

AMC Aspermont European Equity Rotator Basket

Product update as of September 30, 2019

Certificate price (Sep. 30, 2019): EUR 1'202.88 monthly performance: 1.61%, YTD: +14.50%, since inception: +20.29%

The Aspermont European Equity Rotator Basket

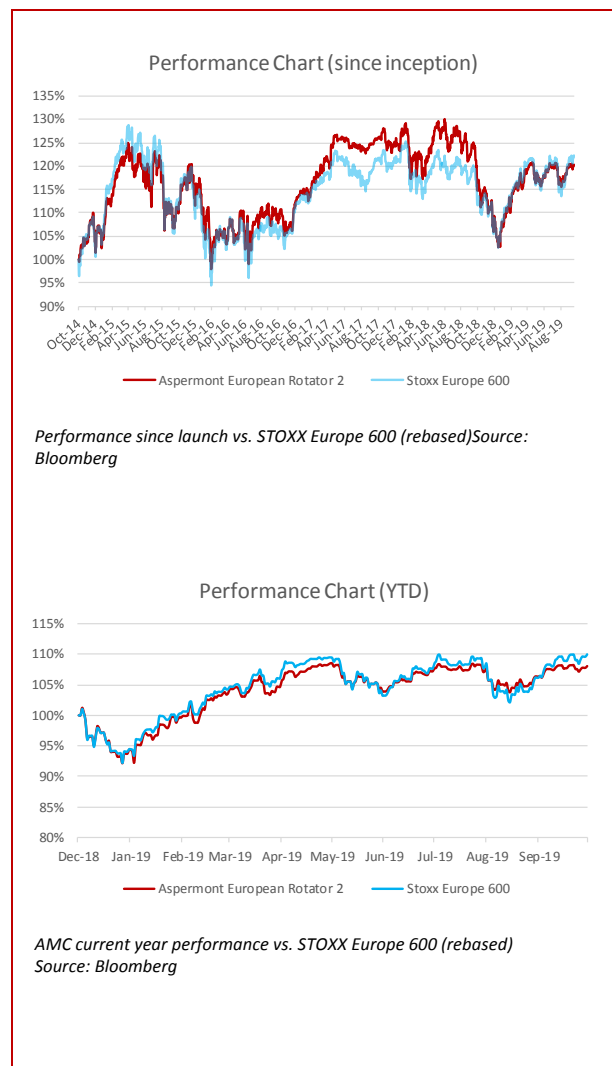
The Actively Managed Certificate (AMC) linked to the Aspermont European Equity Rotator Basket gives investors the opportunity to invest in a dynamic, broadly diversified European equity portfolio. Since investments are made exclusively in indices, stock-specific risks are eliminated. The strategy is designed to give the manager the opportunity to add direct sector exposure to country allocations, as well as the capacity to short sectors or countries with a particularly negative outlook. Target weightings are determined by both fundamental and technical aspects and are continuously reviewed and adjusted as necessary. We place emphasis on the relative strength indicator (RSI), which is a technical momentum indicator that compares the magnitude of recent gains to recent losses of the asset to identify overbought and oversold conditions. Event-driven opportunities may also be exploited as they occur through combinations of long and short strategies.

Manager's Comment

The Aspermont European Rotator Basket kept its positioning as the markets continue to be uncertain with trade talks still unresolved month after month. The performance in September was +1.61% with a cash quota of 45%. Considering the cash amount, the basket performed in line with the major European indices in September: Eurostoxx600 +3.6%, Eurostoxx50 +4.16%, Germany's DAX +4.09% and the UK +2.79%.

It is our strategic decision to remain with such a high cash quota for the time being as market uncertainties prevail. The invested part consists of 16 sectors. Our three strong overweight sectors (+0.64% total contribution, 21.5% weight) were broadly in line with markets in September. Our strong underweight (-5%) position Banks came in with a strong rebound at +8.7% after last month's weakest-in-sector -6.2% performance. This month they were the strongest as the Fed adjusted its Fed Rates down by another 25bps and the ECB communicated that it will be more supportive by relaunching QE. Although the rebound in September, the sector Banks remains one of weakest YTD, trailing the broad indices by over 15%. There was only one sector this month that had a negative performance and that Food & Beverages (-0.5% performance, slight underweight, 2.4% weight) that came under pressure as Pernod Ricard slid on the news of possible new import tariffs on French wine and other goods.

The three biggest contributors this month, all with +0.22% contribution were Oil & Gas (+5.5% performance, overweight position) that rebounded as the price of oil surged briefly after Saudi Aramco got attacked by Drone's, disrupting their oil output. Oil companies in general profited from this crunch in oil supply. Our two strong overweight positions, Technology (+2.25% performance) had mixed company performance with ASML standing out above all with their +12.4% performance as several banks upgrade their view on this high tech company as their latest lithography machines pick up; Chemicals (+3.2% performance) were all the companies posted solid September performance. Insurance (+7.6% performance, small underweight, 2.7% weight) was the second strongest sector this month. The companies had a strong rebound after being under pressure in previous months, with the exception of MunichRe that held steady as various storms and catastrophes passed in the months before and they announced a EUR 360m buyback at the beginning of September. We will keep our positioning for the time being.



