

# Patrimonial SRI Fund A - Acc

Monthly summary report | as at 31 January 2022

Signatory of:



## Investment Objective

The fund seeks to achieve capital appreciation over the medium to long-term by investing in a diversified portfolio of primarily fixed income and equity securities (or related instruments). The fund will at all times be at least 40% invested in bonds while the remaining will be invested according to market opportunities. The fund may also be indirectly invested in commodities (including precious metals) and related thematic plays.

## Latest Update

|  |        |
|--|--------|
| NAV per share                                  | 145.64 |
| 2021 year-to-date return as at 31 January 2022 | -3.34% |

## Performance

|                   | 1M     | YTD    | 2021   | 2020  | 2019   | 3Y     | SI     |
|-------------------|--------|--------|--------|-------|--------|--------|--------|
| Midas Patrimonial | -3.34% | -3.34% | 10.32% | 1.89% | 12.25% | 19.12% | 45.64% |

## Fund key facts

|                   |                     |
|-------------------|---------------------|
| Inception date *  | 31 May 2013         |
| ISIN code         | LU0927887843        |
| Asset class       | Diversified         |
| Total fund assets | €317.0 million      |
| Base currency     | EUR                 |
| Legal status      | Luxembourg UCITS    |
| Management Fee    | 1.28%               |
| Custodian         | Crédit Suisse Lux   |
| Liquidity         | Daily               |
| Settlement Date   | Trade Date + 2 Days |
| SFDR              | Article 8           |

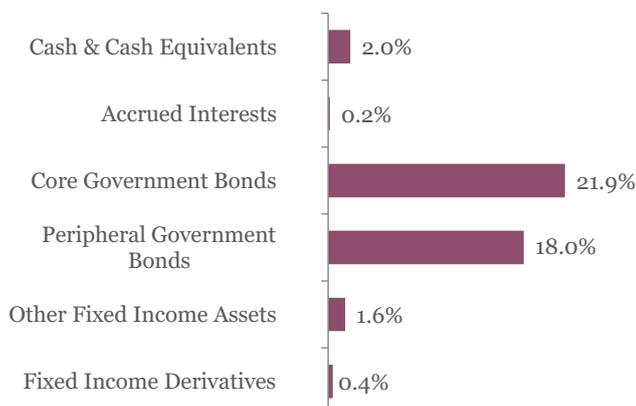
## Asset Allocation



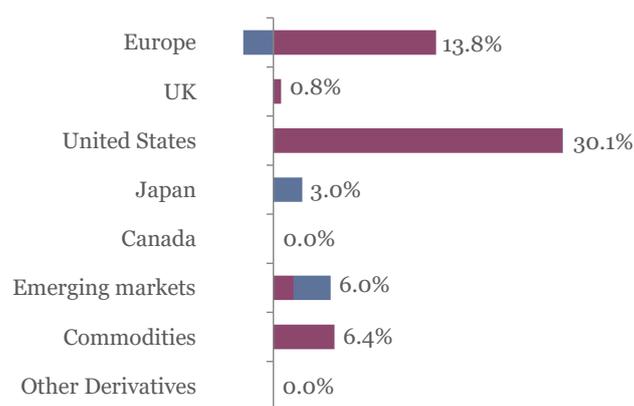
## Currencies

|          | USD   | JPY  | GBP  | CHF  | Other |
|----------|-------|------|------|------|-------|
| Exposure | 36.9% | 2.8% | 2.6% | 2.0% | 0.0%  |

