

# NXG Equity Risk Managed Fund



NAV: CHF 104.18

ISIN: JE00B3FGB112

September 2024

## Investment objective

NXG Equity Risk Managed 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	104.18
Share class currency	CHF
AUM (CHF Mn)	28.8
Manager	NextGen Wealth Managers SA
Administrator	Ocorian Fund Serv.
ISIN	JE00B3FGB112
Valor	48147580
Benchmark	Composite
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

Equity markets welcomed the broadening and continuation of the global rate-cutting cycle. The Bloomberg World Equity Index rose by 0.9% in September. Global equities began the month with declines due to weaker-than-expected manufacturing data in the US and Europe. They rebounded when the Federal Reserve began its easing cycle, cutting its key rate by 0.5% from 5.5% to 5%. The ECB and the Swiss National Bank also reduced their key rate by 0.25% in response to the continuing fall in inflation and weakening growth prospects.

The fund rose by 1% over the month. The equity exposure has been cut from 90% to 60% during early September's consolidation. We increased the exposure gradually back to 90% in mid-month when risk indicators exited the turbulence zone. During the month, we took profit on two Swiss stocks : Sonova and Swiss Re. We completed an exposure in LVMH which reached an attractive valuation and could benefit from a rebound in Chinese consumers.

Central banks actions show a general determination to support economies by improving financing conditions, and avoid a recession in the quarters ahead. Markets will therefore continue to be stimulated by further rate cuts. Uncertainties surrounding the outcome of the US presidential election and the Middle East conflict suggest a volatile year-end.

## Performance graph



## Performance table (%)

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
2024	10.1	1.9	3.4	2.4	-2.7	3.5	1.0	-0.7	0.1	1.0		
2023	4.4	1.6	-1.2	0.8	1.5	-0.6	1.2	-0.5	-1.1	-1.9	-1.3	4.0
2022	-18.0	-6.1	-4.4	0.2	-1.9	-1.5	-5.0	0.5	-1.1	-2.4	3.8	1.6
2021	9.7	-1.5	0.5	4.4	1.5	1.1	2.7	1.3	2.1	-5.4	2.4	-1.2
2020	3.7	0.7	-2.5	-3.2	2.0	2.6	0.4	0.6	2.7	-0.7	-3.6	4.2

## Statistics

	PTF	PTF	Index*
Perf. since inception (%)	7.3	P/E next year	22.3
Standard deviation p.a. (%)	8.5	P/B fwd 12m	7.6
Max drawdown (%)	-7.7	Return on equity	34.8
<b>Net equity exposure (%)</b>	<b>90</b>	Debt/equity	85
Gross equity exposure (%)	90	Number of positions	38
Equity exposure (%)	60	Avg. market cap. (CHF Bn)	569
Equity hedging (%)	30	ESG rating (Conser)	A
		*Index: Bloomberg World	C

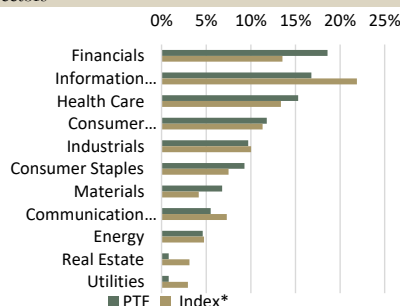
## Top positions

Name	Sector	Country	Weight
1 Novartis AG	Health Care	Switzerland	3.1%
2 Microsoft Corp	Information Technology	United States	2.4%
3 Givaudan SA	Materials	Switzerland	2.3%
4 ABB Ltd	Industrials	Switzerland	2.3%
5 Alphabet Inc	Communication Services	United States	2.3%
6 Roche Holding AG	Health Care	Switzerland	2.2%
7 Zurich Insurance Group AG	Financials	Switzerland	2.2%
8 Coca-Cola Co/The	Consumer Staples	United States	2.0%
9 Amazon.com Inc	Consumer Discretionary	United States	2.0%
10 JPMorgan Chase & Co	Financials	United States	1.9%

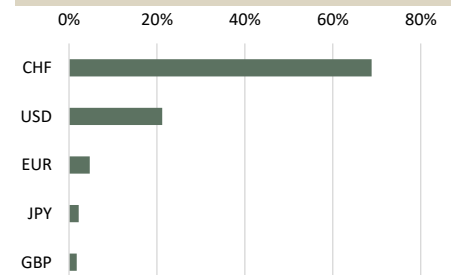
## Contributors

Top contributors	Rel. Contribution	Worst contributors	Rel. contribution
Oracle Corp	0.3%	Novo Nordisk A/S	-0.2%
Givaudan SA	0.1%	Novartis AG	-0.2%
Home Depot Inc/The	0.1%	JPMorgan Chase & Co	-0.1%
Industria de Diseno Textil SA	0.1%	Roche Holding AG	-0.1%
Ralph Lauren Corp	0.1%	Nestle SA	-0.1%

## Sectors



## Currencies



## Allocation

Gross exposure	Cash 7%	Futures 30%	Equity 60%	SP 3%
Top ten concentration	Top ten 23%		Rest 77%	