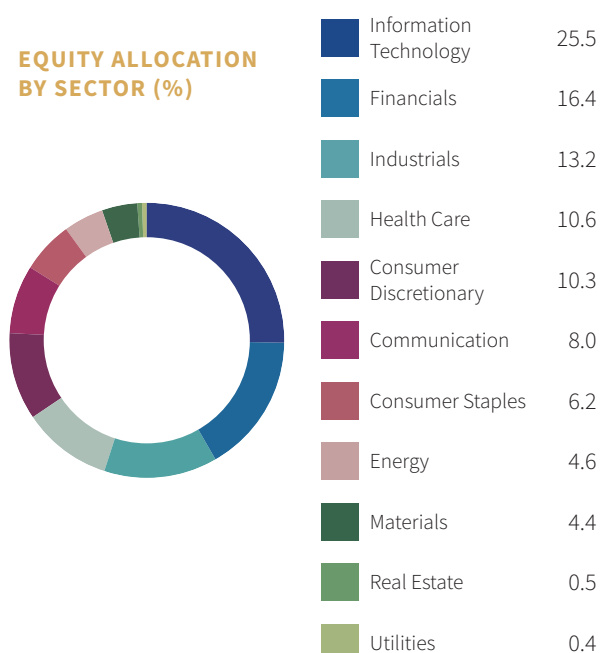
FUND HOLDINGS BY ASSET CLASSES (%)



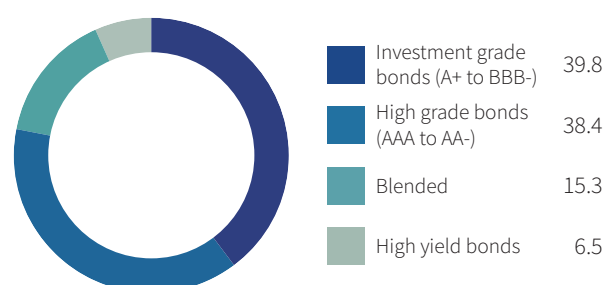
FUND ALLOCATION BY CURRENCY (%)



EQUITY ALLOCATION BY SECTOR (%)



FIXED INCOME ALLOCATION BY CREDIT RATING (%)



Percentages may not sum to 100% due to rounding. The above currency exposure is net of foreign exchange hedges. For the purposes of more accurately managing currency risk, where appropriate, we reflect the currency exposure of certain funds based on the underlying securities held within the fund, rather than the denomination of the fund.

Supporting information

ROTHSCHILD & CO WM FUND (SICAV SIF) – MOSAIQUE BALANCED USD

Legal structure	SICAV SIF
Objective	Long-term return on invested capital by investing in a roughly equal combination of bonds mainly denominated in USD and a well-diversified equity portfolio.
Launch date	7 April 2017
Fiscal year end	31 December
Domicile	Luxembourg
Management company	Rothschild & Co Investment Managers
Fund administrator	CACEIS Bank, Luxembourg
Depository bank	CACEIS Bank, Luxembourg
Inception date	7 April 2017
Liquidity	Daily (trading cut-off 15:00 CET)

Notes

At Rothschild & Co Wealth Management we offer an objective long-term perspective on investing, structuring and safeguarding assets, to preserve and grow our clients' wealth.

We provide a comprehensive range of services to some of the world's wealthiest and most successful families, entrepreneurs, foundations and charities.

In an environment where short-term thinking often dominates, our long-term perspective sets us apart. We believe preservation first is the right approach to managing wealth.

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 draw down valley (lowest value).

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