

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

(Isin : LU0730697348)

31 March 2023

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 : “ Bank failures are caused by depositors who don’t deposit enough money to cover losses due to mismanagement ” - Dan Quayle

Macro & monetary policies: “ Fading trust for banks and the financial system “

The Swiss government and financial regulator Finma took the astonishing decision to force the sale of Credit Suisse bank to UBS, denying all basic principles and common shareholders rights and wiping out bondholders. These are changing times as creative law making now follows decades of imaginative accounting and monetary policies. These are probably not the best ingredients to keep and restore faith and trust in the financial system. The European authorities swiftly intervened to relieve stress from the bond market by assuring no similar action could be taken in the continent. Let us hope that not too many bodies will float to surface in the coming weeks and months. So far, ECB’s assurance regarding the capitalization of the major European banks has temporarily calmed investors spirits. Nevertheless, the aftermath turmoil from the SVB failure continues to drag liquidity out from US banks at a record level. Banks will have to remunerate client’s deposits, or they will continue to lose deposits. Either way, their margins will fade. Current stress has also brought stricter credit conditions cooling the cycle and relieving some pressure from central banks.

Inflation figures seem to have peaked but remain sticky particularly with core inflation still rising. Europe’s year on year inflation dropped to 6.9% in March from 8.5% the previous month while core inflation grew from 5.6% to 5.7%.

The Fed and the ECB maintained their restrictive path by increasing rates by 25 and 50 basis points, respectively. A further hike could be in the cards unless further cracks in the banking system leads us to a liquidity squeeze.

Monetary policies are walking on a thin path between inflation and credit stress. Beware of cash hungry companies with weak balance sheets.

Markets & Investment decisions: “ Defensive and agile stock picking “

After feeling some heat and volatility from the banking drama, most indices managed to claw back lost ground to end up the month in positive territory. Performances though, show large variation depending on regions, indices, and sectors. The S&P 500 ends the 1st quarter with a positive +7% YTD, the Eurostoxx 600 was up +8% but the small cap Russell 2000 is only +2.7%. The Barclays pan Bond Index is up 2.3% YTD while emerging markets are generally lagging. Aulien is up 3.9% YTD and has shown steady and stable returns in a choppy, volatile environment. We maintain our constructive and agile approach as we feel opportunities arise on the back of excessive negative sentiment. Earning season is due within the next few weeks and we anticipate a mixed bag of results as slow down and higher credit costs will take their toll on revenues and margins. Nevertheless, many corporations have shown strong resilience and the ability to either increase prices or reduce costs.

We continue to gradually build Bond positions as yield have risen. The current inverted yield curve is hinting than yields might inverse course, we therefore want to lock the carry of 3-4% in EUR and 4-5% in USD in high quality investment debt. We have also slightly risen our Equity allocation by buying Ericsson (turnaround story), a Van Eck ETF on Junior Gold Miners (bought at an historical discount vs physical and senior miners). We also decided to sell Petrobras and Buy Royal Dutch Shell. Current expected returns on high quality bonds and stocks do not justify the extra risk of investing in emerging markets.

Current investment ideas include Shimano (seems to technically break out), Novartis and Elekta .

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%
Rolls-Royce	1.3%
ABB	1.2%

Bonds:

Netflix Inc 3.625% 15.05.27	1.8%
DNB Bank FRN 14.03.29	1.5%
BNP Paribas 1.125% 22.11.23	1.5%

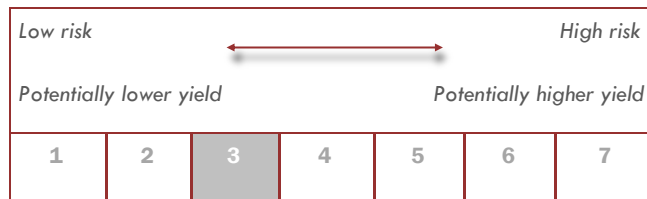
Funds:

Quantex Global Value Eur I Dist	3.0%
Eleva Absolute Return Europe I Eur Cap	2.8%

Others:

ZKB Gold ETF AA (USD) Dist	5.6%
----------------------------	------

Profil risk & yield

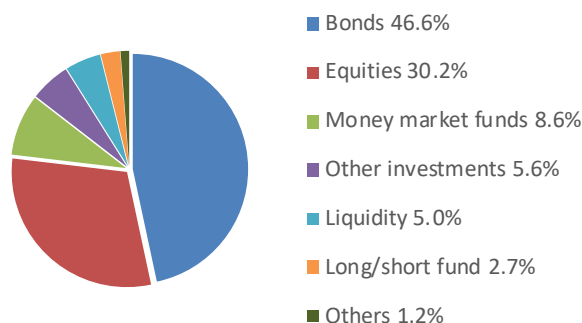


SFDR Disclosure

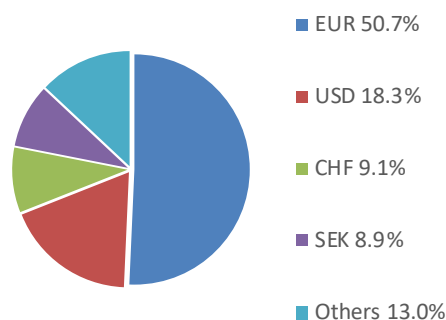
This Funds is neither in scope of Article 8 nor Article 9 of the Regulation (EU) 2019/2088 of the European Parliament and of the Council of 27 November 2019 on sustainability-related disclosures in the financial services sector ("SFDR Regulation").

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 31.03.23 : EUR 112.6

AUM (m EUR): 33.0

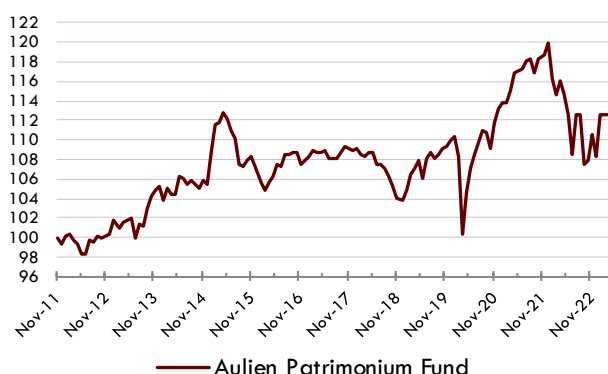
Performance (in EUR)

	1 m	3 m	6 m	YTD
Aulien Patrimonium	+0.1%	+3.9%	+4.7%	+3.9%

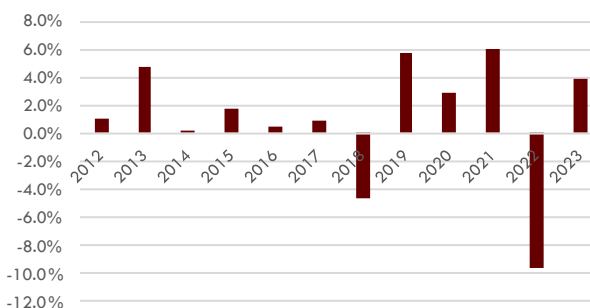
Calendar year performance

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Aulien Patrimonium	-9.6%	+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

NEUTRAL

	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

Tech indicators are bullish but be aware of earnings recession.

BONDS

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 have risen due to sticky inflation. 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: potential breakout
- Oil benefits of OPEC's production cuts
- 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.