Clavis Partners - TardaGrada Strategy

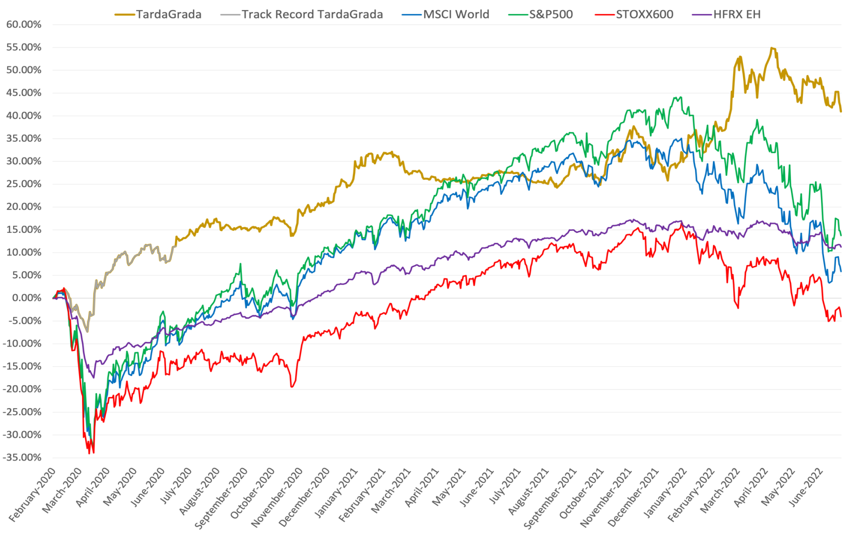
June 2022

CLAVIS PARTNERS

Investment Objectives

Our investment Strategy is to find assets that outperform the MSCI World Index on a currency adjusted basis. The Strategy invests in highly liquid financial assets worlwide, including Equities, Bonds and Commodities. Investment decisions are based on strict rules and follow a stringent selection process. The primary investment objective is to preserve investors capital at all time while providing sustainable long term capital appreciation through an active portfolio and risk management.

Daily Performance Since Inception Of The Strategy



Investment Manager

Clavis Partners AG
Storchengasse 6, 8001 Zürich
E info@clavis-partners.ch
T +41 44 212 33 22
Damian Mueller : E damian.mueller@clavis-partners.ch
Hans U. Bon : E hans.bon@clavis-partners.ch

Issuer

UBS AG, Zürich and Basel
Bahnhofstrasse 45, 8001 Zürich
Aeschenvorstadt 1, 4002 Basel

Calculation Agent

UBS AG, London Branch
1 Finsbury Avenue, London EC2M 2PP

Performance

Track Record	2020	2021	2022	3MTD	6MTD	1YR	Since Inception
***TardaGrada**	**23.97**	**4.22**	**9.92**	**-5.61**	**9.92**	**11.46**	**40.95**
MSCI World	14.06	20.14	-21.21	-16.60	-21.21	-15.61	5.88
S&P500	16.26	26.89	-20.58	-16.45	-20.58	-11.92	13.75
STOXX600	-4.04	22.25	-16.52	-10.67	-16.52	-10.08	-4.04
HFRX EH	4.60	12.14	-4.72	-4.44	-4.72	-0.93	11.27

TardaGrada	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YR
2020	-	-2.97	6.79	3.96	2.72	2.18	3.21	-0.71	0.30	-2.14	6.41	4.22	23.97
2021	4.38	-0.40	-2.64	-0.41	1.23	0.71	-2.01	1.21	0.29	2.44	2.29	-2.71	4.22

2022	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
TardaGrada	**2.41**	**7.76**	**5.53**	**1.23**	**-2.95**	**-3.93**							**9.92**
MSCI World	-5.34	-2.65	2.52	-8.43	-0.16	-8.77							-21.21
S&P500	-5.26	-3.14	3.58	-8.80	0.01	-8.39							-20.58
STOXX600	-3.88	-3.37	0.61	-1.20	-1.56	-8.16							-16.52
HFRX EH	-2.12	0.34	1.51	-1.74	-0.75	-2.01							-4.72

(Net of all fees and costs, * Performance since inception of the strategy on February 7th, 2020)

Rating

Standard & Poors:	A+
Fitch:	A+
Moody's:	A1

Profile

ISIN	CH0511366152
Currency	CHF
Management fee	1.50%
Performance fee	10.00%
Subscription and Redemption	Daily
Domicile	Switzerland

