

# Robocap UCITS Fund

## Robotics, Automation and AI Equity

October 2022

### Performance Returns

The Robocap UCITS Fund USD Institutional Founder share class ended October with a NAV of 196.88 up +5.38% for the month. This brings the net performance of the fund to -34.30% year to date and +96.88% since inception.

### Investment Objective & Strategy

Robocap is a thematic equity fund focusing on Robotics, Automation and AI listed stocks. This fast-growing theme includes general automation, industrial robotics, healthcare robotics, 3D printing, drones, autonomous vehicles, key components, enabling software and Artificial Intelligence (AI).

A key aspect of the strategy is that we aim to primarily invest into 'pure-play' stocks which have at least 40% of sales coming from Robotics, Automation and AI related end markets. The portfolio aims to hold around 30 positions out of a target universe of about 350 stocks. The investment selection is based on fundamental proprietary analysis in cooperation with leading robotics experts.

### Market Commentary

The portfolio's performance in October was volatile but supported by good company results. The Fed raised interest rates by 75bp to 4.0% and delivered a hawkish message indicating that they may slowdown the pace of the hikes but want to see a series of data points showing a fall in inflation. The price correction this year is largely attributable to higher rates while portfolio companies overall continue to grow supported by robust secular trends and more of them are profitable than at the start of the year. However, recent developments such as a better-than-expected US core CPI reading for October, as well as signals that China may loosen its tight zero-Covid policy soon have been a welcome relief to pressure on markets this year.

Companies in the portfolio have continued to post good results and forward guidance. This contrasts also with the results of the "big tech" names that we typically exclude from our investment universe for purity reasons. During the quarter, names in Semiconductor Automation space revealed a smaller than expected impact from the China export restrictions than initially feared. Some of them like Nvidia have begun to adapt, with the announcement of new chips below the ban's threshold.

Companies in General Automation have posted strong results while mentioning a resilient demand across most geographies and verticals. Healthcare Robotics results and guidance were also generally solid. Still, there are differing views there about the impact of US hospital staff shortages and the general state of US Hospital budgets on near-term demand which has caused some volatility here. Software names reported strong results and were surprised by their robust 2023 guidance, but deal cycles have elongated. The sub-theme that has recently lagged the most has been AI, as most of the companies there have not reported yet and they have had the headwind from higher rates during the month.

We are encouraged by the results season so far and indications of disinflation starting to come through. However, note that there is generally more caution around the macro environment, particularly in Europe. We have the conviction that our theme should weather a recession relatively well. Central banks have not finished their work as we see only the first signs of success in the fight against inflation, but we are of the view that most of the damage to equity valuation metrics is behind us. As we look forward, we find many investment opportunities at attractive valuations. We continue to make company-specific adjustments to the portfolio and concentrated our positions in our highest convictions stocks but have not made significant shifts.

### The Manager



**Jonathan Cohen (CIO)** has over 19 years of investment experience in equities acquired at boutique asset management companies and banks like Goldman Sachs. He held the titles of CIO and Senior Portfolio manager during his last positions. Jonathan has a Masters in Management with a major in Finance from the University of St Gallen (HSG).

**Heenal Patel (Senior Analyst)** has over 22 years of experience in equity analysis in the industrials and automotive sectors. He began his career as UBS Global Asset management where he helped to run European industrial and automotive portfolios, before moving onto sell-side positions at DrKW and industrials at S&P Equity Research. He holds a degree in Economics and Finance from the University of Manchester.

**Nick Martin (Head of Operations)** has over 25 years of investment operations experience across hedge funds, asset management and fund administration firms. He worked at LTCM, Credit Suisse AM, GlobeOp Financial Services and Rubicon Fund Management.

### Fund Facts

Structure	UCITS Fund
Domicile	Ireland
Passported	France, Germany, Luxembourg, Singapore (QI only), Spain, Switzerland and UK
Liquidity	Daily
Fund AUM	\$96 million
Strategy AUM	\$129 million
Inception	4 <sup>th</sup> January 2016

Share Class	Institutional Founder
Currency	EUR/USD/CHF/GBP
Mgt. Fee	1.00%
Perf. Fee	10.00%
Min Init. Sub.	5,000,000
ISIN Codes	EUR: IE00BYZB6N09 USD: IE00BYZB6R47 CHF: IE00BYZB6Q30 GBP: IE00BYZB6P23

