



# Swiss Small & Mid-Cap Conviction Certificate

MONTHLY FACTSHEET | FEBRUARY 2023

## COMMENTARY

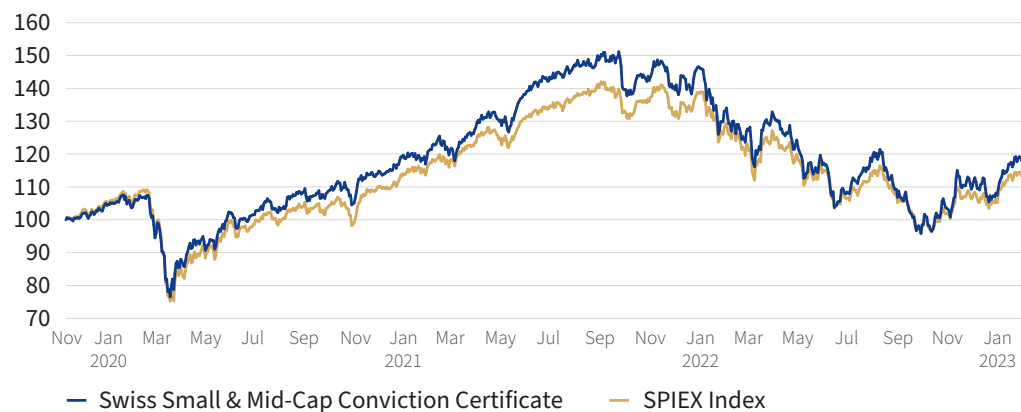
In February, the portfolio gained +2.4%, compared to the SPIEX index at +1.5%. Calendar year performance for the portfolio is +12.5% and +9.2% for the benchmark.

After a strong January, global equity markets were modestly down in February. However, our Swiss universe was slightly up. Overall, some macro uncertainty remains with abating inflation being positive and major central banks' continued commitment to further rate hikes being negative. We invest in high quality businesses which are able to navigate difficult periods and potentially take further market share. In February, our quality-focussed investment style caused some negative attribution which was compensated by our security selection.

Looking at the monthly attribution in more detail, owning Schindler, Straumann and Lindt & Sprüngli were positive; whilst owning Burkhalter, PSP Swiss Property and not owning Bachem were negative. Company news over the months were similar to the last month and overall at least slightly positive. For instance, the elevator company Schindler achieved higher sales and profit than expected for 2022. After a difficult period the company's initiatives to reduce complexity and improve supply chains may start to pay off. Yet, expected headwinds from its new equipment business in China prompted management to only guide for low overall sales growth in 2023. Generally, we continue to like the elevator industry.

No changes were necessary or undertaken during the month.

## PERFORMANCE



## DETAILS

**ISIN**  
CH0429814418

**Legal structure**  
Actively Managed Certificate

**Domicile**  
Switzerland

**Fund managers**  
Rothschild & Co Bank AG, Zurich

**Issuer**  
Zürcher Kantonalbank

**Inception date**  
06 November 2019

**Reference currency**  
CHF

**Liquidity**  
Daily

**AUM**  
CHF 45 million

**TER**  
0.8%

## RETURNS OVER TIME (%)

	MONTHLY												FULL YEAR		
	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	FUND	BENCHMARK	DIFFERENCE
2023	9.8	2.4											12.5	9.2	3.3
2022	-9.1	-4.0	2.6	-5.1	-4.9	-8.7	10.2	-8.1	-9.8	5.0	6.5	-2.5	-26.6	-24.0	-2.5
2021	-1.8	2.3	7.1	1.4	5.4	3.8	2.9	1.5	-6.0	1.9	-2.0	4.9	22.9	22.2	0.7
2020	-0.7	-8.8	-6.9	6.0	7.1	1.5	0.9	6.0	0.4	-3.4	9.3	3.7	14.1	8.1	6.0
2019											2.0	2.2	4.4	4.9	-0.5
<b>CUMULATIVE RETURN</b>													20.9	14.9	6.0
<b>ANNUALISED RETURN</b>													5.9	4.3	1.6

### TOP 5 HOLDINGS (%)

Chocoladefabriken Lindt-Pc	10.8
Straumann Holding Ag-Reg	8.5
Schindler Holding-Part Cert	8.0
Vat Group Ag	7.4
Sig Group Ag	7.2

