Data as of 01.03.2025 | March 2025

AMC HIGH STREET GLOBAL YIELD

HIGH STREET ASSET MANAGEMENT

PRODUCT STRATEGY

The AMC on a Global Yield Portfolio is an actively managed portfolio, which is based on the investment advice and recommendation of High Street Asset Management Ltd. The objective is to achieve consistent risk adjusted returns through investing in high-yielding listed instruments in developed markets. For equity and property holdings, total yield comprises the cash returned to shareholders from dividends and the yield from stock repurchases.

The product is suitable for retail investors seeking capital gains through exposure to high-yielding assets and a moderate tolerance for market drawdowns. An investment horizon of 5+ years is recommended.

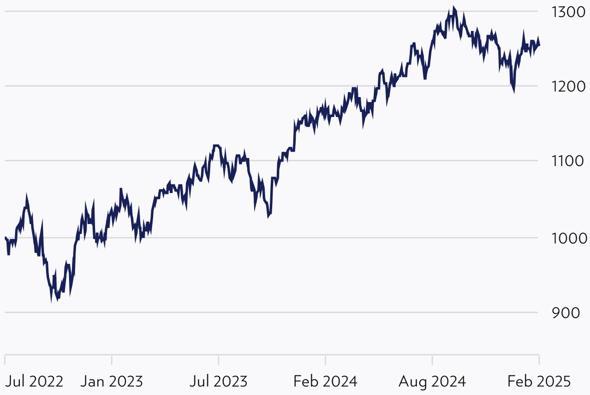
FACTS AND FIGURES

ISIN	CH1178873506
Currency	USD
Issuer	Bank Julius Baer
Advisor	High Street Global - Mauritius Ltd
Avg. YTM	4.58%
Avg. Rating	A-
Issue Date	11.07.2022
Issuer Fee (p.a.)	0.4%
Portfolio Manager Fee (p.a.)	0.75%
Mgmt Fee (total, p.a.)	1.15%
AuM	USD 3’663’963
Certificates	2’901
NAV	1’253.00
NAV Date	28.02.2025

PERFORMANCE

1 month	-0.63%	**3 months**	-0.79%
YTD	1.54%	**1 year**	7.65%
Since inception	25.3%	**Max draw down**	-12.08%
All-time high	1’302.00	**52 week high**	1’302.00
52 week low	1’154.00		

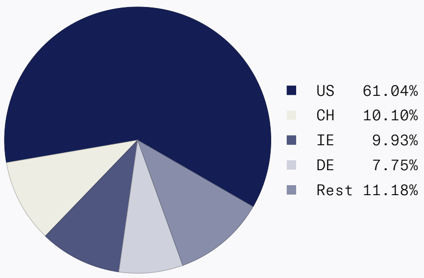
PRICE CHART



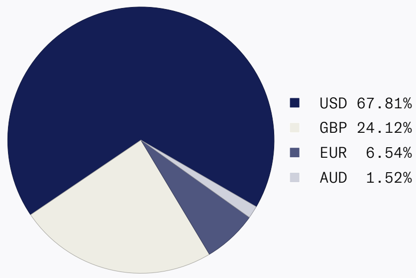
PERFORMANCE HEAT MAP

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
2015												
2016												
2017												
2018												
2019												
2020												
2022							1.15	-2.17	-5.81	3.33	4.83	-1.44
2023	4.37	-2.41	2.17	3.28	-2.10	4.35	2.33	-0.81	-3.56	-3.37	7.21	4.42
2024	1.30	-0.94	3.19	-2.25	1.37	2.19	2.39	2.58	1.88	-2.93	0.48	-2.53
2025	2.19	-0.63										

PRODUCT COMPOSITION BY COUNTRY

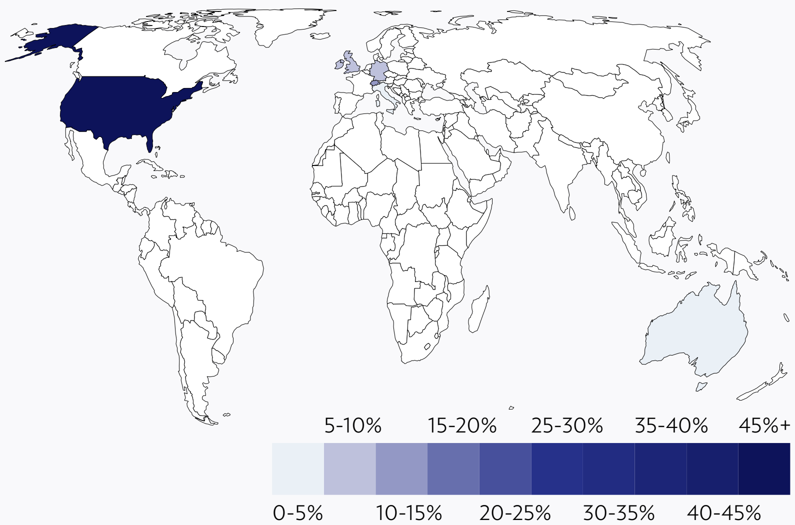


PRODUCT COMPOSITION BY CURRENCY



COUNTRY EXPOSURE MAP

USA	61.04%
Switzerland	10.1%
Ireland	9.93%
Germany	7.75%
UK	5.8%
Italy	3.84%
Australia	1.52%



