

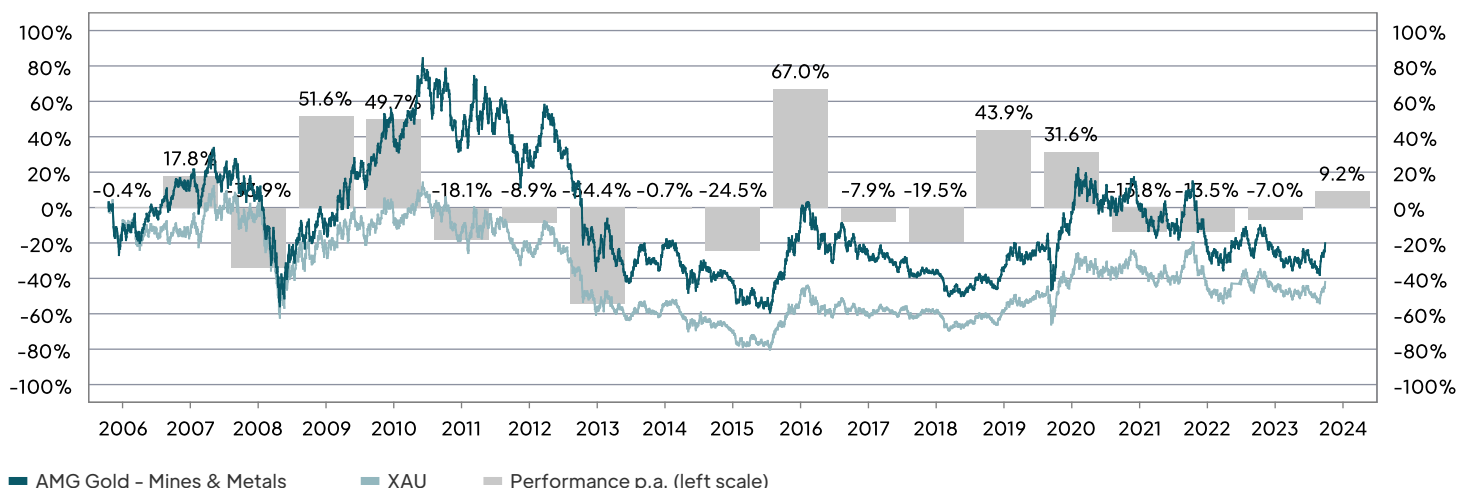
Comment March 2024

The price of gold broke through the USD 2,075 resistance level in March and has remained above the USD 2,100 mark ever since. This has triggered a strong recovery in precious metal stocks. Nevertheless, we cannot yet speak of great optimism for gold miners. Although sentiment is no longer quite as negative as before, the inflow of money into the sector remains modest. The AMG Gold - Mines & Metals Fund performed very well in the month under review. Normally, the large companies in this sector start to rise first, while a rotation in the mid and smaller segments takes place as the movement progresses. In the current upward movement, however, the large companies have made less progress than the smaller ones. There has been a lack of buying by the generalists, who usually invest in shares with a high market capitalization. Compared to the beginning of the year, the Vaneck Gold Miners ETF (GDX) is still unchanged in USD terms, while the gold price is up. An anomaly. We had a meeting with the management of **Kinross Gold Corp.** (KGC). With an EV/EBITDA of 5x, the company is cheaply valued compared to similar competitors. To maintain the current gold production of around 2 million ounces over the next 10 years, Kinross will also need to invest in new projects. After deducting the investments, a gold price of USD 2,000 leaves around USD 500 million in free cash flow (FCF) per year. This will be used for dividends (2% dividend yield), debt reduction, and possible share buybacks. Kinross has sufficient new projects and will only participate in potential takeovers to a limited extent. **Calibre Mining Corp.** (CXB) was added to the GDX ETF on the third Friday of the month. This led to considerable buying in the run-up. It is not entirely understandable that the company announced a few days later that it would carry out a CAD 100 million capital increase to buy back advance financing. Another important factor for the gold mining sector is the price of copper. The largest copper producer in the world, **Freeport-McMoRan Inc.** (FCX), has the largest weight in our benchmark but is not represented in the GDX ETF. This makes the decision to keep a position in this company not always easy. We therefore held a position during the month but reduced it before the end of the month.

