

Investment Rationale

- We are getting increasingly close to the Metaverse, a 3D virtual world in which people will direct avatars to play video games, socialize, share experiences, shop, work and learn. The Metaverse is the next iteration of the Internet.
- If Tech giants have serious Metaverse ambitions, gaming companies have taken the lead thanks to their proficiency in building 3D worlds and early versions of the Metaverse include popular games such as Fortnite and Roblox.
- The Metaverse is expected to power a massive virtual goods economy (avatars, outfits, lands, buildings...) and new business models as the blockchain enables ownership and transfer of property of digital assets.

Certificate Details

NAV	79.8
ISIN	XS2168927809
Currency	USD
Type	Active Equity
Issuer / Rating	Kepler - JPM / S&P A+
Inception Date	16.11.2021
Number of Holdings	29
Liquidity	Daily
Management fees	1.6% (incl. 0.25% JPM)
Performance fees	15% (HWM)

Investment Universe

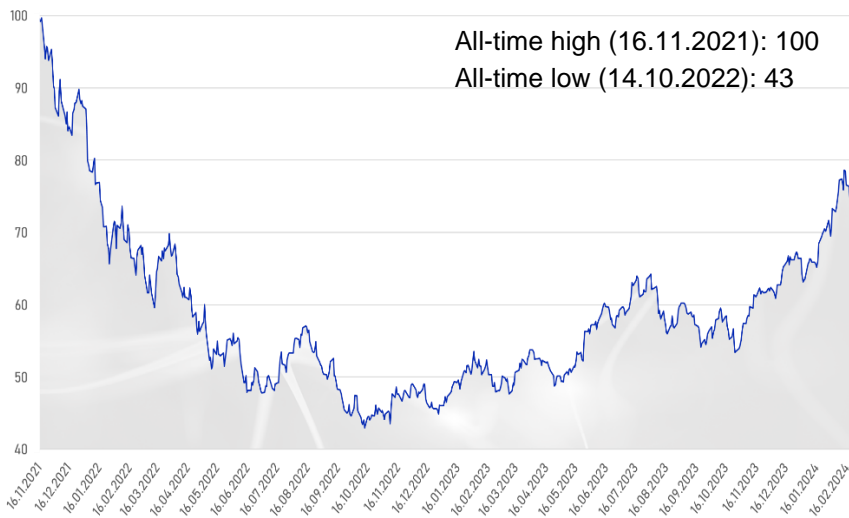


March Report

- The Metaverse certificate gained 2.8% in March and underperformed the MSCI AC World by 0.5%.
- While the discussion about the Metaverse has been centered lately around AR & VR devices that mix physical and digital realities, it shouldn't be forgotten that the Metaverse is first and foremost a virtual world where we'll spend in the future much of our online time to socialize, work and have fun.
- The recently announced partnership between media giant Disney and Epic Games (which owns Fortnite) to create an "expansive and open games and entertainment universe" brings new blood to this notion of virtual world., Both companies will come up at some point with a virtual world that interoperates with Fortnite and where users have the ability to hop from one "land" to another.
- Disney's new approach to the Metaverse, which consists in bringing its IP to a pre-existing Metaverse platform (Fortnite), makes sense in our view as it allows to accelerate go-to-market (building a 3D world from scratch takes time) and gain access to a top-notch IT infrastructure, design tools and an already large active user base (tens of millions of users) while managing costs.
- In all, the trend of setting shop an existing virtual world instead of trying to build proprietary Metaverses is likely to gain steam and to benefit only a handful of gaming companies, whose strategic value is set to rise (Epic, Roblox notably).



Performance



	2021	2022	2023	2024
Jan		-19.1%	11.1%	4.7%
Feb		-3.7%	-5.5%	11.8%
Mar		-2.1%	11.6%	2.8%
Apr		-16.9%	-6.7%	
May		-2.5%	11.8%	
Jun		-12.4%	5.7%	
Jul		10.8%	8.1%	
Aug		-3.2%	-6.4%	
Sep		-13.4%	-6.3%	
Oct		1.2%	-3.2%	
Nov	-4.7%	8.2%	14.0%	
Dec	-8.2%	-6.2%	7.3%	
Annual	-12.5%	-47.7%	45.0%	20.2%

Top Contributors

Super Micro Comp (SMCI US)
Nvidia (NVDA US)
AppLovin (APP US)

Worst Contributors

Marathon Digital (MARA US)
Zscaler (ZS US)
Netease (NTES US)

Risk

Beta vs. MSCI AC World	1.5
Correlation vs. MSCI AC World	0.9
Realized Volatility (Annualized)	30%
Cash Allocation	0%

Portfolio Structure

Top Holdings

Nvidia (NVDA US)
AMD (AMD US)
Super Micro Comp (SMCI US)

Top 5 Currencies

USD 85%
JPY 6%
KRW 6%
TWD 3%

Market Cap Breakdown [USD]

Mega (> 200bn)	21%
Large (10bn to 200bn)	69%
Medium (2bn to 10bn)	10%
Small (300mln to 2bn)	0%
Micro (50mln to 300mln)	0%

This document has been issued by Synapse Invest Sàrl (hereinafter «Synapse» or the "Company"). It reflects the opinions of Synapse as of the date of issue. All information and opinions included in this document are subject to change and may be modified without notice. It is not intended for distribution, publication, or use in any jurisdiction where such distribution, publication, disposal or use would be unlawful, or contrary to the rules and regulations in place or would expose the Company to registration or licensing requirements in the said jurisdiction nor is it directed to any person or entity to which it would be unlawful to direct such a document.

This document has been made on a best efforts basis and is furnished for information purposes only and does not constitute an offer or solicitation to buy, sell or subscribe to any securities or financial instruments. The Company strives to publish research reports of impartial, independent, honest, clear and not misleading analysis only and issues such reports at the time it considers as the most appropriate.

The information and analysis contained herein have been based on sources believed to be reliable. However, Synapse does not guarantee their timeliness, accuracy, or completeness, nor does it accept any liability for any loss or damage resulting from their use. The opinions herein do not take into account individual clients' circumstances, objectives, or needs and the Company has taken no measure to ensure appropriateness and/or suitability of investments in the securities covered by this report to any particular investor or category of investor. Each investor must make his own independent decisions regarding any securities or financial instruments mentioned herein. Before entering into any transaction, each client is urged to consider the suitability of the transaction in relation to his particular circumstances and to independently review, with professional advisors as necessary, the specific risks incurred, in particular at the financial, regulatory and tax levels. Synapse shall accept no responsibility for the use of the elements presented in this report. This exclusion shall not apply in cases specifically provided for in the applicable regulation and legislation.

Past performance is not a guarantee for current or future returns. The value of securities and financial instruments are subject to market and exchange rates fluctuations that may positively or negatively impact the price of and/or revenues from these securities and financial instruments. Investors may get back less than originally invested or even suffer losses in excess of the initial investment amount.

This document is confidential and is intended only for the use of the person to whom it was delivered. Unless otherwise stated, the elements of this report are the property of Synapse subject to relevant author rights. The content of this report or any elements of it may not in any way be altered, copied, transmitted or distributed to any party other than whom it was originally intended for without the prior written approval of Synapse. This report may include references or links to websites. These are provided for information only. The Company has not carried out any controls on these websites and shall accept no responsibility for their content.

This research report is issued by Synapse Invest Sàrl, a Swiss investment manager authorized and self-regulated in Switzerland by the ARIF.