

Investment objective and strategy

- DZ Equity Risk Managed Sustainable fund's objective is to capture a significant part of the equity markets' positive performance while reducing drawdowns during adverse market conditions with equity hedging strategies. The net equity exposure varies from 25% to 100%. The fund invests in listed global equities, bonds, and cash. The Fund is an equity fund with defensive features. The fund mostly invests in developed market equities. Consideration of Environmental, Social and Governance (ESG) factors are incorporated in the investment process. To deliver a lower volatility and avoid large market drawdowns, the Investment Manager has the discretion to apply a hedging equity policy that is rule-based depending on a proprietary model.

Key Facts

NAV (30.09)	107.48
Monthly performance	-5.4%
Year-to-date	6.7%

Information

Currency	CHF
Assets (Mio)	43.4
Launch	January 2020
Liquidity	Daily
ISIN	JE00B3FGB112
Bloomberg	DZGLOBS JY
Telekurs	48147580
Manager	Nextgen WM
Administrator	Ocorian Fund Serv.
Fund domicile	Jersey

Statistics

No. positions	37
Beta	0.52
Volatility	8.5%
Max. Drawdown	-7.1%
Max. monthly return	4.2%
Min. monthly return	-5.4%



Tel. +41 22 316.01.10
www.nextgen-wm.ch

Market & Fund Commentary

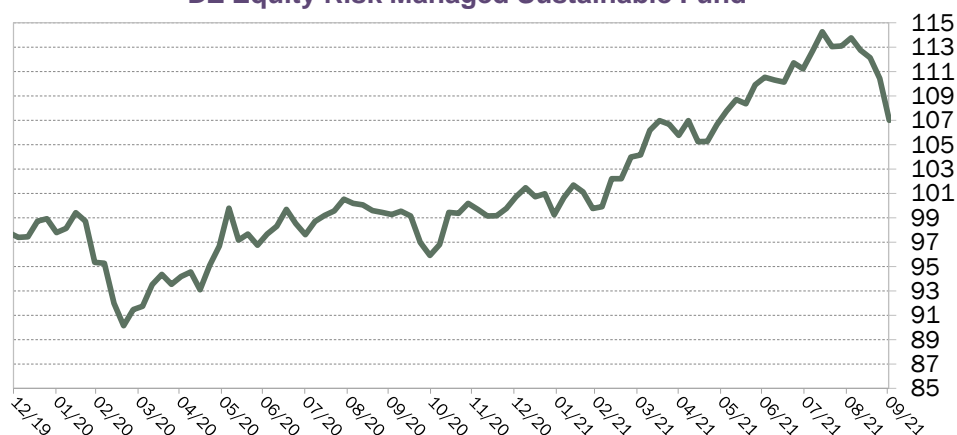
September was a weak month for global equities, with worries over growth and central bank policy leading to the largest fall since March 2020. The MSCI World lost 4.2%, Swiss equities fell 7.6%, Eurozone stocks lost 5.2%, the S&P 500 dropped by 4.7%. Japan was the only major market in positive territory, amid optimism over the potential for renewed fiscal stimulus under a new prime minister. Concerns about global growth amid inflationary pressures chain bottlenecks and regulatory risks emanating from China were the main drivers. From a sectoral point of view, energy was a clear winner, up more than 9%, with power prices spiraling to multi-year highs. The prospect of rising rates has spurred a market rotation and value outperformed growth.

Global equities hit fresh record highs at the start of September. But concerns over a potential default by Chinese conglomerate Evergrande, and its \$300bn liabilities weighed on sentiment. Chinese authorities appeared to remain committed to stabilizing the housing market. While monetary policy remains highly accommodative, the Fed is broadly expected to reduce the asset purchases later this quarter.

The fund lost 5.4% over the month, the worst monthly performance in two years. Two catalysts weighed on the performance. The strong underperformance of the Swiss market in September impacted the fund as its strategic allocation to Swiss equities of 40% is high, far from the 3% of Swiss companies included in the MSCI World. Secondly, risk indicators strong gyrations during the month entailed many changes in the net equity exposure of the fund that was detrimental to its performance.

The equity exposure has been full during the first two weeks of last month, equity indices volatility was not sufficiently high to reduce our exposure. We lost 3% like the MSCI World during this period. During the third week, equity volatility indicators entered the high-risk area such that we reduce the equity exposure to 25%. Equity markets rebounded and we missed part of the rally due to our underexposure. Finally, we cut part of our hedges to gain a net exposure of 75% while the market experienced a second down leg. We are conscious that when markets are entering such a consolidation phase with violent changes in volatility and short-term trends, the fund can underperform. We are working to limit the underperformance during this kind of roller coaster period by reducing the size of the moves and obtain a more stable exposure.

