



Mosaique Conservative EUR

Rothschild & Co WM Fund (SICAV SIF)

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Wealth Management

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Values: All data as at 30th September 2022. Sources of charts and tables: Rothschild & Co and Bloomberg, unless otherwise stated. Past performance is not indicative of future performance and investments and the income from them can fall as well as rise. Fund performance is shown in Euros, after all fees, in total return, combining income and capital growth. Returns may increase or decrease as a result of currency fluctuations.

Please ensure you read the Important Information section at the end of this document.

Fund manager's review

Despite the risks to growth, central banks remained committed to bringing inflation under control with increases in interest rates, which weighed on equities and fixed income over the quarter. After rebounding in July, global markets came under downward pressure in August and September, with European shares among the hardest hit.

MARKET OVERVIEW

The third quarter was another bruising period for financial markets. Against a backdrop of high inflation and slowing economic growth, both equities and bonds declined.

The US entered a technical recession with Europe expected to follow suit over the coming quarters. Central banks continued to increase interest rates given ongoing inflationary pressures. Although headline measures have decelerated in line with easing oil and food prices.

There were significant rate hikes over the quarter from the Federal Reserve, the Bank of England, and the European Central Bank. The messaging from the Federal Reserve following August's Jackson Hole summit put the expected "pivot" narrative to bed and led markets to price in a steeper path for future interest rates. The US 2-year yield moved from 2.93% to 4.23%, whilst the 10-year went from 2.97% to 3.83%.

PORTFOLIO PERFORMANCE

The portfolio performance was mixed for the quarter – July garnered rare positive performance in an otherwise troublesome year and was offset in August, suffering further in September. That said, the portfolio performed broadly in line with its respective underlying indices.

At the top level, our underweight Fixed Income and short duration within the asset class proved to be the right positioning in the face of the abovementioned rising rates. This positioning has been in place long before inflation was the topic is it today on the basis that interest rate normalisation was always a possibility. That said, our preference for credits over government issues on the back of a robust economy has worked against us. Our equity positioning was neutral, however, the portfolio benefitted well from options hedges built into the portfolio during the quarter.

In Equities, our preference for companies that demonstrate high quality characteristics such as strong profitability and lower debt was a headwind: The market gravitated towards cheaply valued companies to avoid multiple compression driven by rising rates, despite the fact their earnings are much more exposed to weakening global growth. We maintain our tilt towards good quality businesses that have pricing power and can improve their competitive position within their industries during times of economic stress.

On the single stock level, Danaher and Roche were positive contributors to performance on the back of continued excellent operational execution and positive developments in the fight against Alzheimer's respectively. At the other end of the spectrum, Alibaba and Sonova came under pressure for essentially macro reasons.

PORTFOLIO ACTIVITY

In Equities, we took some profits on our longer standing names: Alphabet and Linde. We believe both have long growth runways and conviction remains, but we wanted to reduce our idiosyncratic risks in this uncertain environment. We proceeded to another defensive move, by increasing the World Healthcare ETF, financed by a reduction of the European Monetary Union ESG ETF.

Elsewhere, to add a further element of protection to the portfolio we decided to add the One River Dynamic Convexity Fund. This fund is long volatility and aims at protecting the portfolio in case of extreme market events characterised by spikes in long term volatility, while being able to limit the costs of this positioning.

Furthermore, we decided to add another hedge to protect the equivalent of 10% of our equity exposure. We took the opportunity of the market rebound to strike this protection at attractive levels at the beginning of August.

Data sources: Rothschild & Co and Bloomberg

Holdings are subject to change without notice. This document does not constitute a personal recommendation or an offer or invitation to buy or sell securities or any other banking or investment product. Past performance is not indicative of future performance and investments and the income from them can fall as well as rise.

Fund performance

At the end of the third quarter 2022, the performance stood at -2.5% QTD and -13.9% YTD.

PERFORMANCE SINCE INCEPTION (%)*



* Data represents total returns of the investment strategy over the period from 13 February 2013 to 30 September 2022. The launch date of the Fund which implements this strategy was 1 January 2017.

PERFORMANCE TABLE (%)

	QTD	YTD	1 YEAR	3 YEARS	5 YEARS	SINCE INCEPTION
MOSAIQUE CONSERVATIVE EUR X	-2.5	-13.9	-12.6	-5.0	1.4	13.5

MONTHLY PERFORMANCE TABLE (%)

	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	YTD
2022	-2.4	-2.9	0.3	-2.3	-1.1	-3.8	4.7	-2.8	-4.2				-13.9
2021	-0.2	0.4	1.1	1.0	0.3	1.2	0.7	0.6	-1.4	1.2	-0.5	0.8	5.2
2020	0.9	-2.0	-8.7	4.4	1.7	1.8	1.1	1.7	-0.4	-0.6	3.5	0.6	3.5
2019	2.0	1.5	1.3	1.3	-1.1	1.6	0.9	0.1	0.1	0.1	0.8	0.3	9.3
2018	0.7	-0.8	-1.0	0.9	0.6	-0.2	1.1	0.1	0.0	-2.1	0.2	-2.1	-2.6

Portfolio holdings

The objective of the fund is to generate capital growth over time, while maintaining a broad diversification through liquid securities.

