

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

(Isin : LU0730697348)

30 September 2019

Strategy & Investment Policy: Asset allocation fund

The objective of the Company is to achieve for the Shareholders an optimum return 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 : "The definition of insanity is doing the same thing over and over again and expecting a different result " - Albert Einstein

Wobbling confidence and shaky markets.

Global indicators are showing an economical slowdown but so far, no recession. If manufactural climate remains sluggish, consumption and services are still very resilient. Central banks are once again on easing path in order to maximise the current expansion and try to minimise markets corrections. The US Fed, as expected, dropped by 25 basis points the repo rate early in the month and called it a "mid cycle adjustment ", but we feel more powder will be needed to extend this unusually long cycle.

The everlasting us/china trade dispute is taking its toll on both countries growth and balance sheets but is also spilling on to other geographical areas. Trump is turning the heat on Europeans by initiating tariffs on various products and companies such as Airbus. Protectionism is probably here to stay and it will not help an eventual recovery. Nevertheless, a truce, if not peace, will probably make sense in the forthcoming weeks as all parties are in need of some relief.

There are plenty of obstacles before this year can reach a positive conclusion: Brexit, renewed tensions in the middle East, PMI contractions, and the 4-quarter earning season.

End of 2019 similar to 2018? Better be safe than sorry.

The YTD positive performances were mainly achieved early in the year. Most Equity markets are showing double digit gains and Bonds are not far behind. With the previously mentioned deteriorating climate, we feel it will be challenging for them to keep these gains in the forthcoming trimester. We are concerned by the recent US repo troubles needing huge liquidity injections, a possible symptom of stress in the financial system. The Earning season will start in a few days and it will be hard to satisfy some rather optimistic expectations. We have therefore reduced our risk exposure by selling Tomra (the uptrend was broken), Veoneer (stop loss), Hermes (luxury sales are suffering particularly in Hong Kong), Ali Baba (Government intervention is never good news) and Templeton Emerging markets (bad performance of the fund and volatiles asset to hold in turmoil).

Even though we show a quite cautious stance towards many investments, we don't foresee a large contraction or recession but anticipate a readjustment of current valuations and risk ratios. We have bought some shares in Axa (buying opportunity after a correction), Enea (a long-term bet on 5G technologies and Lundin Petroleum (on the back of renewed geopolitical tensions in the Middle East). We are ready to reallocate cash into equities swiftly as there will surely arise opportunities. Despite currents clouds, there are still plenty of good reasons to invest in shares (Attractive yields vs Bonds and Cash, possible stimulating monetary policies, a lot of cash on the sideline) specially shares in companies with tangible assets and sound balances sheets.

Our current favourite picks are Lundin Petroleum, Quantex Gold Fund and Essity.

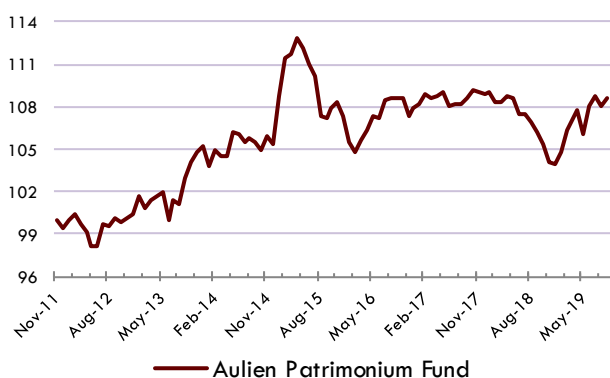
NAV at 27.09.19 : EUR 108.58

AUM (m EUR): 24

Performance (in EUR)

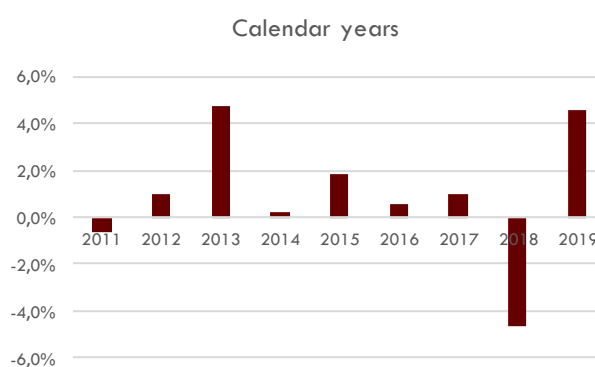
	1 m	3 m	6 m	YTD	Since inc.
Aulien Patrimonium	+0.5%	+0.5%	+1.5%	+4.5%	+8.6%

Past performances are not guaranteed of future results



Calendar year performance

	2018	2017	2016	2015	2014
Aulien Patrimonium	-4.6%	+1.0%	+0.5%	+1.8%	+0.2%



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Current top positions

Stocks:

AXA	2.1%
Elekta B	2.1%
Hexagon AB B	1.4%

Bonds:

Nordea Bank Abp 4.5% 26.03.20	2.2%
Nederlandse Waterschapsbank NV 3.875% 17.02.20	2.2%
Sanofi SA 1.875% 04.09.20	2.1%

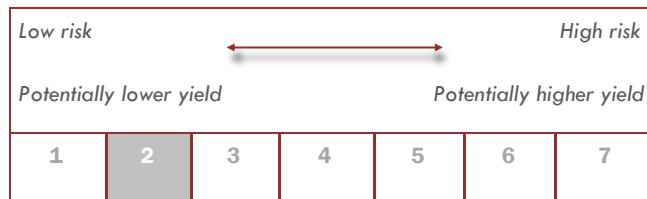
Funds:

Montlake Butler Credit Opp Fd B Cap	3.3%
Capital Four Invest European Loan & Bond Fd A Cap	3.2%

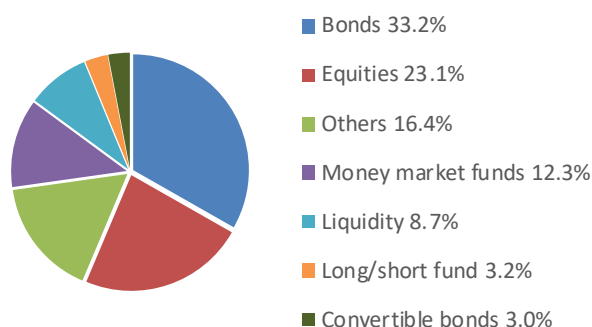
Others:

UBS Irl Fund Select Money Market EUR	12.3%
ZKB Gold ETF AA (USD) Dist	7.3%

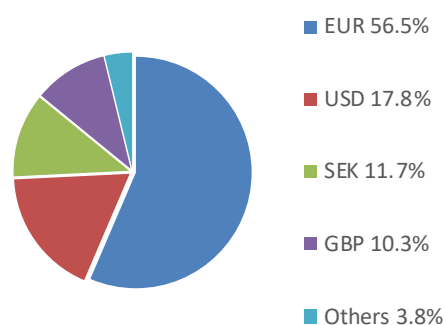
Profil risk & yield



Asset class allocation



Currency allocation



Fund characteristics

Issue date	26.10.2011
Classification	SICAV SIF
Fund type	diversified
Risk level	2/7 low
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	CBP Quilvest
Fund Administrator	EFA Luxembourg
Transfert Agent	EFA Luxembourg
Auditor	Mazars Luxembourg

Financial Conditions

Subscription fees	max 5%
Redemption fees	0%
Management fees	1.6%
Performance fees	15%