



Investment Rationale

- The increasing supply of next-gen consoles should give fresh impetus to video game demand over coming years, with the blockbuster release cadence expected to accelerate and fuel industry growth.
- eSports, game streaming and Augmented Reality are other major catalysts, expected to offer both increased engagement and new revenue streams (subscriptions, media rights, sponsorship...).
- In the longer term, gaming companies appear at the forefront of the Metaverse revolution, a 3D virtual world that will come with its own economy and new monetization opportunities (advertising, NFT collectibles...).
- Video gaming assets should then keep attracting M&A interest from Tech and Media giants seeking to bolster their content library amid the rise of video game streaming and to consolidate their position in the Metaverse.

Certificate Details

ISIN	CH0473580212	DE000US734W3	XS2168939648
NAV	USD 104.0	USD 58.8	EUR 60.2
Inception Date	20.12.2019	04.06.2021	08.03.2021
Issuer Rating	Kepler - UBS S&P A+	Kepler - UBS S&P A+	Kepler - JPM S&P A+
Number of Holdings	26		
Liquidity	Daily		
Management fees	1.6% (incl. Issuer fees)		
Performance fees	15% (HWM)		

Investment Universe



February Report

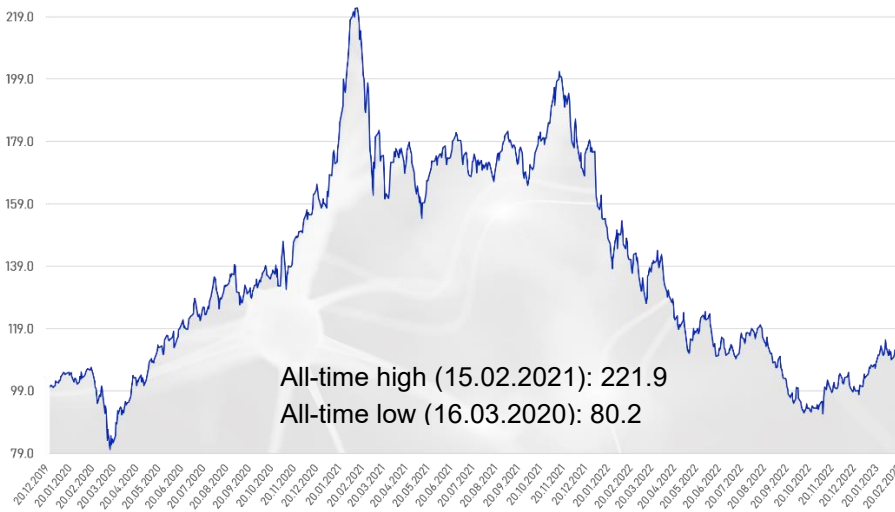
- The Gaming certificate fell 6.3% in February and underperformed the MSCI AC World by 3.6%.
- Nvidia delivered a robust Q1 guidance, helped notably by its Gaming division as its CEO confirmed that the inventory correction is now largely behind us, that the newest generation of gaming graphics cards is off to a strong start and that there are signs of demand recovery in China following the reopening. It's not only Nvidia. Other gaming hardware makers such as Corsair (headsets, accessories) surprised on the upside recently and showed improving top-line trends while Sony increased its PS5 shipment forecast for the current fiscal year to 19 million from 18 million. This illustrates in our view that supply chains challenges are

easing and, more importantly, that inflation is not destroying demand for highly priced discretionary items such as game consoles and graphics cards.

- Turning to gaming software, the tone has also been constructive in recent weeks after the initial Ubisoft and Electronic Arts disappointments, with Activision and Roblox delivering quarterly figures well above expectations. While some investors voiced concerns about the future of virtual worlds in recent months, Roblox blew them away with a robust 17% growth in Q4 bookings and 19% growth in daily active users (DAUs), and a surprising acceleration in January metrics with bookings up 19-21% and DAUs up 19%.



Performance



	2020	2021	2022	2023
Jan	0.6%	22.3%	-16.1%	10.4%
Feb	-6.0%	-3.3%	-2.7%	-6.3%
Mar	-1.6%	-11.3%	-3.3%	
Apr	9.2%	3.0%	-13.6%	
May	12.9%	0.5%	2.6%	
Jun	3.7%	4.8%	-10.1%	
Jul	8.1%	-5.4%	6.6%	
Aug	5.4%	3.7%	-5.6%	
Sep	-2.4%	-5.0%	-14.4%	
Oct	-0.4%	6.6%	-1.8%	
Nov	13.3%	6.5%	9.6%	
Dec	6.0%	-8.5%	-1.8%	
Annual	58.3%	10.2%	-42.7%	3.4%

Top Contributors

Nvidia (NVDA US)
AMD (AMD US)
Embracer (EMBRACB SS)

Worst Contributors

Tencent (TCEHY US)
Bilibili (BILI US)
NetEase (NTES US)

Risk

Beta vs. MSCI AC World	0.9
Correlation vs. MSCI AC World	0.7
Realized Volatility (Annualized)	28%
Cash Allocation	0%

Portfolio Structure

Top Holdings

Nvidia (NVDA US)
Tencent (TCEHY US)
AMD (AMD US)

Top 5 Currencies

USD	66%
JPY	22%
KRW	3%
HKD	3%
GBP	2%

Market Cap Breakdown [USD]

Mega (> 200bn)	18%
Large (10bn to 200bn)	54%
Medium (2bn to 10bn)	27%
Small (300mln to 2bn)	1%
Micro (50mln to 300mln)	0%

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