Top 10 positions

Company	Weight
Agnico Eagle Mines	8.6%
Barrick Gold	7.2%
Gold Fields	6.7%
Anglogold Ashanti	6.1%
Kinross Gold	4.5%
Northern Star Resources	4.5%
Wheaton	4.4%
Pan American Silver	3.8%
Franco-Nevada	3.5%
B2Gold	3.1%

Performance since launch Tranche A



Key figures as of 28 March 2024

Net Asset Value Tranche A	CHF 95.84
Number of units	149'359
Net Asset Value Tranche C	CHF 101.39
Number of units	698'419
Net Asset Value Tranche H FX-hedged	CHF 96.00
Number of units	381'536
Total Net Asset Value	CHF 121.8m

Performance Tranche A

Duration	Fund	XAU
1 month	25.7%	23.3%
3 months	9.2%	8.1%
12 months	-5.3%	-4.7%
3 years p.a.	-7.4%	-3.3%
5 years p.a.	6.4%	8.5%
since inception (18.04.2006) p.a.	-1.2%	-3.0%
Year	Fund	XAU
2024	9.2%	8.1%
2023	-7.0%	-5.4%
2022	-13.5%	-7.3%
2021	-13.8%	-5.3%
2020	31.6%	23.1%
since inception (18.04.2006)	-20.1%	-42.0%

Risk ratios (rolling over the last 3 years)

Volatility (p.a.)	34.0%
Sharpe ratio (0.38% Risk free rate)	n/a
Beta (vs. XAU)	1.05

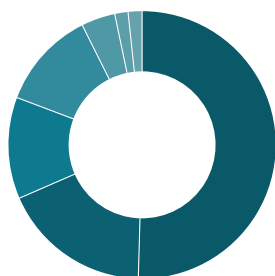
Exposure

Longposition	98.3%
Cash	1.7%

Top 3 performers in March 2024

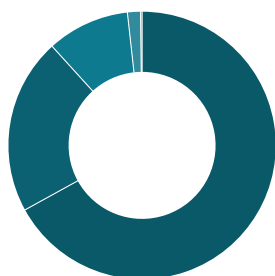
Company	Perf.
Endeavour Silver	66.3%
Equinox Gold	48.6%
Galiano Gold	45.7%

Breakdown by sectors



Seniors	50.5%	Explorers	4.1%
Intermediates	18.0%	Juniors	1.6%
Silver Stocks	12.3%	Cash	1.7%
Royalties	11.9%		

Breakdown by currencies



USD	67.0%	GBP	1.6%
CAD	21.3%	CHF	0.2%
AUD	10.0%		

Sustainability

Applied ESG characteristics

- | | |
|--|---|
| <input checked="" type="checkbox"/> Exclusion Criteria | <input checked="" type="checkbox"/> Reporting |
| <input checked="" type="checkbox"/> Integration | <input type="checkbox"/> Benchmark |

This is a financial product within the meaning of Art. 8 of the Disclosure Regulation (EU) 2019/2088.

Investment philosophy

The equity fund invests mainly in gold mining companies, with a selection of silver mining companies supplementing the fund composition. The equity fund is actively managed along the market cycles in gold and silver. The basis for this is the own fundamental and technical analysis. The top-down approach results in a concentrated portfolio of qualitatively convincing mining companies.

Fund facts

Domicile of fund	Switzerland
Legal form	Contractual investment fund
Investment universe	Precious metal shares global
Investment manager	Serafin Asset Management Ltd, Zug
Management company	LLB Swiss Investment Ltd, Zurich
Custodian bank	Bank J. Safra Sarasin Ltd, Basel
Launch date	18.04.2006
Recommended investment horizon	5 years
Reference currency	CHF
ISIN / Bloomberg-Ticker (respective share class)	A: CH0024686773 / AMGGMMF SW C: CH0197484386 / AMGGMMC SW H (FX-hedged): CH0420487941 / AMGGMMH SW
Distributions	distributing (Dividend & Capital Gain)
Subscription and redemption	daily (cut-off 13.00 CET)
Performance Fee	8% over 5% Hurdle, with High Water Mark
High Water Mark and Hurdle	CHF 226.74
Tax transparency	CH, AT
Tax status Germany	Equity fund pursuant to InvStG with partial exemption
Registered for public distribution	CH, DE

Fee structure

Subscription and redemption fee	none
Management fee p.a.	Tranche A: 1.50% Tranche C: 1.00% Tranche H (FX-hedged): 1.00%
Total expense ratio p.a. (per 31.12.2023; TER, before profit sharing)	Tranche A: 1.74% Tranche C: 1.24% Tranche H (FX-hedged): 1.24%

Portfolio management



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