## Fixed income asset allocation



## Equity and other securities asset allocation



■ Direct Exposure ■ Equity Derivatives

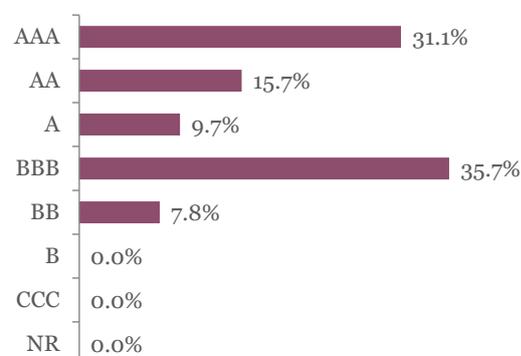
# Patrimonial SRI Fund A - Acc

Monthly summary report | as at 31 January 2022

## Top 10 fixed income holdings

|                                       | Rating | Weight |
|---------------------------------------|--------|--------|
| BTPS : BTPS 1 07/15/22                | BBB-   | 3.5%   |
| BUNDESSCHATZANW : BKO 0 03/11/22      | AAA    | 3.2%   |
| HELLENIC REPUBLI : GGB 4 3/8 08/01/22 | BB-    | 3.2%   |
| BTPS : BTPS 0.35 02/01/25             | BBB-   | 2.8%   |
| BUNDESSCHATZANW : BKO 0 06/16/23      | AAA    | 2.5%   |
| SPANISH GOV'T : SPGB 0 01/31/26       | BBB+   | 2.2%   |
| IRISH GOV'T : IRISH 1 05/15/26        | A      | 1.8%   |
| SPANISH GOV'T : SPGB 0.4 04/30/22     | BBB+   | 1.7%   |
| FRANCE O.A.T. : FRTR 0 02/25/22       | AA     | 1.7%   |
| EUROPEAN INVT BK : EIB 0 3/8 07/16/25 | AAA    | 1.6%   |

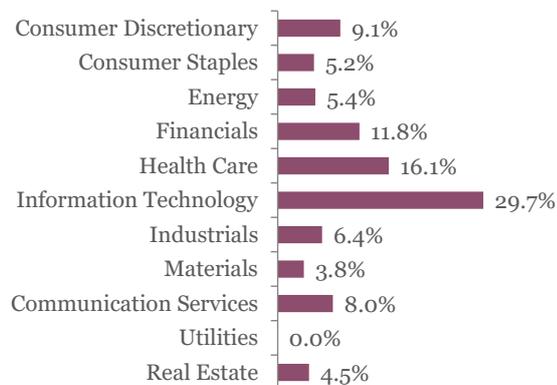
## Fixed income rating breakdown



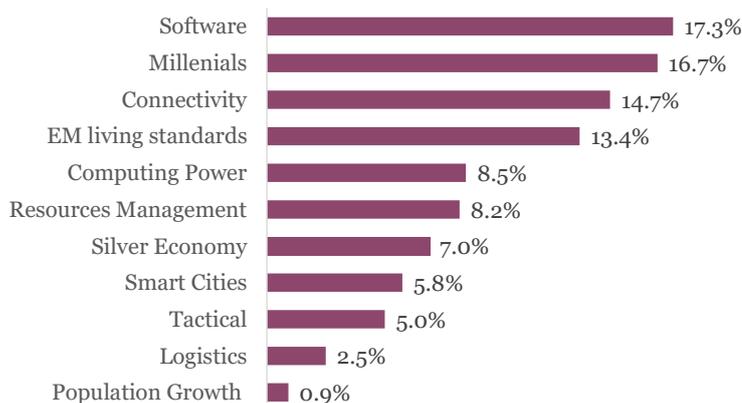
## Top 10 equity holdings

|                        | Sector                 | Weight |
|------------------------|------------------------|--------|
| BROADCOM INC           | Information Technology | 3.4%   |
| MICROSOFT CORP         | Information Technology | 2.9%   |
| APPLE INC              | Information Technology | 2.3%   |
| AMAZON.COM INC         | Consumer Discretionary | 2.3%   |
| UNITEDHEALTH GROUP INC | Health Care            | 2.2%   |
| IQVIA HOLDINGS INC     | Health Care            | 2.2%   |
| MARVELL TECHNOLOGIES   | Information Technology | 1.8%   |
| BANK OF AMERICA CORP   | Financials             | 1.7%   |
| JPMORGAN CHASE & CO    | Financials             | 1.7%   |
| FREY                   | Real Estate            | 1.6%   |

## Equity sector breakdown



## Thematics breakdown

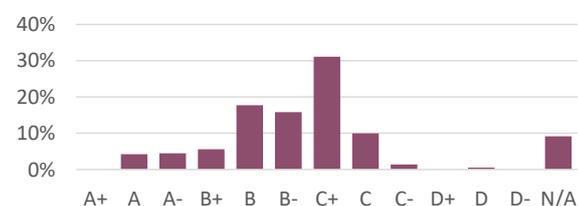


## Top other holdings

|   |      |
|---|------|
| ETFS PHYSICAL GOLD                      | 6.3% |
| iShares EURO STOXX Banks 30-15 UCITS ET | 1.7% |
| Allianz China A-Shares                  | 0.9% |

## ESG Ratings

Breakdown of holdings (datasource: Thomson Reuters, ISS)



# Patrimonial SRI Fund A - Acc

Monthly summary report | as at 31 January 2022

## Market Review

2022 took off with strong turbulence and massive sector rotation in equity markets at the expense of the so-called growth stocks. Fears of faster Fed rate hikes particularly affected the technology sector, while banking and energy stocks rose. The decline in equity markets affected all geographical areas, such as the S&P500 (-5.3%), the Topix (-4.8%), and the Stoxx 600 (-3.9%), while emerging markets held up better (-1.9%). While the health risk linked to the Omicron epidemic seemed to be contained, it was the prospect of an accelerated exit from accommodative monetary policies and tensions between Russia and the West over the Ukrainian situation that led to a sharp rise in risk aversion.