Legal Disclaimer:

The information provided is exclusively for informational purposes only. All of the information contained has been carefully selected and obtained from sources that Aspermont Capital AG fundamentally believes to be reliable. No guarantee is assumed as to the accuracy or completeness of the information. Opinions constitute our judgment as at the time of publication and are subject to change. The information contained herein is not intended as an offer or a solicitation to buy or sell securities or any other investment or banking product, nor does it constitute a personal recommendation. The value of investments, and the income from them, can go down as well as up. Past performances should not be taken as a guide to future performances.

Returns

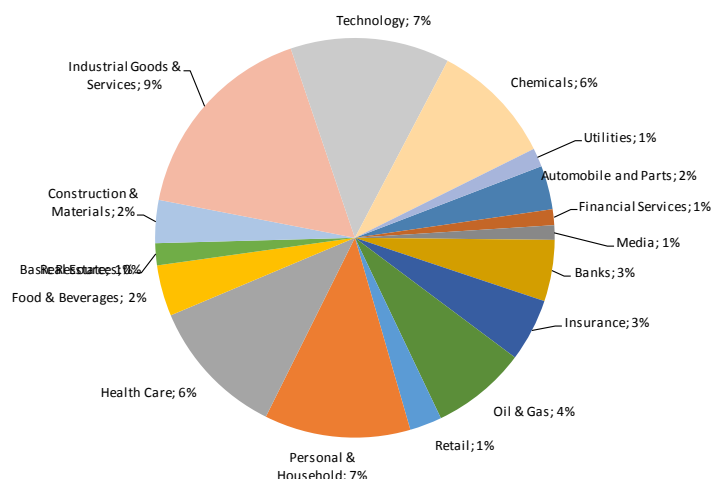
| | Jan | Feb | Mar | Apr | May | Jun | Jul | Aug | Sep | Oct | Nov | Dec | YTD |
|-------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|----------------|
| 2014 | | | | | | | | | | 4.62% | 3.56% | -2.36% | 5.79% |
| 2015 | 5.76% | 5.48% | 2.51% | -1.43% | 0.81% | -4.62% | 4.32% | -6.23% | -3.23% | 6.70% | 3.93% | -3.49% | 9.85% |
| 2016 | -4.37% | -5.35% | 0.26% | 0.54% | 3.75% | -5.06% | 4.45% | 0.02% | 0.66% | -1.58% | -0.63% | 5.57% | -2.00% |
| 2017 | -1.25% | 3.77% | 4.26% | 1.98% | 1.27% | -1.45% | -0.04% | -0.27% | 1.62% | 1.62% | -2.31% | -0.65% | 8.40% |
| 2018 | 2.61% | -3.34% | -2.36% | 4.38% | 0.90% | -1.26% | 2.68% | -1.91% | -1.10% | -7.80% | -2.50% | -5.64% | -14.90% |
| 2019 | 5.57% | 4.01% | 1.00% | 3.69% | -4.25% | 3.18% | 0.00% | -0.81% | 1.61% | | | | 14.50% |

Figures & Ratios

| Performance | AMC ER | STOXX Eur 600 | High/Low | AMC ER | STOXX Eur 600 |
|-------------------------|---------|---------------|---------------|----------|---------------|
| 1 month | 1.61% | 3.60% | 52-week High | 1'244.36 | 393.15 |
| 3 month | 0.79% | 2.15% | 52-week Low | 1'025.97 | 329.58 |
| Since Launch | 20.29% | 22.27% | Lifetime High | 1'300.65 | 414.06 |
| Year-to-date | 14.50% | 16.44% | Lifetime Low | 979.05 | 303.58 |
| Risk | AMC ER | STOXX Eur 600 | Ratios | AMC ER | STOXX Eur 600 |
| Volatility (annualized) | 12.44% | 12.88% | Sharpe | 0.30 | 0.32 |
| Maximum Drawdown | -21.65% | -26.68% | | | |

Note: Benchmark lifetime values are relevant for the same time series as that of the European Rotator

Sector Weights (56% of AuM)



Certificate Terms

Issuer: Morgan Stanley & Co. International Plc
Investment Manager: Aspermont Capital AG
ISIN: XS1112678633
Profile: Tracker-Certificate (SVSP-Code: 1300)
Launch date: October 13, 2014

Currency: EUR
Denomination: EUR 1000 per Unit
Maturity date: October 14, 2019
Listing: None

Legal Disclaimer:

The information provided is exclusively for informational purposes only. All of the information contained has been carefully selected and obtained from sources that Aspermont Capital AG fundamentally believes to be reliable. No guarantee is assumed as to the accuracy or completeness of the information. Opinions constitute our judgment as at the time of publication and are subject to change. The information contained herein is not intended as an offer or a solicitation to buy or sell securities or any other investment or banking product, nor does it constitute a personal recommendation. The value of investments, and the income from them, can go down as well as up. Past performances should not be taken as a guide to future performances.

Aspermont Capital AG, Loewenstrasse 66, CH-8001 Zurich - +41-43 888 66 44, info@ascap.ch, www.aspermontcapital.ch
Copyright © 2018 Aspermont Capital AG. All rights reserved.