



Mosaïque Performance Snapshot

H1 2017 — H2 2022

MESSAGE FROM THE CIO

Our Mosaïque approach delivers portfolios which aim to outperform the strategic benchmark ARC¹ by harnessing market and macroeconomic trends. This requires us to build liquid and well-diversified portfolios across asset classes, regions and sectors.

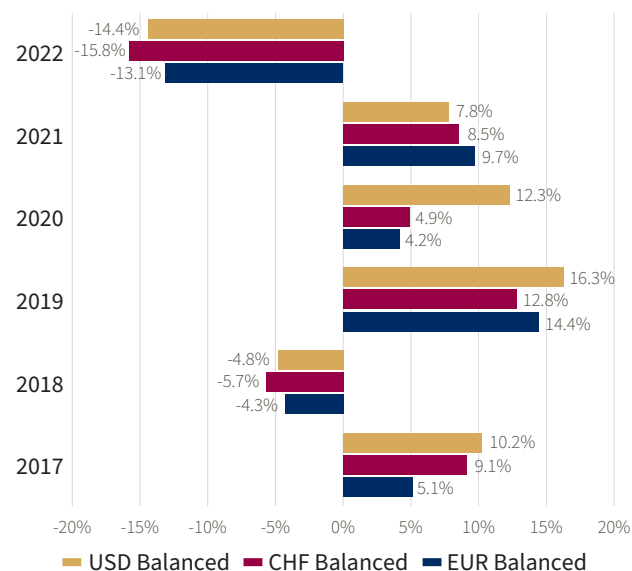
In this snapshot we provide you with an overview of the Mosaïque performance.



Dr. Carlos Mejia

CIO, Rothschild & Co Bank AG

ANNUAL PERFORMANCE YEAR BY YEAR



PERFORMANCE OVERVIEW

Since the inception of the Mosaïque strategy we have delivered on the long-term preservation of your wealth. We have done so by combining a positive asset allocation selection process, in particular our long-held view on US equities, with strong positive contribution from our security selection process.

Spanning several eventful years for markets, Mosaïque portfolios have stood the test of time, performing well in a diverse set of markets such as the low volatility bull run of 2017, the high volatility of the US-China trade war in 2018 and of course the COVID-19 crisis which began in 2020.

After three years of positive investment performance, 2022 proved challenging with few assets delivering positive returns. Both equities and bonds ended the year down by 16% (in local currency terms). Investors were confronted with heightened geopolitical risk, including the outbreak of war in Europe, in addition to slowing economic growth and heightened inflationary pressures. Double digit headline rates were recorded across the US, Eurozone and the UK. In this environment, we altered our asset allocation accordingly. As we head into a slower growth environment, we maintain our philosophy towards good quality business that have pricing power and can improve their competitive position within their industries during times of economic stress.

