

Asset management mandate: Conservative

EUR

The Conservative mandate is an investment strategy based on security. It is suitable for investors whose main priorities are maintaining capital value and receiving a steady yield. The investment objective of the strategy is to maintain real asset value with little portfolio fluctuation.

Asset growth is based mainly on money market interest rates and medium-term returns from investment grade bonds. The main asset classes in the strategy are government and corporate bonds with high credit ratings and income-based investment funds.

To take account of inflation, small sums may be held in shares, alternative investments or precious metals.

Capital preservation

Steady yields

Conservative portfolio mix

Management: Remaco Wealth Management Ltd
 Investment style: Multi Asset Absolute Return
 Investment horizon: Medium-term

Simulated historic performance of the portfolio



Based on index values and excluding transaction costs

Risk and performance

Risk: ● ○ ○ ○ Low investment risk
 Return: ● ○ ○ ○ Limited yield opportunities

Performance since 2002:	67.5%
Annual performance:	4.7%
Annual standard deviation:	2.4%

Interpretation of the indicator

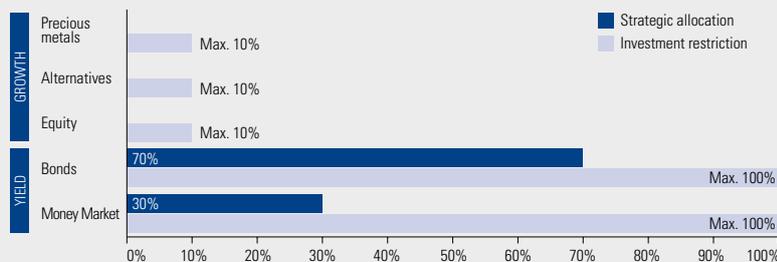
Low: ● ○ ○ ○ High: ● ● ● ●

Source: Bloomberg, Remaco Wealth Management AG

Risk and Return indicator

The risk assessment is based on price volatility for the relevant investment strategy over the last ten years. The lowest rating should not be regarded as a risk-free investment. A higher rating means that, although investors have better return opportunities, they are also exposed to a greater risk of not achieving their investment objective in the interim. A higher risk rating does not necessarily mean a higher return.

Risk and performance



Based on the latest assessments by Remaco Wealth Management AG

Risk and performance



Source: Remaco Wealth Management AG

- Investors benefit from our 360° investment process in their portfolio allocation
- We use a manageable number of different products which we know very well
- Thanks to continuity and retention of value, we never lose sight of your investment objective

Glossary

Investment style: Multi Asset Absolute Return

A Multi Asset Absolute Return strategy invests in quite a wide range of investments and aims to achieve positive returns in the medium- to long-term through portfolio optimisation, diversification, risk limitation and full use of risk premiums.

Money market investments and liquidity

Money market investments are short-term (less than 12 months), secure interest-bearing investments in governments or their agencies, or bonds issued by companies with very high credit ratings (good debtor quality). These low-risk investments are a «safe haven» and source of liquidity.

Interest rates

Interest rate exposure arises from nominal and real interest rates on, for example, nominal or inflation-protected government bonds. Following the financial crisis, credit risks also have to be taken into account with this kind of bonds. Traditionally, the interest rate exposure on very safe government bonds is often very low or even negative compared with high-risk investments such as shares. They therefore represent a welcome diversification. In an inflationary scenario, inflation-protected bonds are useful.

Credit

Credit is the term used to describe all types of credit exposure such as on bonds/credit from safe companies (investment grade), high-yield companies (non-investment grade), emerging market debtors (term for developing countries). These bonds often achieve above-average returns compared with government bond yields. However, the most important factor is to have a good level of diversification in credit bonds.

Shares (equity)

Shares are holdings in securities traded on stock exchanges across global regions and sectors. Shares are often distinguished by their type, for example value/growth, small cap/large cap, momentum winners/losers. Over a very long investment horizon, shares offer attractive returns. On the other hand, the risks tend to be high, as the last 10 years have shown. During periods of higher economic growth or in a moderate-inflation environment, shares can even be used in a conservative portfolio for diversification purposes.

Alternative investments

The term alternative investments is used for all investment options going beyond the traditional categories described above. Well-known examples of this kind of investment include hedge funds, private equity and financial investment in commodities. This segment also includes securitisation of insurance risk (insurance-linked) and asset-based lending. Alternative investments are often less liquid, but increase portfolio diversification and the range of income sources.

Precious metals

The precious metals in the conventional asset sense are gold and silver, as well as platinum metals. These are the most suitable because, thanks to their resistance to corrosion, they maintain their homogeneity, whatever their age. Due to their value being maintained, precious metals are exchangeable and offer protection from currency devaluation. As well as being used to make jewellery, precious metals are also used in industrial processing. Unlike financial assets, precious metals provide no yield.

TERMS AND CONDITIONS/LEGAL NOTES

In receiving this document and its appendices, together with the information, products, services or material contained or described therein, the recipient is acknowledging that they have understood and accepted the following terms and conditions. Remaco Wealth Management AG has produced this document regardless of the specific investment objectives of any particular addressee and of their particular financial situation or special requirements. **Not an offer/non-binding:** The information published, and opinions expressed, by Remaco Wealth Management AG are provided solely for personal use or for information purposes. Nothing contained in this document constitutes a recommendation, an offer, or a request or invitation to make an offer to buy or sell investment instruments or investment advice services, to conduct transactions or conclude any kind of legal transaction. We recommend consulting a qualified financial adviser from Remaco Wealth Management AG in person. **Exclusion of warranty:** The information and opinions included in this document are based on trustworthy information from reliable sources in the public domain; nevertheless, Remaco Wealth Management AG offers no guarantee that they are accurate, complete or up-to-date. Remaco Wealth Management AG reserves the right to change or delete the information and opinions contained in this document with no prior notice. **Performance:** The performance of investments in the past is not necessarily an indicator of their future performance. Remaco Wealth Management AG therefore accepts no liability and offers no guarantee, whether explicit or implicit, regarding future performance. **Limitations on liability:** Remaco Wealth Management AG explicitly and without limitation excludes all liability for losses or damages of any kind – be they direct, indirect or consequential losses – which may arise from use of this document.