TOP 5 - LARGEST HOLDINGS

Name	Short Name	Currency	Last price	Last price (dirty)	Percentage

ISHARES USD TREASURY 7-10Y	IBTM LN	GBP	138.10	138.10	9.93%
UBS GROUP AG	UBS 4.282 28	USD	99.00	99.64	6.75%
VISA INC-CLASS A SHARES	V US	USD	362.71	362.71	6.16%
LOWE'S COS INC	LOW 3.1 27	USD	97.20	98.23	5.32%
SIRIUS REAL ESTATE LTD	SRE LN	GBp	78.70	78.70	5.04%

PRODUCT COMMENTARY AS AT 31 DECEMBER 2024

All returns are in USD unless stated otherwise.

The Product gained 6.7% for the year, compared to the benchmark's return of 10.2%. For the quarter ending 31 December 2024, the Product returned -4.9%, compared to the benchmark's return of -3.6%.

The strategy of the Product is to invest in high-yielding listed instruments. For equity holdings, total yield consists of cash returned to shareholders through dividends and stock buybacks. For fixed income, yield refers to the coupons received. At year-end, the Product's total yield was 4.8%, above the minimum threshold of 3%.

Within the Product, key equity holdings that outperformed include:

Morgan Stanley - the multinational American investment bank had a total return of 39.7% in 2024. The bank's share price surged in Q4 following the results of the US presidential election. The Trump administration's proposed shift toward deregulation in the financial sector provided impetus during the quarter, contributing to the company's outperformance for the year. Morgan Stanley's well-capitalised balance sheet, with a CET1 ratio of 15.1%, substantially greater than the required minimum of 4.5%, enables the bank to return capital to shareholders through dividends and buybacks. This is reflected in the company's forward total yield of 5.2%, which, combined with robust fundamentals and favourable regulatory tailwinds, reinforces our confidence in the company heading into 2025.

Despite entering 2024 under regulatory pressure from antitrust authorities as well as scepticism from investors regarding its competitiveness in artificial intelligence (AI), Alphabet, the parent company of Google, emerged as the top-performing Big Tech company within the Product. It delivered a total return of 35.6%. Advances in its large language model Gemini, as well as progress in its self-driving car unit, Waymo, helped regain investor confidence. In December, they also announced a breakthrough quantum computing processor called 'Willow,' which fuelled an end-of-year rally. The company currently has a forward total yield of around 4%, in line with the Product's mandate.

British American Tobacco was another standout performer, achieving a total return of 34.6% after a poor 2023 performance. The growth in revenue from its reduced-risk products helped drive returns throughout the year. The company's New Categories segment accounts for over 15% of total revenue, with the goal of becoming a predominantly 'smokeless' business by 2035. Additionally, the company re-initiated its buyback programme after a partial sale of its stake in Indian conglomerate ITC earlier in the year. The company's buyback programme, alongside its dividends, offers a forward total yield of 8.3% at year-end.

During the quarter, the Product's equity holdings underwent changes, including the exit of Elevance, an American health insurance provider, and an increase in the position of its larger counterpart, UnitedHealth. We believe that Elevance's significant exposure to Medicaid will be a material overhang for an extended period. Medicaid has faced significant regulatory scrutiny as the government seeks to reduce its budget deficit. Despite having some exposure to Medicaid, we believe that UnitedHealth is better equipped to deal with these pressures as the US' largest health insurer, thanks to its size and diversified operations.

In fixed income, central banks worldwide began implementing rate-cutting cycles. Despite the Fed reducing the key lending rate by 50 basis points in September, Treasury yields climbed higher, as market participants' belief that inflation had been tamed started to falter. This led to the fixed income asset class underperforming across developed markets for the year.

We initiated positions in the iShares USD Treasury Bond 7–10 Year ETF during the quarter. We believe US Treasury yields at these decade-high levels present an attractive opportunity and add diversification. The average yield-to-maturity for the ETF is 4.6%.

The property holdings further underperformed during the year due to broad industry challenges as the rate-sensitive sector grappled with overly optimistic expectations of rate cuts early in the year, followed by downward revisions that dampened investor sentiment. Property values also took longer than anticipated to bottom out, while political uncertainties in Europe further weighed on the sector, driving long-term rates higher.

During the quarter, we exited the position in Dream Industrial Real Estate and initiated positions in Alexandria Real Estate and Primary Health Properties (PHP). Alexandria possesses properties in US regions such as Boston and New York City that have tenants across the life-sciences sector, ranging from multinational pharmaceuticals to private biotechnology companies. The company has been growing its dividend for more than a decade, with its dividend yield at 5.5% at year-end. PHP is a UK-based healthcare REIT that has just under 90% of its rent roll consisting of rent from the UK government, adding a defensive element to the portfolio, with its dividend yield standing at 7.4%.

Looking ahead to 2025, US equity valuations are under scrutiny alongside monetary and fiscal policy. The Product's value bias and mandate of investing in quality, global companies can provide investors with diversification across styles and regions. By focusing on companies with high total yields and strong fundamentals, the Product offers investors the potential for long-term compounding shareholder returns.

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