Share Class	Institutional A Pooled (Clean)
Currency	EUR/USD/CHF/GBP
Mgt. Fee	1.25%
Perf. Fee	12.50%
Min Init. Sub.	1,000,000
ISIN Codes	EUR: IE00BYZB6855 USD: IE00BYZB6C93 CHF: IE00BYZB6B86 GBP: IE00BYZB6962

Share Class	Institutional B Pooled
Currency	EUR/USD/CHF/GBP
Mgt. Fee	1.50%
Perf. Fee	15.00%
Min Init. Sub.	500,000
ISIN Codes	EUR: IE00BYZB6D01 USD: IE00BYZB6H49 CHF: IE00BYZB6G32 GBP: IE00BYZB6F25

# Robocap UCITS Fund

## Robotics, Automation and AI Equity

October 2022

### Fund Performance and Statistics 1/2 (as of 28/10/2022)

#### Robocap UCITS Fund Performance

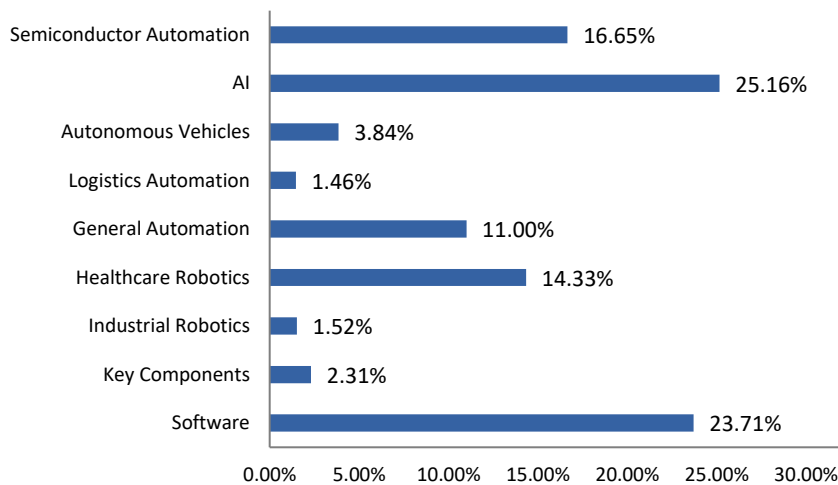
	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sept	Oct	Nov	Dec	Y-T-D
2016	-2.4%	+1.28%	+4.95%	-0.55%	+3.36%	-1.97%	+3.83%	+0.43%	+4.36%	-2.02%	+0.98%	+1.15%	+13.83%
2017	+6.92%	+1.66%	+4.53%	+3.99%	+5.69%	-1.29%	+4.48%	+3.02%	+5.32%	6.96%	+1.04%	-0.82%	+49.78%
2018	+7.52%	-3.45%	-3.66%	-2.68%	+1.97%	-0.54%	+1.17%	+3.62%	-1.07%	-11.84%	+2.12%	-9.02%	-16.15%
2019	+5.34%	+6.98%	+1.81%	+4.73%	-8.92%	+5.54%	-3.42%	-5.04%	+2.82%	+1.28%	+6.83%	+1.81%	+20.10%
2020	+1.30%	-6.63%	-9.93%	+14.63%	+10.64%	+4.12%	+5.05%	+4.57%	-0.48%	+0.74%	+11.69%	+6.45%	+47.31%
2021	+1.39%	+0.78%	-0.42%	+3.94%	-0.74%	+6.07%	+0.47%	+2.71%	-4.01%	+8.70%	-1.92%	+0.76%	+18.47%
2022	-14.11%	-3.48%	+2.85%	-12.20%	-2.07%	-10.23%	+11.11%	-5.71%	-10.08%	+5.38%			-34.30%

The performance figures quoted above represent the performance of the Robocap UCITS Fund since launch on 4th January 2016. These performance figures refer to the past and past performance is not a reliable guide to future performance.