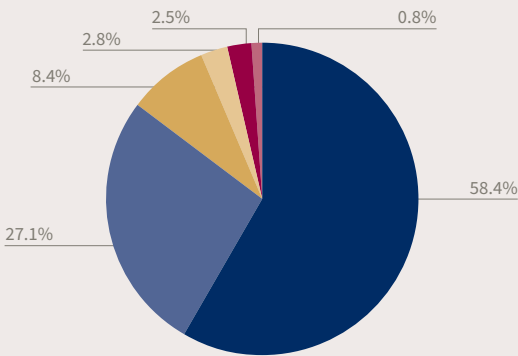
EQUITIES		27.1%	FIXED INCOME		58.4%
Europe		9.2%	Investment Grade		47.3%
iShares MSCI EMU ESG Screened UCITS ETF		1.9%	Diversified EUR Investment Grade Single Bonds		38.3%
BlackRock Continental European Flexible Fund		1.5%	Muzinich Global Short Duration Investment Grade Fund Hedged EUR		3.7%
LVMH		1.0%	Schroder Euro Credit Conviction		2.8%
TotalEnergies		0.8%	Amundi Abs FCP Fund		2.6%
Vinci		0.8%	High Yield		11.0%
Allianz		0.6%	Vontobel Emerging Markets Debt Fund		2.9%
London Stock Exchange		0.6%	iShares USD High Yield Corp Bond UCITS ETF Hedged EUR		2.2%
iShares STOXX Europe 600 Basic Resources UCITS ETF		0.6%	Muzinich Europeyield Fund		2.2%
Vanguard FTSE Developed Europe ex UK UCITS ETF		0.5%	Vontobel Emerging Markets Corporate Bonds		1.9%
Epiroc		0.5%	Schroders Global Convertible Bond Fund Hedged EUR		1.8%
ASML		0.4%			
North America		8.5%	MULTI-ASSET & HYBRID INSTRUMENTS		
Microsoft		1.1%			8.5%
Alphabet		0.9%	Structured Products (Yield)		7.8%
JPMorgan Chase & Co		0.7%	Dispersion Cert BNP Paribas Iss (Exp.14.04.23) on Equities		1.7%
Visa		0.6%	Cert Raiffeis Switzerland (Exp.02.10.23) on MSCI ESG Basket		1.6%
S&P Global		0.6%	Cert Morgan Stanley (Exp.02.08.23) on Nikkei225/SMI/S&P500/ESTX50		1.6%
SPDR S&P U.S. Industrials Select Sector UCITS ETF		0.6%	6.78% UBS Jersey (Exp.17.05.23) on FESX/ Nikkei225/S&P500/SMI		1.6%
Apple		0.6%	0.41% RBC London 2020-28.12.22 (Exp.19.12.22)		1.3%
Linde		0.6%	Structured Products (Hedging)		0.7%
Danaher		0.6%	Goldman Sachs S&P 500 Put/Call Spread		0.5%
United Health		0.5%	Wts Morgan Stanley 13.10.2022 S&P 500 Knock Out Put		0.2%
Invesco S&P 500 Equal Weight Technology ETF		0.5%			
Morgan Stanley		0.5%	ALTERNATIVE STRATEGIES		
Amazon.com		0.4%			2.7%
Comcast		0.3%	Alternative Strategies		2.7%
Global		3.4%	Atropos CatBond Fund		1.7%
LongRun Equity Fund		2.5%	One River Dynamic Convexity EUR		1.0%
iShares MSCI World Health Care Sector ESG UCITS ETF		0.9%	MONEY MARKET		
Emerging Markets		2.9%			0.8%
Veritas Asian Fund		1.9%	Money Market		0.8%
JPM Global Emerging Markets UCITS ETF ESG Screened		0.8%	EUR Liquidity		0.8%
Alibaba		0.2%	COMMODITIES		
Switzerland		2.0%			2.5%
Roche		0.9%	Gold		2.5%
Nestle		0.8%	Rothschild & Co Gold Fund		2.5%
Sonova		0.3%			
Japan		0.8%			
MSCI Japan Socially Responsible UCITS ETF		0.8%			

Percentages may not sum to 100% due to rounding.

Fund allocation

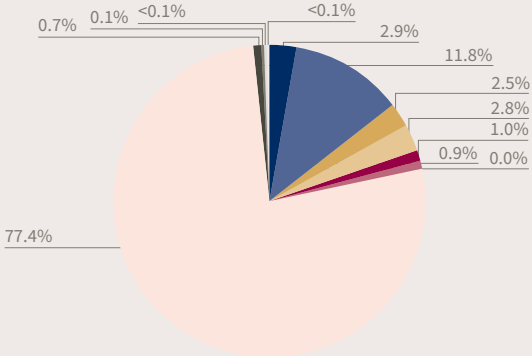
The Fund invests in equities, equity-related securities, fixed income securities, alternative strategies, commodities and money market instruments.