### PORTFOLIO METRICS

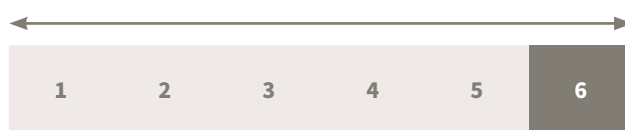
POSITIONS#	18
ACTIVE SHARE	67%
UPSIDE CAPTURE	111%
DOWNSIDE CAPTURE	106%

### ESG PROFILE

	SMID BENCHMARK	
ESG Score	A	A
Carbon risk (T CO <sub>2</sub> / \$1m sales)	19.1	35.9

### RISK PROFILE

With lower risk, potentially lower rewards With higher risk, potentially higher rewards



#### Risk Level

High

#### Maximum loss

-9.8%

#### Annualized volatility

19.3%

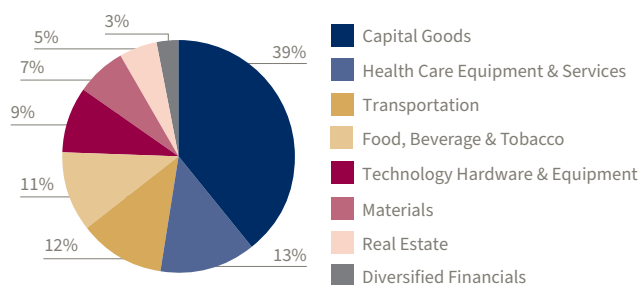
#### Main investment objectives

Long-term return on invested capital by investing in an equity portfolio

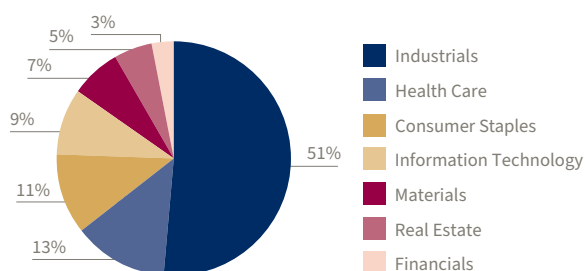
#### Minimum recommended investment period

7 years and longer

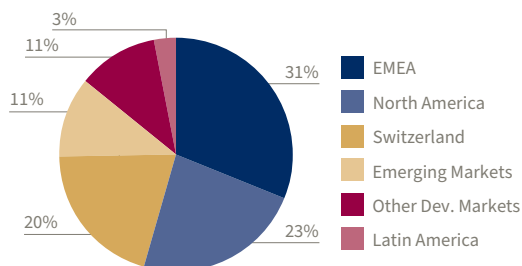
### INDUSTRIES



### SECTOR ALLOCATION



### GEOGRAPHIES BY REVENUES



# Important information

This document is produced by Rothschild & Co Bank AG, Zollikerstrasse 181, 8034 Zurich (the "Bank") for information purposes only and for the sole use of the recipient. Save as specifically agreed in writing by the Bank, it must not be copied, reproduced, distributed or passed, in whole or part, to any other person. The content of this document does not constitute a personal recommendation or an offer or invitation to buy or sell financial instruments. Nothing in this document constitutes legal, accounting or tax advice. Although the information and data herein are obtained from sources believed to be reliable, no representation or warranty, expressed or implied, is or will be made and, save in the case of fraud, no responsibility or liability is or will be accepted by the Bank as to or in relation to the fairness, accuracy or completeness of this document or the information forming the basis of this document or for any reliance placed on this document by any person whatsoever. No representation or warranty is given as to the achievement or reasonableness of any future projections, targets, estimates or forecasts contained in this document. Furthermore, all opinions and data used in this document are subject to change without prior notice. Laws or other regulations may restrict the distribution of this document in certain jurisdictions. Accordingly, recipients should inform themselves about and observe all applicable laws and regulations. Neither this document nor any copy thereof may be sent to or taken into the United States or distributed in the United States or to a US person. Rothschild & Co Bank AG's registered office is at Zollikerstrasse 181, 8034 Zurich, Switzerland. It is authorised and regulated by the Swiss Financial Market Supervisory Authority (FINMA).