Performance Statistics

52 Week High / Low	141.91 / 111.44
Drawdown from All-Time High	-9.84%
Best Month / Worst Month	7.76% / -3.93%
April Closing Price	127.95

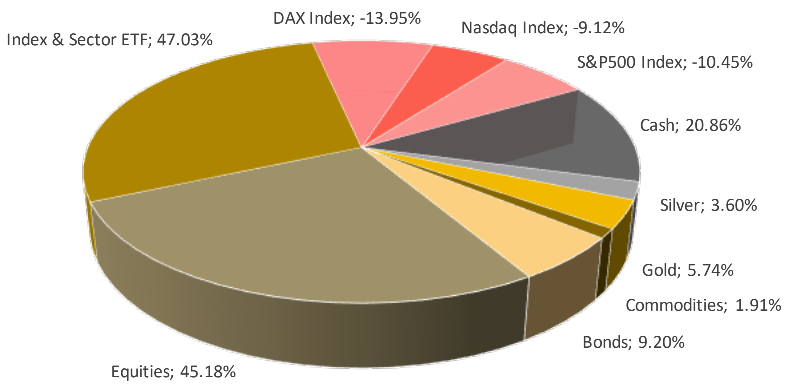
Strategy Commentary

The expected recovery in equity markets ended abruptly after the first week of the month and unfolded into a flabbergasting sell-off that took the S&P500 to a monthly loss of 11.50% by mid-month. As a result, TardaGrada posted its worst monthly performance (-3.93%) since inception of the strategy. The only positive performance contribution came from index short positions, while the best performing assets were US Treasury Bonds (IEF -0.99%) and Gold (GLD -1.57%). Worst performer in the portfolio was Teck Resources (-26.41%) and Fevertree Drinks (-20.57%). Biggest change in asset allocation have been in the Healthcare Sector (+20.73%) and the US Treasury Bond ETF IEF (+ 5.36%). Index short positions have been once again cut to a total of 33.74% while long positions in Index ETF have been increased to a total of 32.60%. As mentioned in previous strategy comments, the market is trading with a lot of conflicting signals. According to the strategy, the odds for a short-term bottom building are higher than a continuation of the sell-off. The rules for allocation remain the same, as the portfolio is only allowed to build positions into outperforming assets. In this context, the allocation into Semiconductors will be under scrutiny as it had a bad start into the month of July. According to Murphy's Law, "Anything that can go wrong will go wrong and at the worst possible time." Of course, in today's world, this is an option and if so, the risk in the portfolio will be managed accordingly. Surprisingly, it could well be that US Treasury Bonds will become the best performing asset in the coming months. We are not there yet, but the odds are rising. Allocation will be increased if TardaGrada is getting the right signals. While the US-Dollar remains strong, the Swiss Franc is gaining strength as well. Most of foreign exchange exposure has been hedged. Due to the extreme weakness of the Euro, investments into the Eurozone remain low (3.09%). Bear Markets are much harder to trade than Bull Markets. As volatility increases, assets move in a much more violent and scary fashion. Thus, it is even more important not to make investment decisions out of fear or greed, or as Warren Buffet would say, rather be greedy when others are fearful.

