

AULIEN S.C.A., Sicav - SIF / PATRIMONIUM

(Isin : LU0730697348)

31 December 2022

Strategy & Investment Policy: Asset allocation fund

The objective of the Company is to achieve an optimum return for the Shareholders by undertaking directly or indirectly investments while reducing investment risk through diversification.

The Sub-Fund will predominantly invest in a diversified portfolio of equities, government and corporate bonds, commodities (through financial derivative instruments), currencies, structured products and alternative investment products. The sub-Fund will allocate a significant portion of its equity allocation into international stocks.

Monthly management comment

Quote of the month : “ Well done is better than well said ” - Benjamin Franklin (1706-1790)

2022, a shocking year

Investors faced several shocks over the past year:

- The inflation shock probably being the major change of paradigm. After decades of disinflation, 2022 witnesses a surge in prices never seen since the 1970's as inflation levels reached 7.1% and 10.1% in the US and Europe respectively.

- The monetary shock, as Central Banks brutally hiked interest rates and launched swift tapering measures. The US Fed raised its key rate by 425 basis points and reached 4.25-4.5% by December 2022.

- A geopolitical shock probably exacerbated by the previous ones. The Ukraine war triggered various issues in particular energy and food supply problems that will surely last for a foreseeable time.

- A market valuation shock, a natural consequence of the previously mentioned. The magnitude of the corrections were severe with the S&P 500 dropping 19.4%, Nasdaq 33.1%, the Eurostoxx50 11.7% and historical for government bonds such as the euro zone with a fall of 18.1%. The good news being a sharp decrease of valuations with overall price earning ratios down approx. 25% opening the door for some bargain hunting.

- A rotation stock when long lasted growth darlings tech stocks (Amazon and Netflix down approx. 50% while Meta and Tesla lost around 65%!) were dumped while previously out of favour value stocks managed to vastly outperform. The Aulien Fund managed to grasp some of them (Boliden (copper mining) +11.8%; Novo Nordisk (Healthcare) +27.6%; Equinor (Natural Gaz) +49.1% and the Quantex Value Fund +9.8%). Nevertheless, the Fund ended the year with a negative performance of -9.6% as there was « no where to hide ».

Recent weeks and months were aimed at adapting the portfolio to these new conditions: considerable reduction of Scandinavian tech stocks, sale of underperforming Bond Funds combined with increased allocation in Financials (BNP, Danske Bank), Swiss Blue Chips (VAT, Swatch) and strong cash-flow companies.

2023 A year with opportunities to seize

Even if history does not repeat itself (but it rhymes), one could take some comfort that such a poor year is very rarely followed by a consecutive negative year. Apart from this statistical argument, we feel many ingredients may hint some light at the end of the tunnel: most possible bad news is now integrated in today's prices (inflation, war, Covid, possible growth and earning recessions). Minor improvements could tilt investors psychology into a positive spiral. Also, recent rate hikes allow investors to earn a « risk-free » nominal return (USD yields approx. 4.5% for a year and close to 3 % in EUR) not enough to compensate for current inflation but latest data inflation show that the peak is probably behind us. Further, at least in the US, companies increased wages at a lesser pace than overall inflation allowing to protect strong corporate margins. Finally, some sectors and companies seem « dirt cheap » such as BNP Paribas (P/E of approx. 7 and Dividend yield close to 5%) or Mercedes Benz with a PE of 5.

We take this opportunity to thank you for your very valuable trust and support during these difficult and challenging time and wish you a very happy 2023.

Fund characteristics

Issue date	26.10.2011
Classification	SICAV SIF
Fund type	diversified
Risk level	3/7
Holding investment recommendation	5 years
Currency	EUR
Isin Code EUR class	LU0730697348
Isin Code GBP class	LU0837061125
Isin Code CHF class	LU1939276702
Nav calculation	Weekly
Domicile	Luxembourg
General Partner	Aulien Partners S.à.r.l.
Custodian	Intesa Sanpaolo Wealth Management SA
Fund Administrator	CF Fund Services
Transfert Agent	CF Fund Services
Auditor	Mazars Luxembourg

Financial Conditions

Subscription fees	0%
Redemption fees	0%
Management fees	1.7%
Performance fees	15% High-Water Mark

AULIEN S.C.A., Sicav - SIF / PATRIMONIUM

(Isin : LU0730697348)

Current top positions

Stocks:

Investor B	1.3%
ABB	1.1%
Boliden	1.1%

Bonds:

Netflix Inc 3.625% 15.05.27	1.9%
Piaggio & C. 3.625% 30.04.25	1.6%
BNP Paribas 1.125% 22.11.23	1.6%

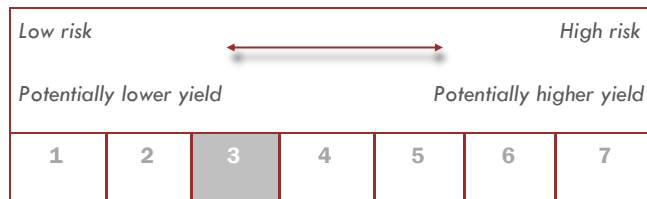
Funds:

Quantex Global Value Eur I Dist	3.1%
Eleva Absolute Return Europe I Eur Cap	2.9%

Others:

