



## Investment Rationale

- Digital payments are expected to keep growing at a fast pace and make cash increasingly irrelevant thanks to new shopping experiences (livestreams, in-store cashierless checkout...) and digitization of big-ticket transactions (B2B...).
- Cryptos are also gradually emerging as a means of exchange both online, where they make possible the transfer of property and trading of virtual goods, and in-store where retailers and consumers increasingly adopt them.
- Payments and cryptos are often the cornerstone of more ambitious service offerings (online trading, lending, payroll management...) turning Fintech firms into full digital banks and leveraging their highly scalable platforms.

## Certificate Details

NAV	65.8
ISIN	CH0473585237
Currency	USD
Type	Active Equity
Issuer / Rating	UBS / S&P A+
Inception Date	08.11.2019
Number of Holdings	28
Liquidity	Daily
Management fees	1.6% (incl. 0.3% UBS)
Performance fees	15% (HWM)

## Investment Universe

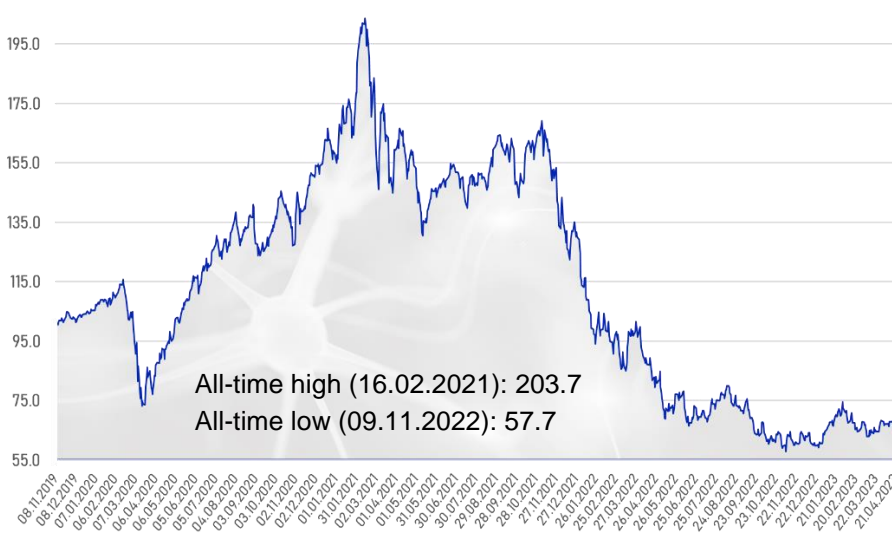


## April Report

- The Fintech certificate fell 3.5% in April and underperformed the MSCI AC World by 5.1%.
- According to data from the US Census Bureau, online and other non-store sales were up 12.4% year-on-year in March, accelerating from 9% growth in both February and January. Contrary to the general belief, the e-commerce post-pandemic slowdown is now behind us and online retail growth is steadily accelerating towards normalized levels that we estimate around 15-20% growth. This improving environment, which contrasts with decelerating trends in physical retail sales, should sustain earnings for both e-commerce players and payment processors over coming quarters.
- It should then come as no surprise that payment processors keep attracting private equity interest with UK-based Network International getting a £2.1 billion takeover bid (28% premium) from CVC and Francisco Partners.
- In other action, the European Parliament approved the world's first comprehensive package of rules aimed at regulating the cryptocurrency industry. Meanwhile, the SEC seems to be seeking up its game in terms of crypto regulation as it is going after Coinbase for violation of securities law, potentially paving the way for a set of regulations in the US as well.



## Performance



	2020	2021	2022	2023
Jan	2.6%	3.9%	-21.2%	16.6%
Feb	-4.9%	5.4%	-4.3%	-7.4%
Mar	-18.7%	-11.0%	-1.8%	4.4%
Apr	17.1%	-0.1%	-16.1%	-3.5%
May	14.8%	-5.6%	-5.1%	
Jun	9.5%	5.3%	-10.8%	
Jul	8.2%	-3.9%	9.6%	
Aug	3.5%	9.3%	-2.5%	
Sep	-3.4%	-8.0%	-13.9%	
Oct	-3.6%	8.2%	1.1%	
Nov	18.5%	-6.8%	-0.5%	
Dec	5.0%	-12.8%	-4.7%	
<b>Annual</b>	<b>51.4%</b>	<b>-17.8%</b>	<b>-53.5%</b>	<b>8.9%</b>

### Top Contributors

Swissquote (SQN SW)  
Marathon Digital (MARA US)  
Meta Platforms (META US)

### Worst Contributors

Sea (SE US)  
Alibaba (BABA US)  
Pinterest (PINS US)

### Risk

Beta vs. MSCI AC World	1.3
Correlation vs. MSCI AC World	0.8
Realized Volatility (Annualized)	37%
Cash Allocation	0%

## Portfolio Structure

### Top Holdings

Shopify (SHOP US)  
Adyen (ADYEN NA)  
PayPal (PYPL US)

### Top 5 Currencies

USD 92%  
EUR 5%  
CHF 3%

### Market Cap Breakdown [USD]

Mega (> 200bn)	25%
Large (10bn to 200bn)	50%
Medium (2bn to 10bn)	21%
Small (300mln to 2bn)	4%
Micro (50mln to 300mln)	0%

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