

NXG Swiss Excellence

NAV: CHF 92.18

ISIN: CH0382913793

October 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 thematics
- Actively managed portfolio

AMC data

Quote	92.18
Share class currency	CHF
AUM (CHF Mn)	6.3
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

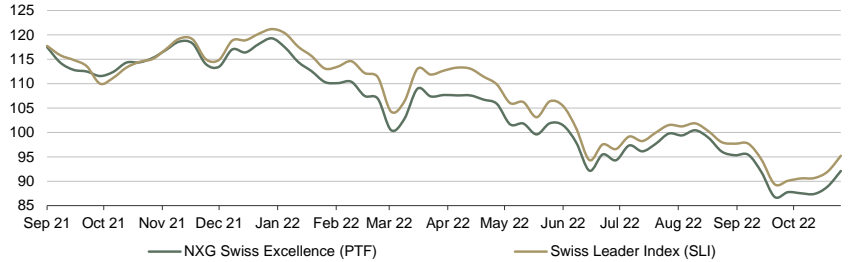
Monthly comment

Major equity markets rose in October due to the expectation that the Federal Reserve will begin slowing its interest rate hike pace starting December. Global markets gained 6.0% while the overall Swiss market (SPI) gained 4.8% in the period. Large and mid-capitalization performed better than small ones, allowing the portfolio to register a positive performance of 5.0% compared to +6.1% for the benchmark. Year-to-date performances stand respectively at -22.7% and -21.1%.

Over the period, the portfolio remained unchanged from the previous month and is still overweight in Industrials and materials, and underweight in Health Care and Financials compared to the benchmark. The negative relative performance was due to both allocation and selection effects. Contributing positively were our overweight in industrials and underweight in consumer discretionary. On the negative side, our selection of materials companies and our overweight in information technology stocks were the main drags on performance. Top contributors during the month were Georg Fischer (16.5%), Idorsia (20.5%) and Adecco (14.3%), whereas Siegfried (-18.9%), Temenos (-11.5%), and SIG Group (-4.7%) were the main detractors.

The cash position remained stable at 3.8% and we will keep it that way until we see purchase opportunities.

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	5.9	-4.4	-8.0	5.0			-22.7
	SLI	-5.6	-2.6	1.2	-2.6	-3.5	-9.1	5.3	-4.2	-7.4	6.1			-21.1
2021	PTF									-5.2	3.1	-1.8	5.4	1.1
	SLI									-6.1	3.9	-0.2	5.5	2.7

Statistics

	PTF	SLI		PTF	SLI
Perf. since inception (%)	-21.9	-19.0	Dividend yield %	3.0	3.4
Standard deviation p.a. (%)	19.4	19.2	P/E fwd 12m	17.7	17.3
Max drawdown (%)	-28.5	-27.4	P/CF fwd 12m	13.7	13.4
Sharpe ratio	-0.8	-0.7	P/B fwd 12m	2.9	2.3
Information ratio	-0.69		Debt/equity	76	181
Beta (ex-post)	0.96		Return on Equity	25.9	12.4
Correlation	0.95		Avg. market cap. (CHF Bn)	40	47
Number of positions	33	30	Avg. ESG rating (MSCI)	AA	AA

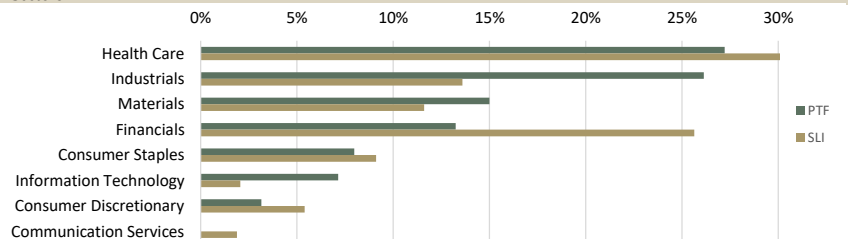
Top positions

	Name	Sector	Mkt. cap.	Weight
1	Novartis AG	Health Care	Large	5.3%
2	Roche Holding AG	Health Care	Large	5.1%
3	Nestle SA	Consumer Staples	Large	4.8%
4	Zurich Insurance Group AG	Financials	Large	4.1%
5	Lonza Group AG	Health Care	Large	3.8%
6	Partners Group Holding AG	Financials	Large	3.3%
7	SGS SA	Industrials	Large	3.3%
8	Geberit AG	Industrials	Large	3.3%
9	Georg Fischer AG	Industrials	Small	3.3%
10	Holcim AG	Materials	Large	3.3%

Contributors

Top contributors	Rel. contribution	Worst contributors	Rel. contribution
Georg Fischer AG	0.5%	Siegfried Holding AG	-0.4%
Idorsia Ltd	0.4%	Temenos AG	-0.3%
Adecco Group AG	0.4%	SIG Group AG	-0.1%
Partners Group Holding AG	0.4%	dormakaba Holding AG	0.0%
Novartis AG	0.4%	Givaudan SA	0.0%

Sectors



Allocation

Excellence thematics	World Champions 55%	Born Specialists 30%	Tomorrow's Winners 14%
Market capitalization	Large 68%	Mid 11%	Small 21%
Top ten concentration	Top ten 40%	Rest 60%	
ESG ratings (MSCI)	AAA 24%	AA 31%	A 27%