

Objective of the certificate

The Equity Opportunities Basket Certificate Tracker comprises a selection of at least 5 stocks or ETFs on stocks but no more than 40, and cash components. The Certificate is of the "Open-End" type, which means that it has no final fixing date. MGF decides on the basket composition and on the weighting of each component. Components of the basket are stocks included in the Stoxx Europe 600, Bloomberg European 500, SPI, S&P 500, Russell 3000, Nasdaq Composite and ETFs.

Performance summary %

	1 month	3 month	YTD	1 year	3 years	Since launch
Certificate tracker MGF	+8.55	+4.92	+10.74	+24.01	+36.18	+53.03
Stoxx Europe 50	+7.20	+1.52	+13.08	+31.38	+28.46	+21.24

Keys data

Domicile	Guernsey BCV
Issuer	Banque Cantonale Vaudoise (AA)
Investment Manager	Multi Group Finance SA
ISIN	CH03016653
Reference currency	USD
Issuance date	November 4, 2015
Rebalance frequency	Weekly
Minimum denomination	USD 1,000
Management style	Dynamic
Maximum weight of a bond	10%
Minimum issue volume of a bond	500 M
Entry Fee	No
Exit Fee	No
Performance Fee	10%
No value	30166527
Replication method	Full replication
Use of coupons	Accumulation
Benchmark	Stoxx Europe 50
Minimum investment	1 certificate
Maturity	Open end
Volatility p.a.	16.77%

Comment of the month October

The strong start to the third-quarter earnings season reminds us that many of the leading sectors (financials, internet, software and healthcare) are largely unaffected by the recent supply chain disruptions. These disruptions are expected to cut S&P 500 earnings per share by only 1% this year, a very modest impact compared to the 45% earnings growth the market is forecasting. The Fed has changed its inflation doctrine with the adoption of an average inflation target, which links monetary policy to average inflation rates over a period of time, rather than focusing exclusively on the level of inflation at a point in time. However, the Fed does not need to take action given the average inflation rate in the US: on a rolling average over two, three and five years, core inflation remains well below 2%. As the labour market continues to improve, bond yields are expected to rise to 1.8% by the end of the year. A gradual increase in yields has historically coincided with a rise in equity markets.

Demand should be supported by the strong finances of US households, which have accumulated around USD 2.4 trillion in excess savings from previous confinements and are expected to spend it as the latest wave of Covid-19s subsidies. Even if earnings growth in the third quarter does not match that of the second, economists are still expecting 30% growth, 5% above consensus estimates. Bullish potential for equities remains and strategists still recommend buying stocks that will ride the global growth wave. October more than made up for September's decline, with our management adding +8.95%, better than the index, which did +7.20%.



Principales positions %

Nvidia	3.45	USA	USD
Microsoft	3.07	USA	USD
Linde	2.97	Germany	EUR
BlackRock Inc	2.87	USA	USD
Partners Grp.	2.87	Switzerland	CHF
TotalEnergies	2.75	France	EUR
Lonza	2.70	Switzerland	CHF

Sector allocation %

Information technology	17.29
Consumer discretionary	15.68
Non-cyclical consumption	14.26
Communication equipment	13.98
Pharma	12.97
Industry	11.29
Energy	8.43
Finance	6.10

Country allocation %

USA	58.57
France	13.77
Germany	11.05
Switzerland	10.89
Scandinavia	3.72
Cash	2.00

Currency allocation %

USD	62.12
EUR	26.99
CHF	10.89

Past performance is not an indication of future results. This product is not a collective investment within the meaning of the Swiss Federal Investment Fund Act (LPCC) and is not subject to the authorization or supervision of the Swiss Financial Market Supervisory Authority (FINMA). Investors are also exposed to the risk of insolvency of the issuer (AA). This Certificate is actively managed on a discretionary basis and has a dynamic structure.