

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

(Isin : LU0730697348)

31 December 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 : “ Come, gentlemen, I hope we shall drink down all unkindness. ” - William Shakespeare (1564-1616)

Macro & monetary policies: “ When will central banks drop rates? “

A 2023 ended in a cheerful mood, markets and investors unanimously looking at the glass half full. Dropping inflation figures combined with economic resilience meant that everyone anticipates a soft landing. We're concerned with this environment and complacent mood as we see many possible grains of sand in this rosy scenario. First, central banks have a poor history in timing their switching from the brake pedal to the accelerator and inversely (remember the recent temporary inflation tale?). The latest Fed minutes quotes “rate cuts would be appropriate by the end of 2024” but there is no precise schedule for a definitive pivot. The ECB, as usual, is lagging while its economy is more fragile. A late call from Lagarde could potentially drive the European recession into a deeper and longer recession than most expected.

One should also keep a close watch to the current challenging geopolitical surroundings with a deterioration of the Ukraine situation (current US and EU funding is under threat) and increasing tension in the Middle East. Attacks on Western cargos ships in the Red Sea and escalating confrontations between Iran & its proxies and Israël are disturbing usual shipping routes and threatening the whole “disinflation/soft landing goldilocks plot. Wars are inflationary and unfortunately these conflicts do not seem even close to a resolution.

Still, there is scope for some optimism, inflation seems reasonably tamed and the cycle maintains some momentum. Forthcoming quarterly earnings will surely bring some light into the current economic situation.

Markets & Investment decisions: “ too good to be true “

Recent market strength and pace simply can't continue, and we feel some of the recent gains were borrowed from 2024. If we look at the S&P 500, the November return of 9% was the second best in 30 years and December (+4.4%) was the fifth best December. No wonder global markets have started 2024 on a weaker note. The good news is the broadening of the rally with previous laggards replacing previous winners. After a stellar year for growth stocks and the “magnificent seven”, value is taking over. The time seems appropriate to take some profits in high flying tech and financials and switch into healthcare (recent best performing sector), food and beverage (we like Kraft Heinz, Pernod Ricard has dropped sharply) and of course the oil sector. We find very odd current weakness in Brent prices in front of current geopolitical situation and the oil sector remains very cheap in both absolute and relative terms. Also, defense and cyber technology should continue to shine.

Our stock picking, see latest monthly review, achieved some remarkable performances during 2023 (Rolls Royce +221.6%), Novo Nordisk (+48.9%), Cameco (+90.1%) and X-Vivo (+80.1%) and the Aulien Fund had its best yearly performance in 2023 (+8%) while maintaining a very prudent and sound strategy (current volatility is less than 6%).

The Fund took the opportunity during the 3rd quarter to allocate a substantial part of its assets into longer maturities than usual, allowing some confidence that the consequent yields will provide a useful tailwind to our appreciated investors.

Current ideas and possible allocations include Roche, Lonza, ABB, Saab and Air Liquide.

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	1.5%
ABB	1.5%
Swissquote	1.3%

Bonds:

Netflix Inc 3.625% 15.05.27	1.9%
DNB Bank ASA FRN 14.03.29	1.6%
ABB Finance 3.25% 16.01.27	1.5%

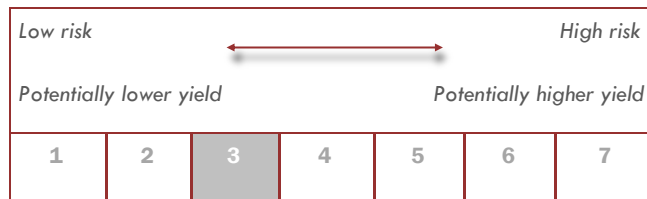
Funds:

Quantex Global Value Eur I Dist	3.2%
Arcano Low Volatility European Income CE A EUR	3.0%

Others:

ZKB Gold ETF AA (USD) Dist	5.7%
----------------------------	------

Profil risk & yield

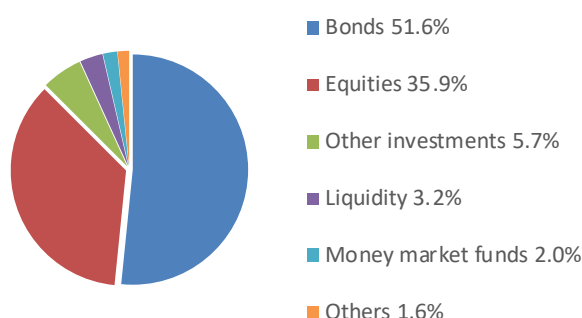


SFDR Disclosure

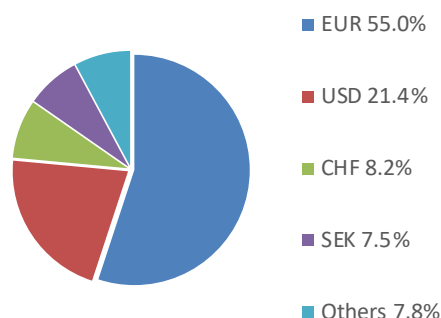
This Funds is neither in scope of Article 8 nor Article 9 of the Regulation (EU) 2019/2088 of the European Parliament and of the Council of 27 November 2019 on sustainability-related disclosures in the financial services sector ("SFDR Regulation").

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 31.12.23 : EUR 117.04

AUM (m EUR): 33

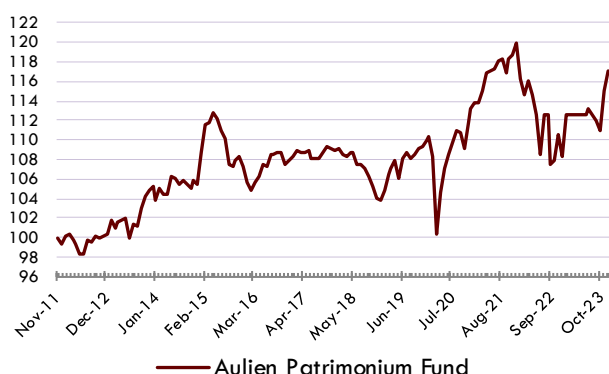
Performance (in EUR)

	1 m	3 m	6 m	YTD
Aulien Patrimonium	+1.7%	+4.5%	+4.0%	+8.0%

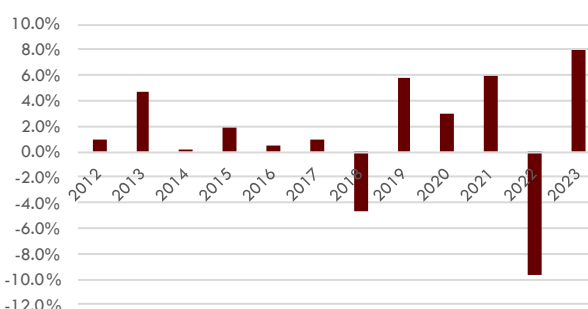
Calendar year performance

	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

Overweight value vs growth.
Opportunities in Energy, Healthcare and Defensive.
Positive on Swiss market after underperformance in 2023.

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

Rates have probably peaked. Time to lock yields, add duration.
Buy 7-10 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 should recover
- CHF neutral
- SEK rebound

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
- Oil should rebound

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.