

### Investment Objective

Index outperformance through fundamental deep-dive equity research and subsequent investment in quality companies with widening business moats and earnings power. Alpha generation through time-arbitrage by taking a private buyer approach to public companies, low portfolio turnover, and average portfolio concentration to minimize drawdown. No market timing to enable stable participation in broader market returns.

### Monthly Commentary

As of February 28, 2023, the Net Asset Value (NAV) of the USD Institutional share class, net of fees, of the FAM US Long Only stood at USD 1,287.0. This represents a decrease of 1.36% for the month.

During the month, some new data points confirmed further relief in US inflation, while the overall market sentiment returned rather cautious into the middle of the quarter. Many companies reported encouraging earnings numbers, with guidance for the new year appearing resilient. The conflict in Ukraine continues in the background, while the re-opening of China is providing some support to those sectors more exposed. Volatility among rates remains above historical values, with a prolonged re-rating of credit yields likely to become a topic for global market participants.

Equity markets were negative, with the S&P 500 TR Index losing 2.44%, and the MSCI ACWI Index losing 2.83%. Fixed income markets were negative for the month, with the Barclays Global Aggregate Index down 1.60%.

Last month's top contribution came from Fiserv (+29bps for the portfolio). The combo of accelerating organic growth despite slower end-market, coupled with a strong EPS guide on continued revenue strength and healthy margin expansion, drive the company to a very attractive spot. We view the revenue mix and model to be especially durable in the wake of economic weakness, as mission-critical nature of core processing makes customer relationships very sticky. We remain convinced buyer of the investment case.

The largest detractor came from Estee Lauder Companies (-40bps for the portfolio). The company published relatively strong quarterly results. However, FY23 outlook was reduced, hit by a more protracted recovery in China/travel retail and corresponding tight inventory management by retailers. Despite the challenges posed to travel retail and bricks mortar distribution, we believe the efforts to pivot to e-commerce are yielding great potential.

Month-to-Date  
**February** **-1.36%**  
**(NAV: \$1,287.0)**

|                      |         |
|----------------------|---------|
| Year to Date         | 2.24%   |
| Last 3 months        | 1.76%   |
| Last 12 months       | -8.36%  |
| 2022                 | -20.35% |
| Since Inception      | 28.70%  |
| Sharpe Ratio         | 0.47    |
| Volatility           | 19.0%   |
| Max Monthly Drawdown | -10.55% |

|                               |            |
|-------------------------------|------------|
| Expected Dividend Yield p.a   | 1.20%      |
| Weighted Market Cap.          | 229.02 Bln |
| Portfolio RoE                 | 20.7%      |
| P/E Weighted Avg.             | 21x        |
| Gross Margin                  | 40.7%      |
| Alpha (ITD Annual) to S&P 500 | 1.15       |
| Beta (ITD Annual) to S&P 500  | 0.96       |

### Top Equity Holdings

|                        |      |
|------------------------|------|
| Starbucks              | 4.0% |
| Motorola Solutions     | 3.8% |
| Microsoft              | 3.8% |
| Fiserv                 | 3.6% |
| Estee Lauder Companies | 3.4% |
| Abbott Laboratories    | 3.1% |

### Top Sectors

| Sector                 | Net   |
|------------------------|-------|
| Information Technology | 20.8% |
| Health Care            | 19.5% |
| Financials             | 19.2% |
| Consumer Discretionary | 11.7% |
| Industrials            | 8.8%  |

