

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

(Isin : LU0730697348)

31 July 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 : “ How goodness heightens beauty. ” - Milan Kundera (1929-2023)**

Macro & monetary policies: “ Waiting for a pivot in central banks policies “

News of Fitch downgrading the US government debt last week seem to have taken some market participants by surprise. But recent decisions such as, once again, removing the debt ceiling and intensive money printing have risen US government's interest annual expenses north of USD 1 trillion. New bonds are issued in order to pay the accrued interest, raising inflation expectations. No wonder Fitch comes to its logical conclusion, highlighting «a steady deterioration in standards of governance over the last 20 years ». Earlier, the FOMC meeting triggered an anticipated 25 basis point hike and kept comments vague on a possible further hike in September. Current consensus now believes the Fed will ultimately remain on hold for the next meeting, and the US could successfully achieve a soft landing with unemployment still very low (3.6%), cooling inflation (CPI yoy +4.8%), US consumer sentiment jumping to an almost two-year high and robust macro data GDP rising 2.4% in 2Q23. This being said, the macro growth is mainly due to hefty government spending which itself contributes to keep inflationary pressures. We hope rates will stabilize and decline but we fear it might take a bit longer than generally expected.

In Europe, The ECB also raised its key rate by 25bps though part of its territory is already in recession. Inflation is falling but more slowly than the US (Core inflation at +5.5% in July and the economy is less resilient GDP +0.3 2Q23. Mrs Lagarde will increasingly feel the pressure if she maintains her hikes while the region faces a sharp slowdown.

Markets & Investment decisions: “ Improving market breadth “

Despite a very uncertain environment, the 2Q23 earnings season has been better than feared so far, on both sides of the Atlantic. 51% of S&P 500 companies have now reported, and 80% of them have reported a positive EPS/positive revenue surprise. The equity market is broadening out, large cap tech stocks are not finished going higher, but they may well underperform other parts of the market in the months just ahead.

Markets' breadth improved with increased participation (stocks, sectors, geographies and styles), a signal that is all the more encouraging in that it is not accompanied by a collapse of the previous leaders, but one that will need to be confirmed in the months ahead. The US markets outperformed the rest of the world with S&P 500 + 3.1% and the Nasdaq +4.1% while Eurostoxx 50 gained 1.6% but Nikkei lost 0.1% and Swedish OMX 30 dropped 2.6%. The Aulien Fund gained 0.5%. We sold some shares just before their earnings or when reports were disappointing (sale of Rolls-Royce, SGS and Richemont). We feel one should seek opportunities in lagging sectors with lower multiples such as Energy and Commodities as Tech and healthcare sectors valuations have now often reached stretched valuations. Geographically, we maintain our overweight in the Swiss market as we value its defensive bias and the strength of many of its balance sheets. Some ideas include base metal fund ETF's, Uranium ETF, oil companies and Boliden (copper mining). We're also intrigued by the recent comments from BlackRock's CEO Larry Fink stating that «Bitcoin is "digitizing gold" and that if we can create more tokenization of assets and securities it could revolutionize finance». Perhaps a small allocation to a basket of crypto currencies could make sense? Finally, European investment grade bonds yielding 4 to 5 % with 2–5-year maturities offer interesting opportunities.

### 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

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## Current top positions

### Stocks:

ABB	1.4%
Investor B	1.4%
Swissquote	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%

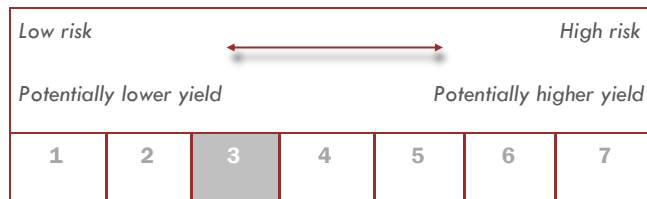
### Funds:

Quantex Global Value Eur I Dist	3.2%
Arcano Low Volatility European Income CE A EUR	2.8%

### Others:

ZKB Gold ETF AA (USD) Dist	5.4%
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## Profil risk & yield

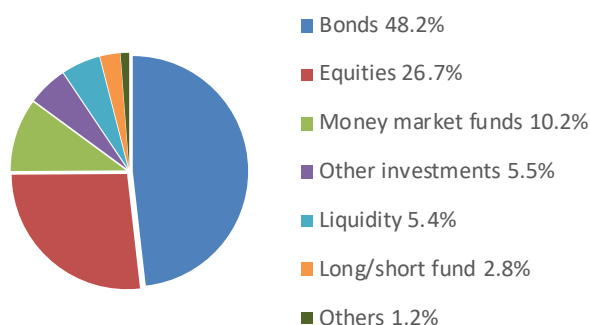


## SFDR Disclosure

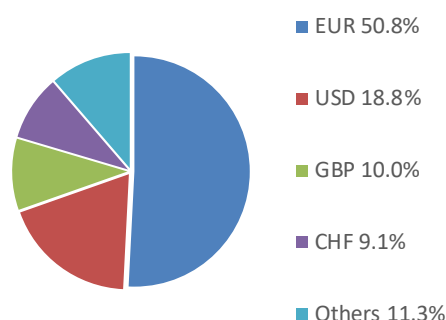
This Funds is neither in scope of Article 8 nor Article 9 of the Regulation (EU) 2019/2088 of the European Parliament and of the Council of 27 November 2019 on sustainability-related disclosures in the financial services sector ("SFDR Regulation").

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 28.07.23 : EUR 113.1

AUM (m EUR): 33

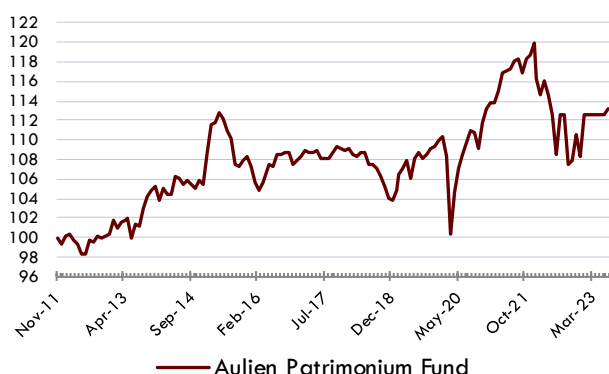
## Performance (in EUR)

	1 m	3 m	6 m	YTD
Aulien Patrimonium	+0.5%	+0.4%	+0.5%	<b>+4.4%</b>

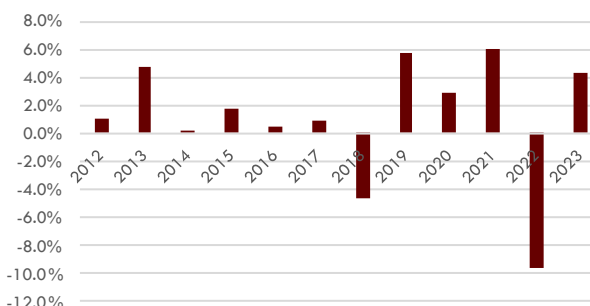
## Calendar year performance

	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



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## 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

Choppy markets, no trend.  
Opportunities in Energy and Commodities.  
Strong momentum in Japanese market.

### 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 2nd 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 short term rally
- EUR correction
- CHF strength

### 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

- Copper long term case

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