Faced with higher and more sustainable inflation, Central Banks continued to adjust their communication to prepare the markets for a faster monetary tightening. Jerome Powell clearly anchored monetary policy in a more restrictive direction, confirming the possibility of adjusting rates more quickly in response to the economic environment. Markets have also considered the possibility of a less accommodative monetary policy on the part of the ECB albeit wage pressures being less pronounced in the Eurozone, where energy price increases account for half of inflation.

On a more positive note, economic activity continued to resist with the latest indicators remaining well oriented particularly in industry, with a gradual improvement in supply chain, while activity in services was less affected than in the past by health restrictions. In the fixed income markets, the integration of less expansive monetary policies weighed slightly on performance. The high yield segment fell by 1.4%, investment grade credit by 1.2% and sovereign debt declined by 1.1%. Finally, oil continued to rise with a +17.2% increase, supported by the energy crisis in Europe and geopolitical tensions between Ukraine and Russia.

## Portfolio Performance

During the month, the fund lost 3.34% being pulled down by declining equities. The fixed income part of the portfolio struggled as well amidst rising interest rates while currencies contributed positively mainly on the back of the strong greenback.

The global equity exposure remained around 54% during the month. US equities fell harder than other markets resulting in lower weight (30%) while we have somewhat increased emerging markets and Japanese stocks (to 3% and 6% respectively). Importantly, we have increased the number of holdings making the equity portfolio more robust (for instance via large quality Swiss stocks).

The overall duration contribution remained low at 1.65 (or 3.3 if measured on 50% of the portfolio). We have however continued to increase our bets for further yield curve steepening.

## Market Outlook

Improved supply chains, reduced fiscal support and energy-related base effects should with time reduce inflationary pressures and thus allow for a gradual monetary tightening (largely priced-in now) that equity markets should be able to withstand. The US consumer has a strong financial profile that should continue to support growth. Thus, we maintain a positive view on the equity markets, favoring a mix of reasonably priced growth stocks and value sectors. Furthermore, equity markets should focus again on good corporate earnings reports as companies benefit from buoyant demand which should allow them to maintain high margins.

As for the Ukrainian risk, economic cost of an escalation of tensions through an acceleration of gas and oil prices is high. Negotiations between the different parties should continue but we acknowledge that the risk is not to be underestimated. In the meantime, Russian exports of gas to Europe have fallen sharply, being mainly substituted by LNG.

This newsletter does not constitute an offer to sell or the solicitation of an offer to purchase any security or investment product. Information herein is believed to be reliable but Midas Wealth Management does not warrant its completeness or accuracy. The opinions expressed within are entirely those of Midas Wealth Management and do not constitute an offer of investment advice. Past performance will not necessarily be repeated and is not indicative of future results. The investments discussed may fluctuate in price or value and you may not get back the amount invested. The indices shown are presented only to allow for comparison of the Midas Wealth Management funds' performance to that of certain widely recognised indices. The volatility of the indices may be materially different from the individual performance attained by a specific fund or investor. In addition, the Midas Wealth Management fund holdings may differ significantly from the securities that comprise the indices shown. Investors cannot invest directly in an index. Performance figures reflect the reinvestment of all dividends and earnings, as well as investment management, administration and performance fees. A description of the specific fee structure and risks of investing for each Midas Wealth Management fund is contained in the fund's prospectus. No part of this document may be reproduced in any manner without the prior written permission of Midas Wealth Management.

The LuxFLAG ESG Label is valid for the period ending on 31/12/2022. Investors must not rely on LuxFLAG or the LuxFLAG Label with regard to investor protection issues and LuxFLAG cannot incur any liability related to financial performance or default of this fund.

\* Performance has been calculated since inception on the 31st of May 2013 of Expert Investor Sicav Midas Global Balanced Fund which merged into Midas Sicav Patrimonial Fund on the 1st of August 2016.