Clavis Partners - TardaGrada Strategy

June 2022

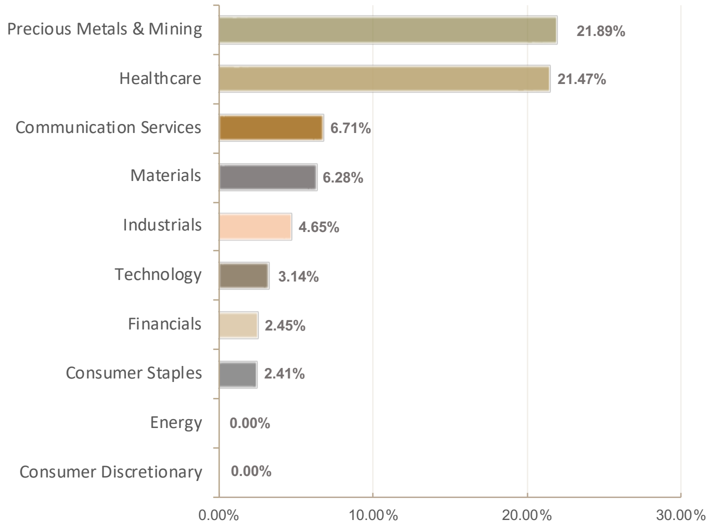
Asset Allocation



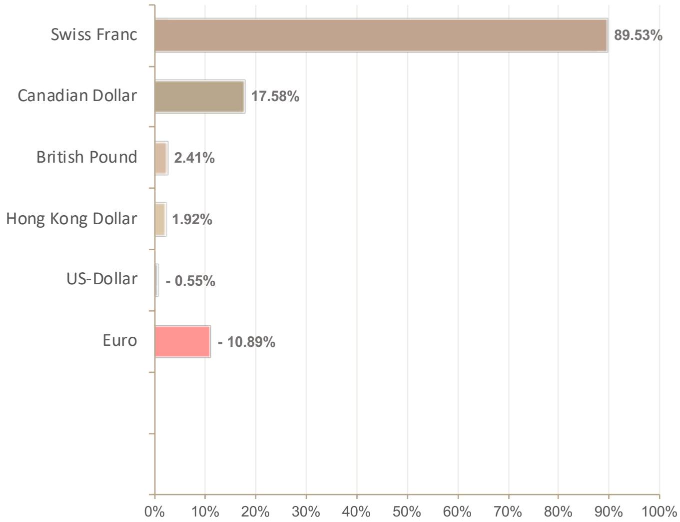
Largest Portfolio Holdings

- Invesco QQQ Trust
- SPDR S&P500 ETF
- iShares 7-10 Year Treasury Bond ETF
- Ultragenyx Pharmaceutical Inc.
- SPDR S&P Biotech ETF
- SPDR Gold Shares
- Wheaton Precious Metals Corp.
- iShares Silver Trust
- Match Group Inc.
- Burckhardt Compression Holding AG
- VanEck Gold Miners ETF
- VanEck Semiconductor ETF
- Deutsche Telekom AG
- Dexcom Inc.
- Agnico Egle Mines Ltd.
- AbCellera Biologics Inc.

Portfolio Equities Sector Allocation



Portfolio Currency Allocation



Market Commentary

Financial markets ended the second quarter on a record-breaking note, unfortunately for investors, in a very unfriendly way. While the S&P500 recorded the worst first half year performance since 1970 (- 20.58%), Government Bonds, according to Bank of America, posted the worst year to date annualized GDP-weighted return since 1865 (-29.00%). While this may sound complicated, simply looking at the performance of the US 10-Year Treasury Bond, it certainly recorded the third worst drop since 1980. The performance of commodities, measured by the CRB-Index, was minus 7.91% in June, confirming the thesis, that there are times, where there is no place to hide. Within this high-risk environment, investors were reminded of a quote from Warren Buffett: "It's only when the tide goes out that you find out who's been swimming naked." By mid-month, the MSCI World Index had lost almost 11.00% and obviously the quarter end would expose managers, running too much risk on their books. As a result, window-dressing was in full force during the past week of June, resulting in heavy losses for the Energy and Materials Sector, while Consumer Staples and Healthcare clearly outperformed. Quarter end window dressing usually marks the end of a short-term trend as portfolio managers exacerbate a mature trend. Let us remember December 2021, the crowning of a very strong year, as window dressing jacked up the S&P500 4.51%, when it already traded up 21.59% for the entire year. On whatever research investment decisions may be based, in the end, the dominant factors behind strong moves in financial markets remain emotions, such as greed and fear. The relentless negative news-flow will keep the investment community fearful. Inflation has peaked, that may be a minor positive factor. Unfortunately, it has already put a lot of damage to the economy. Inflation is a tax on wealth and income. The rise we have seen this year will leave its footprint on the economy. While soft commodities and industrial metals have dropped sharply during the past month (Wheat -18.71%, Corn – 17.75%, Copper -13.64%), inflation expectations are well tied to the price of Crude Oil. While US Natural Gas fell 33.41% during the past four weeks, Crude Oil lost only 7.77%. Regrettably, the situation in Europe is a bit different. Electricity prices are still trading through the roof, together with the price of Natural Gas. Politicians better come up with a quick solution for this brewing energy crisis. The second half of this year will undoubtfully be not less challenging. Equity markets are still missing a real capitulation trade whereas in Bonds, we may have seen the panic trade during the past month. A big part of the investment banking community is still betting that the FED will hike rates far above 3.5% while the bond market seems to be in a strong disagreement with this.

Disclaimer

This document is not intended for distribution to or use by persons or entities with nationality of or with their residence, domicile or registered office in a state or country in which such distribution, publication, making available or use is contrary to laws or other regulations.

