

# DZ Equity Risk Managed Sustainable Fund



NAV: CHF 91.21

ISIN: JE00B3FGB112

June 2022

## Investment objective

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 Investment Manager has the discretion to apply a hedging equity policy that is rule-based depending on a proprietary model.

## Key features

- Net equity exposure varies from 25% to 100%
- Global Equity fund investing in large cap quality stocks
- Consideration of ESG factors in the investment process

## Fund data

Quote	91.21
Share class currency	CHF
AUM (CHF Mn)	30.7
Manager	NextGen Wealth Managers SA
Administrator	Ocorian Fund Serv.
ISIN	JE00B3FGB112
Valor	48147580
Benchmark	Composite (MSCI)
Issue date	31.12.2019
Management fees	1.50%
Administration fees	0.30%
Performance fees	20%
Quotation	Daily
Subscription/redemption	Daily (cut off 15:00 CET)
Minimum investment	1 Unit
Registration	Jersey
Domicile	Jersey
Dividend distribution	Capitalized

## Monthly comment

Markets have experienced the worst first half of the year for equities in over 50 years. This environment of monetary tightening after a decade of accommodative monetary policies led to strongly negative performance in global stock markets.

The fund dropped by -5.0% in June compared to -9.2% for the MSCI World in CHF terms. The fund's exposure started the month at 60% and was reduced to 50% on June 13 then quickly reduced to 25% the following day. The equity exposure remained fixed at this level for the rest of the month.

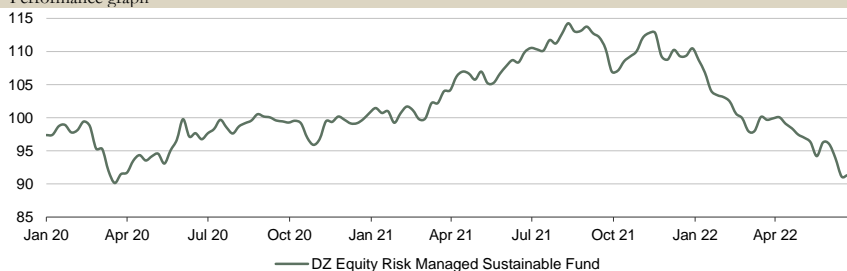
We maintain a defensive bias within equities from a sector perspective. We focus on consumer staples, healthcare as well as energy stocks, which are in a very favorable economic environment. We sold cyclical companies like Walt Disney and Sika that should suffer from lower economic perspectives and purchased a defensive US utility stock: Duke Energy. We also sold Equinix, a real estate company that focuses on data centers. We also sold Adobe to favour more defensive stocks like Kellogg, a consumer staples stock or Bristol Myers Squibb, a large US pharma company.

With central banks no longer able to limit the market decline due to the level of inflation, it is too early to expect a large rally in risky assets. We do not expect a sustained rebound until clearer signs of a peak in inflationary pressures come forward, the Fed turns less restrictive, and the economic outlook improves.

## Allocation

Gross exposure	Cash 68%	Futures 67%	Equity 78%	SP 6%
Top ten concentration	Top ten 32%	Rest 68%		
Fund's ESG rtg. (MSCI)	AAA 29%	AA 39%	A 29%	BBB 2%
MSCI World ESG rtg. (MSCI)	AAA 13%	AA 24%	A 30%	BBB 2% BB 9% B 3%

## Performance graph



## Performance table (%)

		Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
2022	PTF	-6.1	-4.4	0.2	-1.9	-1.5	-5.0							-17.4
2021	PTF	-1.5	0.5	4.4	1.5	1.1	2.7	1.3	2.1	-5.4	2.4	-1.2	1.6	9.7
2020	PTF	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

## Statistics

	PTF
Perf. since inception (%)	-6.1
Standard deviation p.a. (%)	10.0
Max drawdown (%)	-20.6
Sharpe ratio (1Y)	-1.7
P/E fwd 12m	14.7
P/CF fwd 12m	16.6
Debt/equity	109.9

## Positioning

	PTF
<b>Net equity exposure (%)</b>	11
Gross exposure (%)	146
Equity exposure (%)	78
Equity hedging (%)	67
Number of positions	42
Avg. market cap. (CHF Bn)	307
ESG rating (Conser)	A-

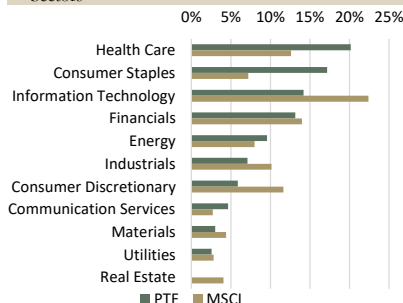
## Top positions

	Name	Sector	Country	Weight
1	Roche Holding AG	Health Care	Switzerland	5.3%
2	Nestle SA	Consumer Staples	Switzerland	5.2%
3	Novartis AG	Health Care	Switzerland	5.1%
4	Zurich Insurance Group AG	Financials	Switzerland	3.3%
5	Microsoft Corp	Information Technology	United States	2.6%
6	Coca-Cola Co/The	Consumer Staples	United States	2.4%
7	Procter & Gamble Co/The	Consumer Staples	United States	2.2%
8	Merck & Co Inc	Health Care	United States	2.2%
9	Visa Inc	Information Technology	United States	2.1%
10	Cheniere Energy Inc	Energy	United States	2.1%

## Contributors

Top contributors	Rel. contribution	Worst contributors	Rel. contribution
Zurich Insurance Group AG	0.5%	Lonza Group AG	-0.7%
Equinor ASA	0.2%	Givaudan SA	-0.6%
Novartis AG	0.1%	ABB Ltd	-0.5%
Thermo Fisher Scientific Inc	0.1%	NIKE Inc	-0.5%
Coca-Cola Co/The	0.1%	Nestle SA	-0.5%

## Sectors



## Currencies