### Monthly NAV Change in % (incl. Distributions)

| NAV Returns                 | Jan     | Feb    | Mar   | Apr    | May    | Jun    | Jul   | Aug    | Sep    | Oct    | Nov    | Dec    | Year           |
|-----------------------------|---------|--------|-------|--------|--------|--------|-------|--------|--------|--------|--------|--------|----------------|
| <b>2023</b>                 | 3.66%   | -1.36% |       |        |        |        |       |        |        |        |        |        | <b>2.24%</b>   |
| <b>S&amp;P 500 TR Index</b> | 6.28%   | -2.44% |       |        |        |        |       |        |        |        |        |        | <b>3.69%</b>   |
| <b>2022</b>                 | -10.55% | -0.66% | 4.06% | -7.87% | -3.66% | -6.45% | 7.58% | -2.94% | -7.74% | 5.41%  | 2.64%  | -0.48% | <b>-20.35%</b> |
| <b>S&amp;P 500 TR Index</b> | -5.17%  | -2.99% | 3.71% | -8.72% | 0.18%  | -8.25% | 9.22% | -4.08% | -9.21% | 8.10%  | 5.59%  | -5.76% | <b>-18.32%</b> |
| <b>2021</b>                 | -0.35%  | 0.54%  | 2.17% | 7.36%  | -0.80% | 2.42%  | 3.11% | 3.25%  | -3.40% | 5.74%  | 0.64%  | 2.16%  | <b>24.84%</b>  |
| <b>S&amp;P 500 TR Index</b> | -1.01%  | 2.76%  | 4.38% | 5.34%  | 0.70%  | 2.33%  | 2.38% | 3.04%  | -4.65% | 7.01%  | -0.69% | 4.75%  | <b>29.88%</b>  |
| <b>2020</b>                 | -       | -      | -     | -      | 5.90%  | -0.54% | 7.12% | 7.35%  | -3.78% | -0.90% | 7.49%  | 1.98%  | <b>26.60%</b>  |
| <b>S&amp;P 500 TR Index</b> | -       | -      | -     | -      | 4.76%  | 1.99%  | 5.64% | 7.19%  | -3.80% | -2.66% | 10.95% | 3.71%  | <b>32.84%</b>  |

## Fund Facts

|  |                                  |
|--|----------------------------------|
| Fund Domicile                            | Austria                          |
| Fund Type                                | UCITS                            |
| Fund Manager                             | Fairway Asset Management AG      |
| Fund Management Co.                      | LLB Invest KAG                   |
| Custodian                                | Liechtensteinische Landesbank AG |
| Representation Switzerland               | LLB Swiss Investment AG          |
| Paying Agent                             | Bank Linth LLB AG                |
| Auditor                                  | Ernst & Young                    |
| Trading Frequency                        | Daily                            |
| Redemption Notice                        | None                             |
| Share Class A (Min. USD 50,000)          | AT0000A2EKM2                     |
| Share Class B (Inst. – Min. USD 500,000) | AT0000A2EKN0                     |
| Fund Assets                              | USD 36.2 Mln                     |
| Reference Currency                       | USD                              |
| Launch Date                              | 04.05.2020                       |