To the fullest extent permitted by law, in no event shall Clavis Partners AG or our affiliates, or any of our directors, employees, contractors, service providers or agents have any liability whatsoever to any person for any direct or indirect loss, liability, cost, claim, expense or damage of any kind, whether in contract or in tort, including negligence, or otherwise, arising out of or related to the use of all or part of Clavis Partners AG material in electrical or printed form. You are solely responsible for acquiring and maintaining such electronic devices and equipment that can handle and will allow you to access and use the Clavis Partners AG Website and for taking adequate and appropriate data security measures in accordance with good industry practice to protect yourself against fraud or cyber-attacks on a continuous basis (e.g. by using the most recent browser versions, and installing recommended security patches and up-to-date anti-virus programs and firewalls). Clavis Partners AG specifically disclaims all liability for any tampering with any user's computer system by unauthorized parties, or for losses or liabilities suffered by any user arising from viruses or attacks by hackers. In no event will Clavis Partners AG or our affiliates, or any of our officers, directors, employees, contractors, service providers or agents be liable for any incidental, special, punitive or consequential damages howsoever caused arising out of the use of the its content, or the inability to use the Website. This disclaimer of liability applies to any and all damages or injury, including those caused by any failure of performance, error, omission, interruption, deletion, defect, delay in operation or transmission, computer virus, communication line failure, theft, destruction, or unauthorized access, whether for breach of contract, tortious behavior, negligence or under any other cause of action. All information and materials published, distributed or otherwise made available on the Clavis Partners AG are provided for informational purposes, for your non-commercial, personal use only. No information or materials published by Clavis Partners AG constitutes a solicitation, an offer, or a recommendation to buy or sell any investment instruments, to effect any transactions, or to conclude any legal act of any kind whatsoever. Clavis Partners AG does not provide investment, legal or tax advice through the Website or Presentations and nothing herein should be construed as being financial, legal, tax or other advice. Clavis Partners AG does not represent that any securities or services discussed are suitable for any investor. No investment or other decisions should be made solely based on the contents or information found on Presentations or Websites. When deciding about your investments, you should seek the advice of a professional financial advisor or qualified expert. The information in this document is given for information purposes only and does not qualify as investment advice. No liability is assumed for the accuracy and completeness of the information. Opinions and assessments contained in this document may change and reflect the point of view of Clavis Partners AG in the current economic environment. This overview is strictly confidential to the recipient and has been prepared by Clavis Partners AG (the "Company") solely for information purposes. This overview does not constitute a sale or offer to subscribe or purchase any securities, parts of the Company or any other assets. All information and data contained in this investment overview may be used only for the purpose of evaluating the business model of the Company and may not be reproduced or published in full or in part. The content may not be disclosed to third parties unless to external consultants that are advising in connection with a possible valuation of the company. If the recipients are no longer interested in the Company, they must return the investment overview to the Company. This investment overview does not constitute a prospectus within the meaning of article 652a and/or 1156 of the Swiss Code of Obligations or a listing prospectus within the meaning of the listing rules of the SIX Swiss Exchange. This overview serves as an evaluation tool for the Company's business model only. It is not intended as the sole basis for a purchase decision. Interested parties are advised to carry out their own investigations before a final decision through a due diligence and consult their own consultants. The overview was prepared based on the Company's information and other external data. The overview reflects the current information at the time of its preparation. Where indicated, the information is derived from third party sources. Not all information is independently verifiable and therefore partially could not be verified. The Company assumes no liability or responsibility for the correctness or completeness of the information and data contained in this overview. The Company reserves the right to make improvements and additions, but the Company is under no obligation to update this overview in the future. This overview includes forward-looking statements, beliefs or opinions, including statements with respect to plans, objectives, goals, strategies, estimated market sizes and opportunities as well as strength of competitors which are based on current beliefs, expectations and projections about future events. The forward-looking statements in this overview are based upon various assumptions, many of which are based, in turn, upon further assumptions, including, without limitation, management's examination of data available from third parties. Although the Company believes that these assumptions were reasonable when made, these assumptions are inherently subject to significant uncertainties and contingencies which are difficult or impossible to predict and are beyond its control, and the Company may not achieve or accomplish these expectations, beliefs or projections. Neither the Company nor any of its members, directors, officers, agents, employees or advisers intend or have any duty or obligation to supplement, amend, update or revise any of the forward-looking statements contained in this overview. To the extent that any provision of these Terms of Use is found by any competent court or authority to be invalid, unlawful or unenforceable in any jurisdiction, that provision shall be deemed to be severed from these Terms of Use but such finding shall not affect the validity, lawfulness or enforceability of the remainder of these Terms of Use in that jurisdiction, nor shall it affect the validity, lawfulness or enforceability of these Terms of Use in any other jurisdiction.