

NXG Equity Risk Managed Fund



NAV: CHF 104.91

ISIN: JE00B3FGB112

December 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	104.91
Share class currency	CHF
AUM (CHF Mn)	29.9
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

Global and US equities declined in December, mainly driven by market disappointment over the Federal Reserve's slower-than-expected pace of rate cuts in 2025. Most losses occurred in the final, low-liquidity sessions of the year. The Bloomberg World Index and SMI finished the month down 1.4%, while the S&P 500 lost 2.5%. In contrast, European and Japanese equities rose by 2.1% and 5.3%, respectively.

The fund lost 0.5% during the month but successfully mitigated downside risk, allowing it to outperform the Bloomberg World Index. We began December with 90% exposure amid low volatility, reducing it to 60% on December 19 as volatility increased. By December 23, as risk indicators normalized, exposure was raised to 75% through the end of the year. Portfolio adjustments included selling partial stakes in Novartis and Sika as momentum faded, reallocating proceeds to Roche and UBS that are facing brighter prospects. We also replaced LVMH with Hermès to minimize exposure to potential US tariffs. Additionally, Linde was sold after hitting its stop loss. We took partial profits on Broadcom, whose shares surged nearly 40% on stronger-than-expected results. US technology related companies were among the best contributors with Broadcom, Alphabet, Amazon and Apple. Top monthly detractors were Oracle, Home Depot and Novartis.

Performance graph



Performance table (%)

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	
2024	10.9	1.9	3.4	2.4	-2.7	3.5	1.0	-0.7	0.1	1.0	-1.4	2.6	-0.5
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	2.1
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	-2.8
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	1.6
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	0.8

Statistics

	PTF	PTF	Index*
Perf. since inception (%)	8.1	P/E next year	23.8 18.1
Standard deviation p.a. (%)	9.1	P/B fwd 12m	9.1 3.1
Max drawdown (%)	-7.7	Return on equity	36.8 13.8
Net equity exposure (%)	76	Debt/equity	87 132
Gross equity exposure (%)	76	Number of positions	36 2 786
Equity exposure (%)	54	Avg. market cap. (CHF Bn)	663 33
Equity hedging (%)	22	ESG rating (Conser)	A C

*Index: Bloomberg World

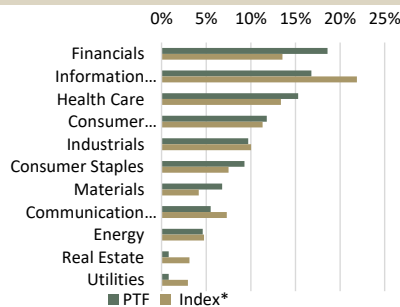
Top positions

Name	Sector	Country	Weight
1 Alphabet Inc	Communication Services	United States	2.7%
2 Amazon.com Inc	Consumer Discretionary	United States	2.5%
3 Microsoft Corp	Information Technology	United States	2.4%
4 Visa Inc	Financials	United States	2.3%
5 Roche Holding AG	Health Care	Switzerland	2.3%
6 JPMorgan Chase & Co	Financials	United States	2.3%
7 ABB Ltd	Industrials	Switzerland	2.3%
8 Oracle Corp	Information Technology	United States	1.9%
9 Blackrock Inc	Financials	United States	1.9%
10 SAP SE	Information Technology	Germany	1.8%

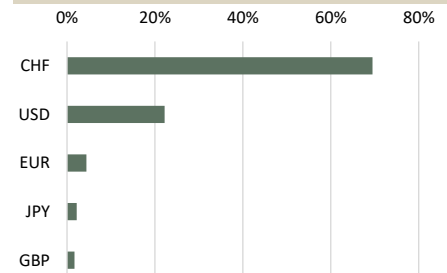
Contributors

Top contributors	Rel. Contribution	Worst contributors	Rel. contribution
Broadcom Inc	0.8%	Oracle Corp	-0.1%
Alphabet Inc	0.4%	Home Depot Inc/The	-0.1%
Amazon.com Inc	0.2%	Novartis AG	-0.1%
Cie Financiere Richemont SA	0.1%	Eaton Corp PLC	-0.1%
Apple Inc	0.1%	Linde PLC	-0.1%

Sectors



Currencies



Allocation

Gross exposure	Cash 21%	Futures 22%	Equity 54%	SP 3%
Top ten concentration	Top ten 22%	Rest 78%		