## Fee Structure

## Institutional (capped at 100m)

Management Fee

Institutional 0.8%; Retail 1.0%

Hurdle Rate

S&amp;P 500 Index

The information contained in this document should not be considered as an offer, or solicitation, to deal any of the investments or funds mentioned herein, by anyone in any jurisdiction in which such offer or solicitation would be unlawful or in which the person making such offer or solicitation is not qualified to do so or to anyone to whom it is unlawful to make such offer or solicitation. The fund is not registered in the United States Securities Act of 1933, nor the United States Company Act of 1940 and therefore may not directly or indirectly be offered or sold in the United States of America or any of its states, territories, possessions or other areas subject to its jurisdiction or for the benefit of a United States person. Past performance is not guarantee or a reliable guide to the future. Fairway Asset Management ("FAM") does not warrant the accuracy, adequacy of the information and materials and expressly disclaims liabilities for errors or omissions in such information or materials. Forward-looking statements involve known and unknown risks, uncertainties and other factors which may affect actual results, performance or achievements, or industry results, which may be materially different from any future results, performance or achievements expressed or implied by such forward-looking statements. Such forward-looking statements do not guarantee any future results, levels of activity, performance or achievements. One may not use or distribute portions of the text and graphics contained herein through copying or otherwise, or modifying the same in any way without express prior written consent of FAM. The State of the origin of the Fund is Austria. This document may only be distributed in or from Switzerland to qualified investors within the meaning of Art. 10 Para. 3, 3bis and 3ter CISA. In respect of the units distributed in Switzerland, the competent Courts shall be at the registered office of the Representative in Switzerland. The Basic documents of the Fund as defined in Art. 13a CISO as well as the annual and, if applicable, semi-annual reports may be obtained free of charge at the office of the representative. This document is exclusively provided for the professional use of "well-informed, institutional, semi-professional and qualified investors" and for informational purposes and only to those, to whom it was distributed and may not be disclosed to any third parties without the prior written approval of FAM. One may not use or distribute portions of the here contained text and graphics through copying or otherwise, or modifying in any way without express prior written consent of FAM. This document, in particular, is not directed toward any person in any jurisdiction where, by reason of that person's nationality, residence or otherwise, the publication or availability of this brochure is prohibited. The trademark and logo used in this document belong to FAM. Investors should consider and understand the potential risks and further disclosure information associated with these investments as it concerns their appropriateness with their individual financial profile and objectives prior to trading. The information provided herein reflects current market practices and is not intended to constitute legal, tax or accounting advice; investors should consult their own advisors on such matters. The information here provided is believed to be reliable; however FAM does not guarantee its completeness or accuracy. Although the performance data and results presented in this brochure are based on sources that FAM consider reliable, accuracy and completeness cannot be guaranteed. Actual figures could be higher or lower subject to market conditions. Past performance is not indicative of future results. The backtested performance figures shown in this information brochure are hypothetical in nature and their accuracy and completeness cannot be guaranteed. Drawdown figures mentioned in this brochure are based on monthly returns. The information and comments in this brochure are expressed as of the date of writing and may be changed at any time without notice. No representation or warranty, express or implied, is or will be made in relation to, and no responsibility or liability is or will be accepted by FAM or any of their respective officers, servants, agents, employees or advisors as to or in relation to the accuracy or completeness of this brochure or any further written or oral information made available to the recipient or its advisors. Forward-looking statements involve known and unknown risks, uncertainties and other factors which may cause actual results, performance or achievements, or industry results, to be materially different from any future results, performance or achievements expressed or implied by such forward-looking statements. Such forward-looking statements do not guarantee any future results, levels of activity, performance or achievements. This brochure is for informational purposes only. FAM will not accept any liability nor assume any risk for any consequences or problems that arise from using this information for investment purposes. This brochure, the information contained and opinions expressed herein do not constitute an offer or solicitation to buy or sell any financial product in any jurisdiction in which such offer or solicitation is not authorized. This brochure does not constitute an offer or a commitment to provide any proposed financing arrangements and shall not be capable of resulting in any binding obligation of FAM. Any given examples given are strictly hypothetical and no representation is being made that any person will or is likely to achieve profits or losses similar to those examples. The information contained in this brochure is legally privileged and confidential information intended only for the use of you and your officers or employees who are required in the course of their duties to receive and acquire the same, provided that, prior to such disclosure, such directors, officers and employees will have been made aware of the confidential nature of such information, and will have been directed to treat such information as confidential. Investors should consider the Fund's investment objectives, risks, charges and expenses carefully before investing. The prospectus, prospectus supplement, and KIID contains this and other information about the Fund. To obtain a free prospectus, prospectus supplement, and KIID, please contact your financial professional. Please read the prospectus and supplement carefully before investing. Risk Disclosure - An investment in the Fund is subject, amongst other risks, to market risk or the risk that stocks in the portfolio will decline in response to such factors as adverse company news or industry developments or a general economic decline. Stocks of small and mid cap companies often experience sharper fluctuations than stocks of large cap companies.