FUND HOLDINGS BY ASSET CLASSES



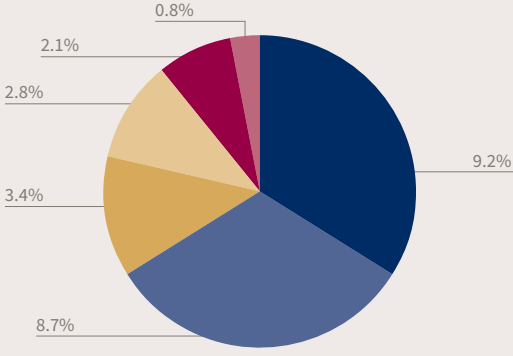
- Fixed income
- Equities
- Hybrid instruments
- Alternative strategies
- Commodities
- Money market

FUND ALLOCATION BY CURRENCY



- CHF
- EM Asia
- GBP
- CAD
- SEK
- NOK
- USD
- Other
- JPY
- EUR
- HKD
- SGD

EQUITY ALLOCATION BY GEOGRAPHY

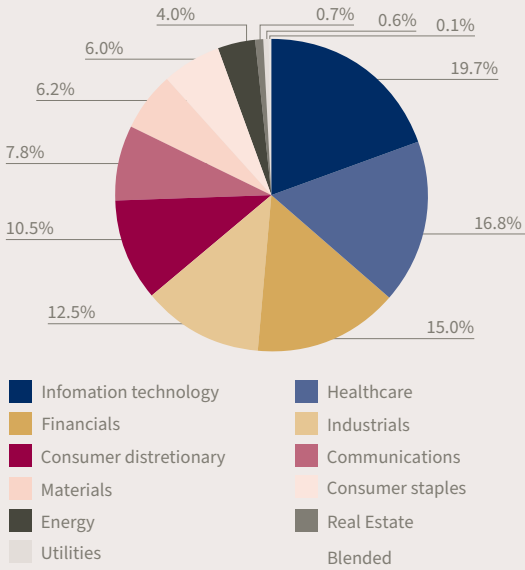


- Europe
- North America
- Global
- Emerging markets
- Switzerland
- Japan

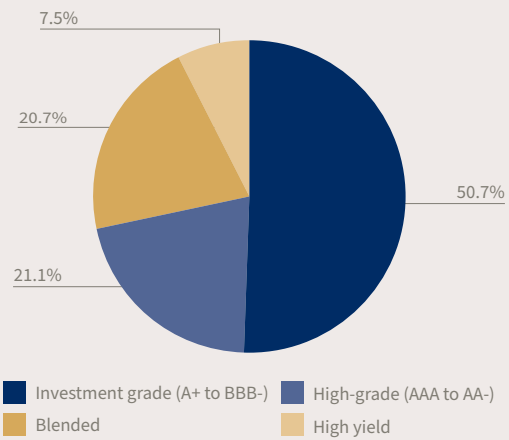
Percentages may not sum to 100% due to rounding. The above currency exposure is net of foreign exchange hedges. For the purposes of more accurately managing currency risk, where appropriate, we reflect the currency exposure of certain funds based on the underlying securities held within the fund, rather than the denomination of the fund.

Fund allocation

EQUITY ALLOCATION BY SECTOR



FIXED INCOME ALLOCATION BY CREDIT RATING



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Supporting information

ROTHSCHILD & CO WM FUND (SICAV SIF) – MOSAIQUE CONSERVATIVE EUR

Legal structure	SICAV SIF
Objective	Long- term return on invested capital by investing in a combination of bonds mainly denominated in EUR and a well-diversified equity portfolio, with a greater allocation to bonds.
Launch date	1 January 2017
Fiscal year end	31 December
Domicile	Luxembourg
Management company	Rothschild & Co Investment Managers, Luxembourg
Fund administrator	Northern Trust, Luxembourg
Depository bank	Northern Trust, Luxembourg
Inception date	13 February 2013
Liquidity	Daily (trading cut-off 14:15 CET)

Notes

At Rothschild & Co Wealth Management we offer an objective long-term perspective on investing, structuring and safeguarding assets, to preserve and grow our clients' wealth.

We provide a comprehensive range of services to some of the world's wealthiest and most successful families, entrepreneurs, foundations and charities.

In an environment where short-term thinking often dominates, our long-term perspective sets us apart. We believe preservation first is the right approach to managing wealth.



Important information

All performance data refers to share class Acc X.

Source: Rothschild & Co and Bloomberg

Sharpe ratio: Sharpe Ratio is the statistical measure of excess portfolio return over the risk-free rate relative to its standard deviation.

Annualized Volatility: Annualized Volatility is the measure of return dispersion for an asset over twelve month since inception.

Maximum Loss: This is the largest monthly drop in the portfolio's value during a given period. It is expressed as a percentage and reflects the fall in value during the time between the draw down peak (highest value) and the draw down valley (lowest value).

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