ZKB Gold ETF AA (USD) Dist	5.5%
----------------------------	------

Profil risk & yield

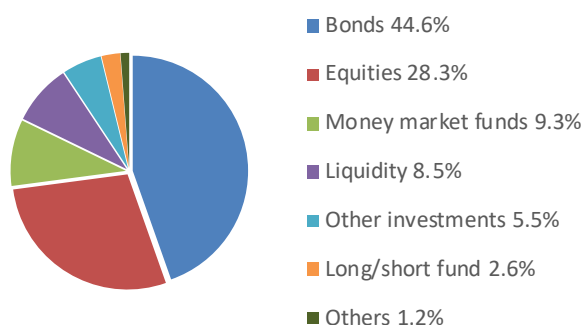


SFDR Disclosure

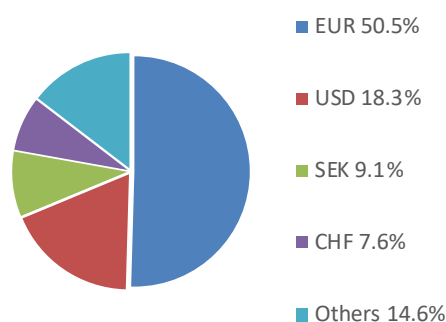
This Funds is neither in scope of Article 8 nor Article 9 of the Regulation (EU) 2019/2088 of the European Parliament and of the Council of 27 November 2019 on sustainability-related disclosures in the financial services sector ("SFDR Regulation").

Aulien integrates ESG (Environmental, Social and Governance) criteria in its investment process, on the basis of a specific risk assessment methodology / approach allocating to each asset a dedicated ESG scoring.

Asset class allocation



Currency allocation



NAV at 31.12.22 : EUR 108.37

AUM (m EUR): 31.2

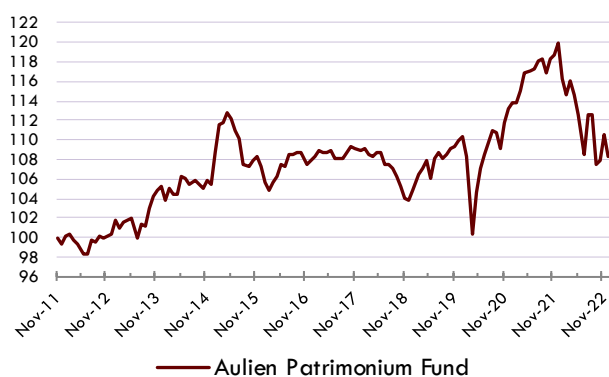
Performance (in EUR)

	1 m	3 m	6 m	YTD
Aulien Patrimonium	-2.0%	+0.8%	-0.1%	-9.6%

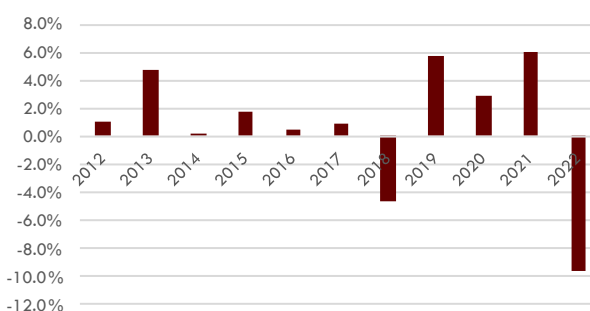
Calendar year performance

	2021	2020	2019	2018	2017	2016	2015	2014	2013
Aulien Patrimonium	+6.0%	+2.9%	+5.8%	-4.6%	+1.0%	+0.5%	+1.8%	+0.2%	+4.8%

Past performance is no guarantee of future results



Calendar years



This document is not an investment proposal. It is for information purposes only and therefore does not constitute a contractual document. The Fund declines all responsibility for the use of this document.

AULIEN S.C.A., Sicav - SIF / PATRIMONIUM

(Isin : LU0730697348)

Key Economic & Investment Views

EQUITIES

SLIGHTLY OVERWEIGHT

	Negative	Slightly negative	Neutral	Slightly positive	Positive
Switzerland	1	2	3	4	5
Sweden	1	2	3	4	5
USA	1	2	3	4	5
Europe	1	2	3	4	5
Japan	1	2	3	4	5

	Negative	Slightly negative	Neutral	Slightly positive	Positive
Financials	1	2	3	4	5
Energy	1	2	3	4	5
Consumer	1	2	3	4	5
Technology	1	2	3	4	5
Healthcare	1	2	3	4	5

Trend and psychology will depend on forthcoming quarterly results. We anticipate solid figures in Financials and Healthcare sectors.

BONDS

SLIGHTLY OVERWEIGHT

	Negative	Slightly negative	Neutral	Slightly positive	Positive
Sweden	1	2	3	4	5
USA	1	2	3	4	5
Europe	1	2	3	4	5
Japan	1	2	3	4	5
Emerging Markets	1	2	3	4	5

	Negative	Slightly negative	Neutral	Slightly positive	Positive
High-Yield	1	2	3	4	5
Government	1	2	3	4	5
Corporate	1	2	3	4	5

Short term rates should peak during 1st half of 2023. Mid and low term rates anticipate a slowdown. We allocate into 2-5 year maturities.

CURRENCIES

	Negative	Slightly negative	Neutral	Slightly positive	Positive
USD	1	2	3	4	5
CHF	1	2	3	4	5
SEK	1	2	3	4	5
GBP	1	2	3	4	5
EUR	1	2	3	4	5

- USD has peaked
- EUR will regain strength if macro stabilizes

COMMODITIES

OVERWEIGHT

	Negative	Slightly negative	Neutral	Slightly positive	Positive
Gold	1	2	3	4	5
Oil	1	2	3	4	5
Copper	1	2	3	4	5

- Gold has momentum
- We believe current oil weakener is temporary.
- Copper long term case

This document is not an investment proposal. It is for information purposes only and therefore does not constitute a contractual document. The Fund declines all responsibility for the use of this document.