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| AMC Aspermont Dividend Stock Basket |

**Product update as of September 30, 2020**

**NAV per share (September 30, 2020): EUR 143.80 monthly performance: -1.78%, YTD: -4.64%, since inception: +43.51%**

# The Aspermont Dividend Stock Basket

The Actively Managed (Strategy) Certificate (AMC) linked to the Aspermont Capital Dividend Stock Basket provides investors access to a broadly diversified portfolio of around 30 attractive value stocks. We particularly seek out companies with stable or growing dividends and payout ratios, driven by healthy balance sheet structures and sustainable revenue and earnings growth. While screening for such quantitative elements as margin growth, free cash flow and debt-to-equity ratios, qualitative aspects like management performance and corporate strategy are also included in our selection process. A minimum of 80% of the portfolio will be invested in large cap names with market capitalizations of over EUR 10 billion.

# Manager’s Comment

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| After strong uptrend movement in August, markets, especially tech stocks, faced a barrier. Business models of companies from this sector haven’t suffered from corona outbreak, but high valuation was not sustainable in long run, thus correction of 10-15% was highly expected. Other sectors recorded minor decline. Raising concerns of additional lockdowns in Europe due to corona virus increased volatility on markets, but effect on performance was negligible. With 4.5% cash and -1.78% result in September, we reduced portion of cash balance by 2/3 to enter market in correction phase. Values of indices in August mostly declined: SMI +0.53%, S&P500 -3.99%; Eurostoxx600 -1.58%; DAX -1.44% and UK -1.64%. Our portfolio is currently composed of 28 positions. Observing currency perspective, 24% of the assets are in USD; 13% in CHF; 5% in DKK, 2% in HKD and remaining 56% in EUR. In terms of sector allocation, industrials remains largest position with 24% (transportation 14%, aerospace 2%, engineering & construction 5%, electrical components 3%), followed by IT 15%, financials 12% (banks 5%, private equity 5%, insurance 2%); consumer discretionary 10%, healthcare 10%, utilities 7%; energy 7% and participation of other sectors below 5%.  As mentioned, higher volatility, market correction and greater portion of cash increased number of our portfolio rebalancing in September. Increasing position in Novonordisk (weight 4.8%) prior to raising uncertainties on market made this stock best performer with +0.27%. Our biggest position, Deutsche Post (9%), continued with positive trend and contributed +0.17%. In September, writing of covered call options enhance result by +0.33%. Beside this, we seized opportunity to build position in Kingsoft (2%), emerging Chinese software spreadsheet company, and we expect full effect of this investment in following month. Also, we increased exposure in Vonovia (3.2%), Schneider Electric (3%), Lukoil (4%) and Digital Realty (5%) at attractive levels. On the other hand, Vinci (4.5% weight, performance -0.43%) operating profits from concessions in forthcoming months are questionable due to possible restriction of movements. Second corona wave also affected Bank sector, where investors incorporates higher loan impairments and lower demand for oil, so our top weights from this segments, Partners Group (5% exposure) and Lukoil performance was negative, -0.42% and -0.43%, respectively. |  | *Performance since launch vs. Custom Benchmark: Source: Bloomberg*    *Performance YTD vs Custom Benchmark: Source Bloomberg*  *Custom Benchmark: 50% EuroStoxx600, 25% S&P500, 15% SMI, 10% FTSE100, all in EUR* |

# Returns

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| |  |  |  |  |  |  |  |  |  |  |  |  |  |  | | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | |  | Jan | Feb | Mar | Apr | May | Jun | Jul | Aug | Sep | Oct | Nov | Dec | YTD | | 2013 |  |  |  |  |  | -0.45% | 3.76% | -1.26% | 3.13% | 2.37% | 1.85% | -0.45% | 9.18% | | 2014 | -2.29% | 3.09% | 0.73% | 1.53% | 2.66% | 0.43% | -1.12% | 1.13% | 0.95% | -0.60% | 6.09% | -2.26% | 10.52% | | 2015 | 7.71% | 0.77% | 5.42% | 2.75% | -1.34% | -4.10% | 3.76% | -8.30% | -0.70% | 3.59% | 1.96% | -3.47% | 8.19% | | 2016 | -4.97% | -1.93% | 1.56% | 1.94% | 2.69% | 1.36% | 0.22% | -1.65% | 0.46% | -1.04% | -1.31% | 5.31% | 2.29% | | 2017 | -0.31% | 2.65% | 2.99% | 0.94% | 1.65% | -2.27% | -1.10% | 0.06% | 1.39% | 2.23% | 0.23% | -0.56% | 8.03% | | 2018 | 0.53% | -2.94% | -1.78% | 3.40% | -0.54% | -0.22% | 4.12% | 0.10% | 0.30% | -6.18% | -0.31% | -8.12% | -12.91% | | 2019 | 6.88% | 5.52% | 2.43% | 2.52% | -3.48% | 2.06% | 0.51% | 0.41% | 1.15% | -0.27% | 0.67% | 0.22% | 19.79% | | 2020 | -0.33% | -8.12% | -10.0% | 4.75% | 3.00% | 4.63% | -1.07% | 5.55% | -1.78% |  |  |  | -4.64% |  Figures & Ratios |



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| **Certificate Terms**  Issuer: UBS AG  Advisor: Aspermont Capital AG  ISIN: CH0215884732  Profile: Tracker-Certificate (SVSP-Code: 1300)  Launch date: June 2013 | Currency: EUR  Denomination: EUR 100 per Unit  Maturity: June 12, 2018 (extended to June 13, 2023)  Listing: SIX Swiss Exchange (SIX Structured) |
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