

# NXG Swiss Excellence

NAV: CHF 115.30

ISIN: CH0382913793

October 2021

## Investment objective

The NXG Swiss Excellence Strategy focuses on shares of Swiss companies that reflect "Swiss Excellence" worldwide as well as Swiss companies that are or are expected to become Swiss leaders. The portfolio will be rebalanced according to the global views of NextGen Wealth Managers' investment committees and daily meetings between analysts and portfolio managers.

## Key features

- Concentrated portfolio of around 30 companies
- Swiss Excellence played through three thematics
- Actively managed portfolio

## AMC data

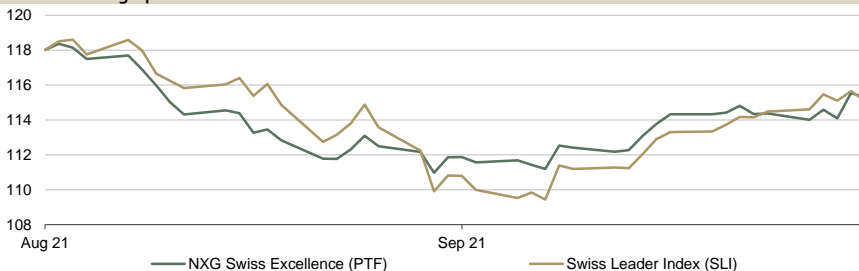
Quote	115.30
Share class currency	CHF Quanto
AUM (CHF Mn)	5.2
Advisor	NextGen Wealth Managers SA
Calculation Agent	Bank Vontobel AG, Zurich
ISIN	CH0382913793
Valor	50670284
Benchmark	Swiss Leader Index (SLI)
Issue date	31.08.2021
Management fees	0.65%
Administration fees	0.30%
Performance fees	-
Quotation	Daily
Subscription/redemption	Daily/daily
Minimum investment	1 Certificate
Registration	Switzerland
Domicile	Switzerland
Dividend distribution	Capitalized

## Monthly comment

In October, Swiss equities rebounded from a particularly difficult month of September, mainly led by large capitalization companies (SMI: +4.0%) which outperformed mid- and small-cap companies (SPI Extra: +2.1%). The NXG Swiss Excellence registered a positive performance of 3.1%, partially offsetting September's loss of 5.2%. In the meantime, the Swiss Leader Index also bounced back with a performance of 3.9%, after losing 6.1% in the previous month. Performances since inception stand respectively at -2.3% for the portfolio and -2.5% for the index. Over the period, the volatility of the portfolio was more constrained than the benchmark.

During the month, we continued to rebalance the portfolio and tried to take advantage of market opportunities. Cash position fluctuated between 20% and 8% as we offloaded some stocks and progressively bought others. The end of the month was particularly active in terms of earnings announcements, which added volatility to the market. We were able to take advantage of some serious corrections to enter in new positions. One of them was Temenos, which we bought after the stock lost around 14% following its earnings call, before rebounding on the news that it was a potential acquisition target. Idorsia was our main detractor in terms of contribution as the stock reacted negatively to the news that one of its drug didn't meet the primary endpoint in clinical phase 3 trial.

## Performance graph



## Performance table (%)

		Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
2022	PTF													0.0
	SLI													0.0
2021	PTF									-5.2	3.1			-2.3
	SLI									-6.1	3.9			-2.5

## Statistics

	PTF	SLI		PTF	SLI
Perf. Since inception %	-2.3	-2.5	Dividend yield %	2.6	2.5
Standard deviation %	1.9	2.6	P/E FWD 12M	21.8	19.7
Max drawdown %	-6.0	-7.3	P/CF FWD 12M	17.1	18.1
Sharpe ratio	-1.1	-0.9	P/B FWD 12M	3.4	2.7
Information ratio	0.22		Debt/equity	64	180
Beta	0.55		Current ratio	1.4	1.4
Correlation	0.84		Avg. Market Cap. (CHF Bn)	86	109
Number of Positions	26	30	Avg. ESG Rating (MSCI)	AA	AA

## Top positions

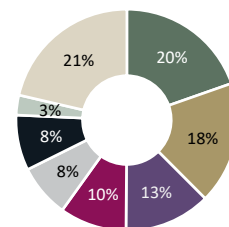
	Name	Sector	Mkt. cap.	Weight
1	Nestle SA	Consumer Staples	Large	7.3%
2	Roche Holding AG	Health Care	Large	6.8%
3	Novartis AG	Health Care	Large	6.8%
4	Zurich Insurance Group AG	Financials	Large	5.0%
5	ABB Ltd	Industrials	Large	3.2%
6	Temenos AG	Information Technology	Mid	3.2%
7	Swiss Re AG	Financials	Large	3.1%
8	Cie Financiere Richemont SA	Consumer Discretionary	Large	2.9%
9	Partners Group Holding AG	Financials	Large	2.9%
10	Lonza Group AG	Health Care	Large	2.8%

## Contributors

Top contributors	Rel. contribution	Worst contributors	Rel. Contribution
Temenos AG	0.7%	Idorsia Ltd	-0.3%
Nestle SA	0.6%	ABB Ltd	-0.1%
Roche Holding AG	0.5%	Novartis AG	-0.1%
Cie Financiere Richemont SA	0.4%	Logitech International SA	-0.1%
Partners Group Holding AG	0.4%	SIG Combibloc Group AG	-0.1%

## Sectors

Sector	Weight
Industrials	20%
Health Care	18%
Financials	13%
Consumer Staples	10%
Materials	8%
Information Technology	8%
Consumer Discretionary	3%
Cash	21%



## Allocation

Market capitalization	Large 61%	Mid 8%	Small 9%	Cash 21%		
Excellence thematics	World Champions 51%	Born Specialists 19%	Tomorrow's Winners 9%	Cash 21%		
Top ten concentration	Top ten 44%	Rest 35%		Cash 21%		
ESG ratings (MSCI World)	AAA 14%	AA 27%	A 22%	BB 2%	N.S. 14%	Cash 21%