

# TRAMONDO NEXT GENERATION

## OCTOBER 2020



### CUMULATIVE FUND PERFORMANCE (CLASS I USD)



### RISK / RETURN METRICS (CLASS I USD)

Performance since inception	32.15%
Volatility	20.06%
Return p.a.	16.88%

Note: Fund inception date 12 June 2018

### KEY DEVELOPMENTS DURING THE MONTH

October was dominated by two topics - the resurgence of Covid-19 in Europe and the US as well as the US presidential election that took place. The portfolio performed solidly in a weak market environment driven by “work from home” stocks and the flows for a blue wave scenario. The “Biden Trade”, hence, stocks related to climate change and emerging markets performed very well (Green Planet, Industry 4.0) while growth stocks in general performed strongly, too. In the end, markets spent much of the month in wait-and-see mode before the announcement of widespread restrictions across Europe in the final days of the month tipped the balance of risks to the downside.

In October, the MSCI All Country World closed -2.4% while the fund finished -0.4%. The six themes performed as follows in October 2020 (YTD): Green Planet +5.4% (+38%), Digital Health -0.6% (+19%), Industry 4.0 +0.8% (+13%), E-Sports -3.0% (+44%), Artificial Intelligence 0.0% (+40%), and Cyber Security -4.9% (+13%).

At the time of writing, Joe Biden won the presidential election. Assuming that Republicans maintain their majority in the Senate, tax hikes will remain off the table. This is good for stocks. Joe Biden would also lower the temperature on trade tensions with China. This, too, is good for stocks. Conversely, the odds of a major fiscal stimulus package have dropped sending yields lower. This gridlock and subsequent market reaction favours growth stocks. What has become clear during the current Q3 earnings season and after the presidential election is that our six themes are of ongoing importance. We hold an attractive mix of “Work from Home” and trends such as Digital Health, Green Planet and Industry 4.0, whereby the fund should continue to benefit from these ongoing secular growth themes. As for now, we continue monitoring the daily Covid-19 data and vaccine news. Lastly, we closely observe price behavior and flows into subsectors and market leaders.

### INVESTMENT STRATEGY

#### EQUITY LONG-ONLY

### SUB-STRATEGY

#### THEMATIC INVESTING

### FUND HIGHLIGHTS

- Dynamic growth-focused equity-based investment strategy aimed at generating above-average investment returns with a long-term time horizon
- Access to the most promising megatrends of the 21st century through a single, actively managed investment
- Active identification of companies with competitive advantages at the frontier of those megatrends in structurally growing markets
- Active stock selection based on a disciplined, fundamental analysis model embedded in a robust risk management framework
- Direct investments in single shares only (no funds or ETFs)

### TOP-DOWN TREND IDENTIFICATION

INVESTMENT COMMITTEE	ADVISORY COMMITTEE
<ul style="list-style-type: none"> <li>Identification of high-growth megatrends</li> <li>Evaluation of “Growth Triggers”</li> <li>Macro-environment analysis</li> </ul>	<ul style="list-style-type: none"> <li>Identification of high-growth megatrends</li> <li>Dialogue with experts in the field</li> </ul>

### BOTTOM-UP EQUITY SELECTION

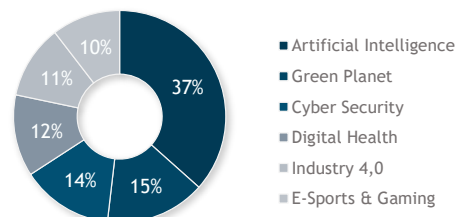
FUNDAMENTAL ANALYSIS	
<b>CAN SLIM-Analyse*</b> <ul style="list-style-type: none"> <li>Current quarterly earnings</li> <li>Annual earnings growth</li> <li>New product or service</li> </ul>	<ul style="list-style-type: none"> <li>Supply and demand</li> <li>Leader or laggard</li> <li>Institutional sponsorship</li> <li>Market direction</li> </ul>

\*CAN SLIM represents the seven characteristics that top-performing stocks often share before making their biggest price gains. It was developed in the 1950s by Investor's Business Daily founder William O'Neil.

### THEMATIC ALLOCATION

BENCHMARK-INDEPENDENT ALLOCATION RELATIVE TO THE MOST ATTRACTIVE GROWTH TRENDS	ACTIVE MANAGEMENT OF THE UNDERLYING POSITIONS
20 - 25 SECURITIES FOR EACH MEGATREND	120 - 150 SECURITIES IN THE PORTFOLIO

