

Aggregate performance (%)^{*}

Historic performances

Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
5.34%	2.36%	0.78%	3.58%	-5.37%	4.31%	0.96%	-1.90%	1.60%	1.44%	2.27%	1.75%	18.03% 2019
-0.41%	-5.09%	-8.23%	7.04%	2.31%	2.30%	3.84%	3.19%	-1.57%	-0.61%	5.19%	2.93%	10.29% 2020
0.55%	0.86%	1.20%	2.10%	0.89%	1.91%	-0.25%	2.38%	-3.66%	3.14%	-0.91%	1.93%	10.42% 2021
-5.98%	-3.03%	0.99%	-4.87%	-1.29%	-7.29%	5.54%	-2.52%	-8.16%	3.71%	4.91%	-3.87%	-20.79% 2022
5.23%	-1.32%	1.00%	-1.24%	0.47%	3.47%	1.51%	-2.23%	-3.32%	-3.96%	7.28%	3.42%	10.11% 2023
0.91%	3.72%	2.52%	-3.14%	2.39%	1.78%	-0.70%	0.68%	0.83%	-1.61%	3.06%	-1.64%	8.89% 2024
3.24%	-1.87%	-5.34%	-1.44%	6.00%	2.44%	1.00%	0.43%	1.55%	1.75%	-0.90%	0.55%	7.18% 2025

Source: Kestrel Wealth Management

Comments from the portfolio manager

The financial markets ended the year with a positive month. Despite a divided US Federal Reserve's (Fed) board and escalating tensions between the US and Venezuela, a declining inflation rate and a better economic growth supported equity prices overall. Globally, equities posted a monthly return of 1.1%, led by Emerging Markets (3%) and Europe (2.8%). US stocks ended the month virtually unchanged (0.1%). Regarding other asset classes, global bond prices increased slightly (0.3%) in spite of higher long-term interest rates. The yield on the US 10-year government bond gained 15 bps to 4.17% on doubts over the Fed's next move and geopolitical uncertainties. Gold price increased 1.9%, ending the year at USD 4'319.-oz.

In December, the Fed announced its third cut in its benchmark interest rate, from 4% to 3.75% for the upper bound. It was a split decision though, with many board members arguing that the inflation rate is still too high. On this matter, consumer prices in the USA increased by 2.7%, below the 3.1% expected by the consensus. The US GDP growth was also surprisingly strong, coming in at 4.3% vs. 3.3% expected. Overall, investors were reassured in their beliefs that the Fed will continue to lower its rate despite mounting dissensions within its board.

Performance contributors (YTD)
Best Contributors

Security	Price Performance	Currency Performance	Performance	Weighting	Performance Contribution
Polar Capital Global Technology Fd R CHF Hdg Inc.	46.23%	0.00%	46.23%	8.29%	2.01%
Invesco Funds - Invesco Euro Eq. Fund A CHF H Acc	18.11%	0.00%	18.11%	11.27%	1.69%
Alliance Bernstein SICAV I Select US Eq. A CHF H	12.45%	0.00%	12.45%	9.77%	1.17%
Schroder ISF EURO Equity C CHF Hedged Acc	8.03%	0.00%	8.03%	11.76%	0.94%
Schroder ISF EURO Equity A CHF Hedged Acc	11.68%	0.00%	11.68%	0.00%	0.79%

Worst Contributors

Security	Price Performance	Currency Performance	Performance	Weighting	Performance Contribution
Janus Henderson Hirz Global Tech. Leaders Fund A2	0.20%	-9.43%	-9.25%	0.00%	-0.54%
Pictet - Water HP CHF	-6.48%	0.00%	-6.48%	4.32%	-0.32%
Mirabaud Equities Global Emerging Markets I USD	6.46%	-9.43%	-3.58%	0.00%	-0.07%
Nordea 1 - Global Climate and Environment Fund HB	-1.19%	0.00%	-1.19%	4.58%	-0.06%
Pictet - Security HP CHF	-0.28%	0.00%	-0.28%	3.57%	-0.01%

* Since August 2021, the performances are net of fees.

Risks Warning and Disclaimer

This publication is intended for information purposes only and should not be construed as an offer or recommendation or solicitation for sale, purchase or engagement in any other transaction. Tax treatment depends on individual circumstances and may be subject to change in the future. Kestrel Wealth Management SA does not provide legal or tax advice and makes no representations as to the tax treatment of assets or the investment returns thereon both in general or with reference to specific client circumstances and needs. Clients should obtain independent legal and tax advice on the implications of the products/services in their respective jurisdiction and on the suitability of products and services before investing. Kestrel Wealth Management SA does not provide any warranties or representations for the content of this presentation, in particular with respect to its accuracy, completeness or fair balance, and no liability is accepted. The products mentioned in this presentation are not suitable for all recipients. The investor acknowledges that a risk of loss exists in the case of all investment mandate types, including a cautious and conservative investment. A movement of exchange rates may affect, favourably and unfavourably, any gain or loss on an investment. Kestrel Wealth Management SA does not assume any liability for the attainment of a given return or any liability for the preservation of the assets under management. Therefore, the investor may not get back the amount invested. Investments in any financial product should only be made after a thorough reading of the most recent relevant legal documentation taking into consideration any sales restrictions and risk factors mentioned. Subject to copyright with all rights reserved.