#### Top 5 Holdings (alphabetical)

- Ametek
- CrowdStrike
- Dynatrace
- Nice
- PTC

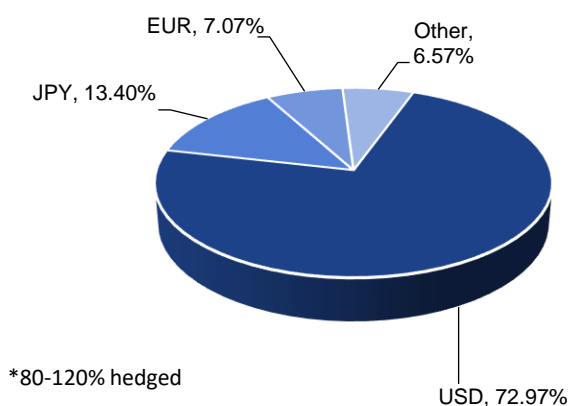
#### Holdings By Sub-Theme (% of Equity Holdings)



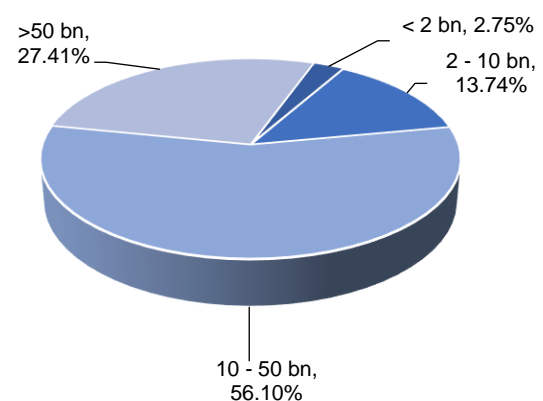
#### Key Fund Metrics

Med. Weighted Fwd P/E 12M	27.50x
Med. Weighted Fwd P/E 24M	22.36x
Dividend Yield	0.45%
No. of Holdings	34
Volatility	18.94%
Sharpe Ratio (annualized)	0.45
Annualized Performance	+12.55%

#### Holdings By Currency (% of Equity Holdings) \*



#### Holdings by Market Cap (% of Equity Holdings)



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### Fund Performance and Statistics 2/2 (as of 28/10/2022)

#### Portfolio's ESG Monitor \*

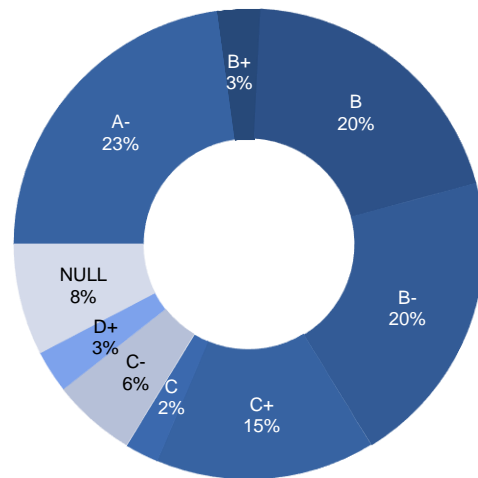


Resource Use	60
Emissions	57
Environmental Innovation	29
Shareholders	51
Management	54
Corporate Social Responsibility	49
Workforce	64
Community	63
Human Rights	54
Product Responsibility	46

#### Controversies Checklist at Portfolio Level

No lethal weapons	●
Not involved in the manufacture of tobacco and other dangerous consumer substances	●
Not on the US Governmental Entity List	●
Does not produce goods that are used to weaken democratic rights	●
No evidence of workforce oppression in its supply chain	●
Not involved in the production of carbon-intensive electricity	●
Not involved in the extraction of fossil fuels	●
Not involved in the production of nuclear energy	●
Not involved in oil & gas production	●

#### Portfolio by Refinitiv ESG Score \*



\* Sources: Refinitiv / Robocap  
Figures adjusted for portfolio weightings

#### Contact Details

##### Investor Contact

**Waystone Capital Solutions (UK) Ltd**  
2nd Floor, 20-22 Bedford Row  
Holborn, London  
T: +44 207 290 9493  
investorrelations@waystone.com

##### Management Company

**Waystone Fund Management (IE) Ltd**  
3rd Floor, 76 Baggot Street Lower  
Dublin, Ireland  
T: +353 1 533 7020  
investorrelations@waystone.com

##### Investment Manager

**Sturgeon Ventures LLP**  
Linstead House, 9 Disraeli Road  
London, SW15 2DR, UK  
T: +44 203 167 4625  
hello@sturgeonventures.com

##### Investment Adviser

**Robocap LLP**  
118 Piccadilly  
Mayfair, London, W1J 7NW, UK  
T: +44 203 457 1221  
info@robocapfund.com

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