### PORTFOLIO CONSTRUCTION



### MONTHLY NET RETURNS (CLASS I USD)

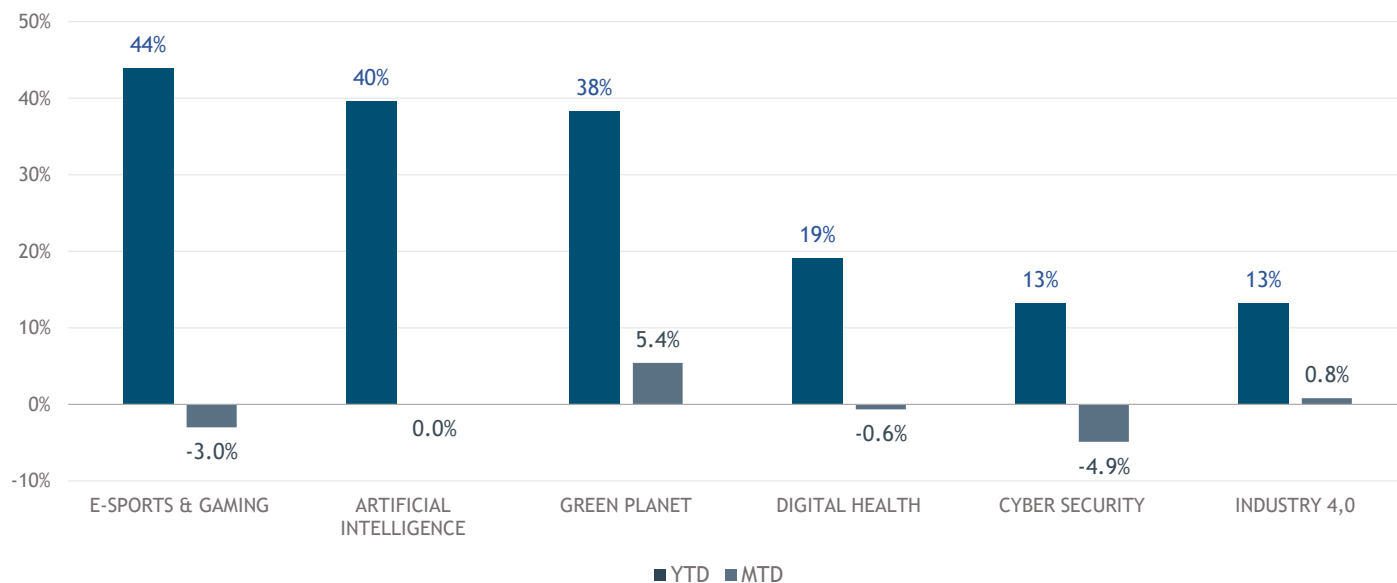
	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD	S.I.
2020	2.58%	-5.39%	-9.52%	13.38%	8.24%	3.95%	7.22%	5.86%	-1.39%	-0.41%			24.88%	32.15%
2019	10.38%	4.55%	-0.14%	4.24%	-7.60%	6.43%	1.42%	-3.80%	-1.17%	3.32%	4.73%	2.04%	25.78%	5.82%
2018						-2.86%	0.44%	4.34%	-0.36%	-11.29%	2.17%	-8.48%	-15.87%	-15.87%

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### PORTFOLIO PERFORMANCE CONTRIBUTORS



### ABOUT THE INVESTMENT MANAGER

Tramondo Investment Partners AG is a bank-independent Swiss asset manager based in Zug and licensed by the Swiss Financial Market Supervisory Authority (FINMA) to act as an asset manager of collective investment schemes.

### CONTACT

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### KEY FUND TERMS

Fund Size in USD in Mio.	33
Base Currency	USD
Denominations	USD, EUR, CHF
Management Fee	0.55%
Performance Fee	10% (with High Water Mark)
Launch Date	12/06/2018
Valuation Day	Weekly, Tuesdays
Subscription Frequency	Weekly, Tuesdays
Subscription Notice Period	none
Redemption Frequency	Weekly, Tuesdays
Redemption Notice Period	1 business day
Fund Structure	AIF
Domicile	Liechtenstein
Investment Manager	Tramondo Investment Partners AG
Custodian	LGT Bank AG
Administrator	LGT Financial Services AG
Auditor	PwC
Legal Counsel	Dr. J. Bollag & Cie.
Paying Agent (CH)	Frankfurter Bankgesellschaft (Schweiz) AG
Representative Agent (CH)	OpenFunds Investment Service AG

### SHARE CLASS INFORMATION

Class	CCY	ISIN	Mgmt Fee	Perf Fee	Status	Launch	NAV	MTD	YTD
I Shares	USD	LI0419018309	0.55% p.a.	10%	open (min 100k)	Jun 18	1321.48	-0.41%	24.88%
B Shares	USD	LI0419018291	0.85% p.a.	10%	open	Jul 20	1043.85	-0.40%	4.38%
I Shares	CHF	LI0419018317	0.55% p.a.	10%	open (min 100k)	Jul 20	1039.03	-0.54%	3.90%

### LEGAL DISCLAIMER

The fund may only be marketed in the principality of Liechtenstein and Switzerland (only to qualified investors according to Swiss law). This information is intended solely for the individual recipient. Distribution to third parties is therefore not permitted. Further details can be found in the prospectus (see representatives & paying agents). The current prospectus and the current annual report can be obtained free of charge from LGT Fund Management Company Ltd., Herrengasse 12, 9490 Vaduz, Liechtenstein as well as on the website of the Liechtenstein Investment Fund Association (Liechtensteiner Anlagefondsverband, "LAFV") at [www.lafv.li](http://www.lafv.li). Representative in Switzerland: OpenFunds Investment Services AG, Seefeldstrasse 35, 8008 Zürich. Payment Agent in Switzerland: Frankfurter Bankgesellschaft (Schweiz) AG, Börsenstrasse 16, 8001 Zürich. Where units are distributed outside Liechtenstein, the pertinent provisions in the respective country shall apply. The units have not been registered under the United States Securities Act 1933. With regard to distribution in the United States or to US citizens or persons resident in the United States, the restrictions detailed in the prospectus shall apply. A gain in value in the past - even if this corresponds to a longer time period - provides no guarantee of positive performance in the future. Especially, this applies when the shown performance is less than 12 months. The risk of price and foreign currency losses and of fluctuations in return as a result of unfavorable exchange rate movements cannot be ruled out. \*Strategy Performance based on USD Share Class - Strategy Performance