

NXG Swiss Excellence

NAV: CHF 94.17

ISIN: CH0382913793

June 2022

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 thematic
- Actively managed portfolio

AMC data

Quote	94.17
Share class currency	CHF
AUM (CHF Mn)	8.3
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

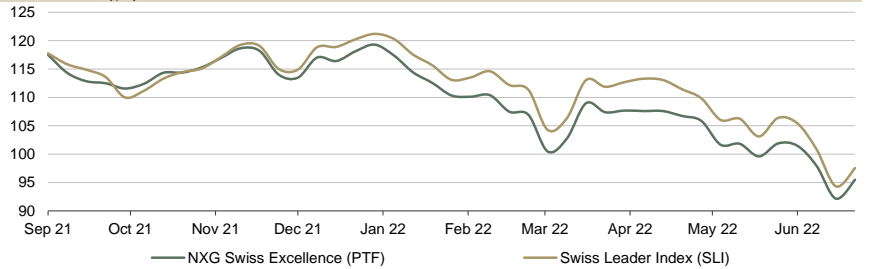
In a context where equity markets experienced the worst first half of the year in over 50 years, Swiss stocks were also hit by this environment of monetary tightening. Indeed, since the beginning of the year, the Swiss Performance Index (SPI), including all Swiss companies, lost 15.87%, mainly dragged by the smallest ones. In June, large and medium swiss companies lost around 7.2%, while the SPI Small Companies Index dropped by 6.5%. The portfolio registered a negative performance of 7.5% in June while its benchmark, the Swiss Leader Index, lost 9.1% bringing year-to-date performances at respectively -21.1% and -20.5%. Annualized volatilities increased to 18% for the portfolio against 19% for its benchmark.

The positive active return of around 1.6% during the month was due to the selection effect, while the allocation effect was negative. The major part of this positive overall contribution was due to three elements: our selection of materials stocks, our underweight in financials and the companies selected in this sector, and finally by the fact that we maintained around 6% of cash in the portfolio. On the negative side was the fact that we remained underweight in healthcare and consumer discretionary stocks. Top contributors in May were Cembra (1.8%), Lindt (0.7%) and SIG Group (0.4%), whereas Sika (-17.4%), Holcim (-14.0%) and Partners Group Holding AG (-16.4%) were the main detractors. The cash position remained stable at around 6.2% and we will maintain this buffer until we see purchase opportunities.

Allocation

Market capitalization	Large 64%	Mid 15%	Small 22%
Excellence thematic	World Champions 53%	Born Specialists 28%	Tomorrow's Winners 19%
Top ten concentration	Top ten 38%	Rest 62%	
ESG ratings (MSCI)	AAA 19%	AA 32%	A 23%

Performance graph



Performance table (%)

		Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
2022	PTF	-6.2	-4.6	1.0	-1.9	-3.9	-7.5							-21.1
	SLI	-5.6	-2.6	1.2	-2.6	-3.5	-9.1							-20.5
2021	PTF									-5.2	3.1	-1.8	5.4	1.1
	SLI									-6.1	3.9	-0.2	5.5	#####

Statistics

	PTF	SLI		PTF	SLI
Perf. since inception (%)	-20.2	-18.3	Dividend yield %	3.0	3.2
Standard deviation p.a. (%)	18.0	19.0	P/E fwd 12m	17.6	16.4
Max drawdown (%)	-23.4	-22.8	P/CF fwd 12m	13.4	11.8
Sharpe ratio	-1.1	-0.9	P/B fwd 12m	2.8	2.3
Information ratio	-0.50		Debt/equity	67	165
Beta (ex-post)	0.90		Current ratio	1.4	1.4
Correlation	0.95		Avg. market cap. (CHF Bn)	61	98
Number of positions	36	30	Avg. ESG rating (MSCI)	AA	AA

Top positions

Name	Sector	Mkt. cap.	Weight
1 Roche Holding AG	Health Care	Large	5.4%
2 Nestle SA	Consumer Staples	Large	5.1%
3 Novartis AG	Health Care	Large	5.0%
4 Zurich Insurance Group AG	Financials	Large	4.0%
5 SIG Group AG	Materials	Mid	3.6%
6 Kuehne + Nagel International A	Industrials	Large	3.1%
7 Alcon Inc	Health Care	Large	3.1%
8 Clariant AG	Materials	Mid	3.0%
9 Givaudan SA	Materials	Large	3.0%
10 Chocoladefabriken Lindt & Spru	Consumer Staples	Large	2.9%

Contributors

Top contributors	Rel. contribution	Worst contributors	Rel. contribution
Cembra Money Bank AG	0.0%	Sika AG	-0.4%
Chocoladefabriken Lindt & Spru	0.0%	Holcim AG	-0.4%
SIG Group AG	0.0%	Partners Group Holding AG	-0.4%
Clariant AG	0.0%	ABB Ltd	-0.4%
DKSH Holding AG	0.0%	Geberit AG	-0.3%

Sectors