DZ Equity Risk Managed Sustainable Fund



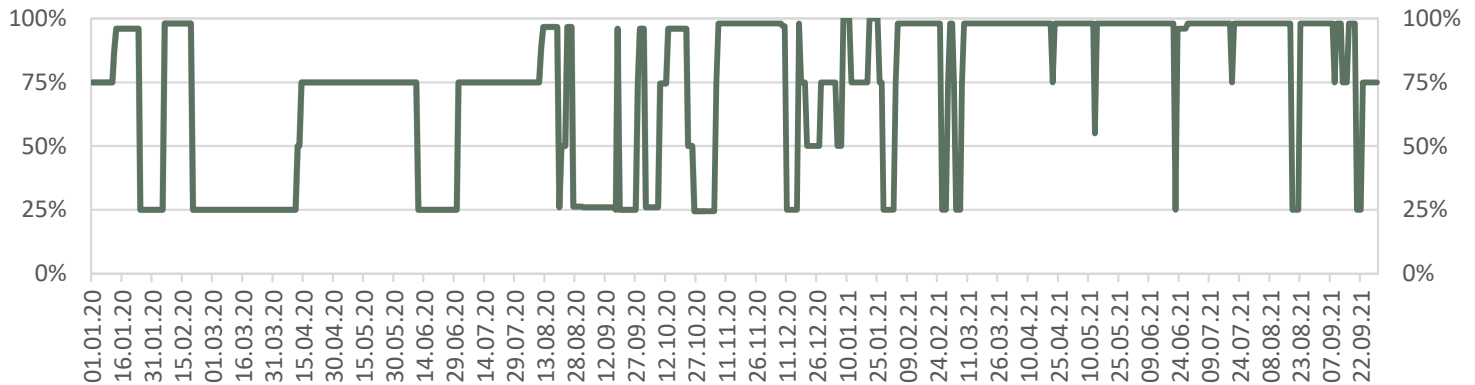
DZ Equity Risk Managed Sustainable Fund

Historical Performance

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sept	Oct	Nov	Dec	Year
2021	-1.5%	0.5%	4.4%	1.5%	1.1%	2.7%	1.3%	2.1%	-5.4%				6.7%
2020	0.7%	-2.5%	-3.2%	2.0%	2.6%	0.4%	0.6%	2.7%	-0.7%	-3.6%	4.2%	0.8%	3.7%

Fund Allocation (in %)

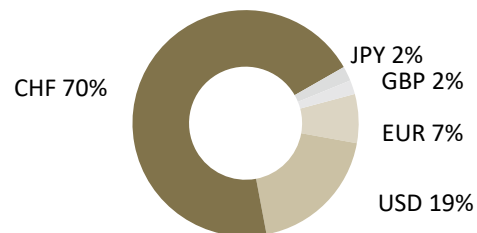
Net Equity Exposure



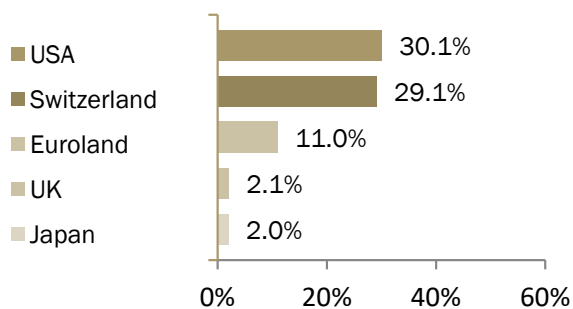
Portfolio Breakdown

Portfolio Exposure	Exposure %
Long Equity exposure	97%
Equity Hedging:	-23%
Net Equity Exposure	74%
Gross Fund exposure	120%

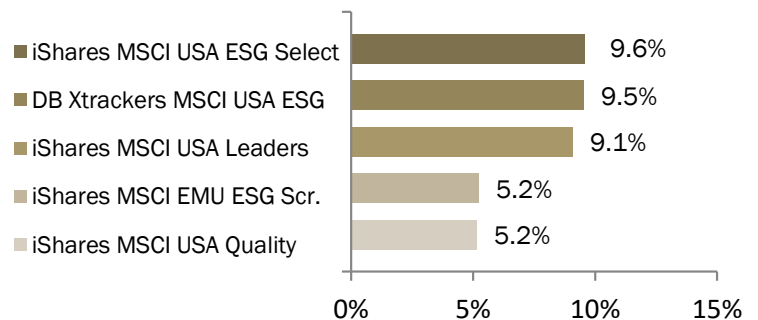
Currency Breakdown



Equity geographical breakdown - Net



Top 5 positions



Subscription Information

ISIN Code: JE00B3FGGB112 Share Class Type: Accumulating Daily Subscription

Management Fee: 1.5% p.a

Performance Fee: 20% of the relative outperformance compared to its benchmark; subject to a relative high water mark. Benchmark: 30% MSCI World ex Swiss. ESG; 20% MSCI Switzerland ; 10% MSCI World Hedged to CHF; 40% FTSE 3M CHF Eurodep.

Contacts:

P.Dziurzynski: philippe.dziurzynski@nextgen-wm.ch

M.Bille: matthieu.bille@nextgen-wm.ch

Disclaimer : This document is not a solicitation to subscribe to any share it contains. It is for information purposes only. The Governing Prospectus remains the only official document for investment. This fund is only registered in Jersey and may not be publicly offered in any other jurisdiction. Warning: The value of an investment may decline as well as increase. Past performance is not a guide for future performance.