AT A GLANCE

MOSAIQUE BALANCED PORTFOLIOS VS ARC

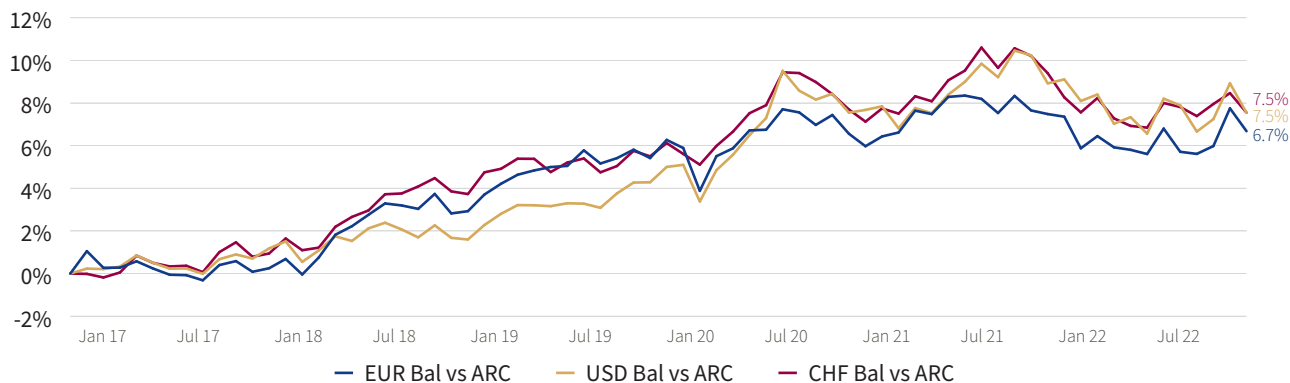
| | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | CUMULATIVE RETURN ² | ANNUALISED RETURN ² |
|------------------------------|-------|-------|-------|-------|------|--------|--------------------------------|--------------------------------|
| MOSAIQUE BALANCED CHF | 9.0% | -5.7% | 12.8% | 4.9% | 8.5% | -15.8% | 11.1% | 1.8% |
| ARC CHF | 8.2% | -8.6% | 11.7% | 2.2% | 7.5% | -15.5% | 2.6% | 0.4% |
| MOSAIQUE BALANCED EUR | 5.3% | -4.3% | 14.4% | 4.2% | 9.7% | -13.1% | 14.5% | 2.3% |
| ARC EUR | 5.2% | -6.9% | 12.1% | 3.0% | 9.9% | -13.3% | 7.7% | 1.3% |
| MOSAIQUE BALANCED USD | 11.4% | -4.8% | 16.3% | 12.3% | 7.8% | -14.4% | 27.7% | 4.2% |
| ARC USD | 10.7% | -5.7% | 14.1% | 9.6% | 6.8% | -14.4% | 19.3% | 3.0% |

¹ ARC Private Client Indices are performance numbers by investments managers for discretionary mandates, here for Balanced investment strategies in CHF, EUR and USD, respectively.

² Returns calculated from January 2017 to December 2022

RELATIVE PERFORMANCE TO ARC (JANUARY 2017 – DECEMBER 2022)

Performance for Mosaïque portfolios is measured against a strategic benchmark known as ARC. This is based on comparative industry standards and our views seek to generate returns above and beyond that benchmark. To monitor our performance, we tailor benchmarks to each client's reference currency and risk profile. In the below chart we measure the cumulative outperformance of Mosaïque balanced portfolios in EUR, USD and CHF vs. ARC.



ASSET ALLOCATION SUMMARY

In 2022, we cut our double overweight in equities to neutral in two stages: first in early January to reflect rising interest rate risk, and then on 24 February, associated with the conflict in Ukraine. In September, we began to reduce our long standing underweight in fixed income in the US, with some government bonds offering attractive real yields to maturity. In Europe, however, bonds seem unlikely to deliver inflation-beating returns on a long-term view, so we retained an underweight in the asset class.

| | - | Neutral | + | | - | Neutral | + | | - | Neutral | + |
|--------------|---|---------|---|---------------|---|---------|---|--------------------|---|---------|---|
| US | | | | EUROPE | | | | SWITZERLAND | | | |
| Money market | | | | Money market | | | | Money market | | | |
| Gold | | | | Gold | | | | Gold | | | |
| Fixed income | | | | Fixed income | | | | Fixed income | | | |
| Equities | | | | Equities | | | | Equities | | | |

PERFORMANCE BY RISK PROFILE VS ARC

Balanced vs ARC

| | CHF | | EUR | | USD | |
|--------------------------|--------|--------|--------|--------|--------|--------|
| | 3 YEAR | 5 YEAR | 3 YEAR | 5 YEAR | 3 YEAR | 5 YEAR |
| 1 st Quartile | * | * | | | | * |
| 2 nd Quartile | | | | * | * | |
| 3 rd Quartile | | | * | | | |
| 4 th Quartile | | | | | | |

Data as at 31 December 2022

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