ANDBANK asset management

	Category of the Fund	Fund Multi assets - OIC Andorra		
ANDBANK	Currency	EUR		
	Liquidity	Daily		
PATRIMONI	Risk Level	Conservative / Moderate		
EUR	Complexity	No Complex		
	Geography	Global		
	Investment horizon (years)	2 - 3		
Data as of December 30th, 2022	ISIN	AD0000103900		

Risk Level

INVESTMENT OBJECTIVE AND STRATEGY

The main objective is the preservation of capital in the medium/long term. The sub-fund has a flexible multi-asset and comprehensive investment approach, classified as conservative/moderate. The investment will have a stable performance in the long term, although it may present short-term fluctuations.

- The sub-fund will invest at least 65% of the assets in fixed income. It will invest a maximum of 30% in equities and a maximum of 35% in debt instruments of emerging countries, commodities and real estate.
- The sub-fund may also use all types of financial ٠ derivative instruments for hedging purposes and to be managed efficiently (maximum exposure: 100%).
- Appropriate risk management focusing on the preservation of capital in the medium/long term.

NAV EVOLUTION

2

1

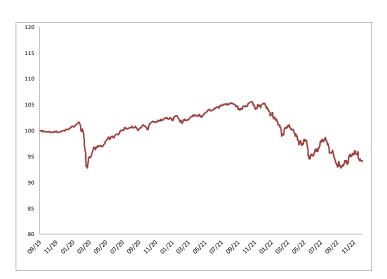
3

4

5

6

7



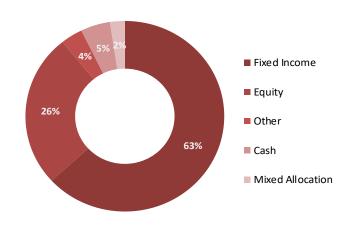
GENERAL INFORMATION

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2022	-2,07%	-1,93%	-0,18%	-1,53%	-1,07%	-3,15%	2,73%	-1,88%	-3,11%	1,28%	1,18%	-1,26%	-10,63%
2021	-0,25%	-0,39%	0,43%	0,74%	0,57%	0,58%	0,83%	0,33%	-0,99%	0,46%	-0,31%	0,89%	2,88%
2020	0,89%	-0,76%	-5,06%	2,24%	0,89%	0,81%	1,37%	0,48%	-0,26%	-0,12%	1,41%	0,70%	2,44%
2019										-0,19%	0,03%	0,03%	-0,13%

POSITIONS BY CONTRIBUTION YTD

	Assets	YTD
	AMUNDI PHYSICAL GOLD ETC	0,05%
.	PETROLEOS MEXICANOS	0,02%
Best	INTL CONSOLIDATED AIRLIN	0,01%
17	AIR FRANCE-KLM	0,01%
	ALTRIA GROUP INC	0,00%
	DPAM B REAL STAT EUR DIV SUSTAIN F	-0,37%
s S	CARMIGNAC FLEXIBLE BOND INC F EUR	-0,90%
/orse	PIMCO INCOME I EUR-H	-1,10%
13	SIGMA FCP MODERATE ALLOCATION B EUR	-1,22%
	SIH GLOBAL EQUITY B EUR ACC	-2,10%

ASSET ALLOCATION





ANDBANK	Management Fee	0,75%
PATRIMONI	Depositary Fee	0,22%
EUR	Subscription and Refund Fee	0,00%
		Indirect Tax Excluded

MANAGEMENT INSIGHT

The month of December has been marked by a correction of expectations in the last days of the month in both fixed income and equities. The market, despite the improvements in macro data and inflation in recent weeks, takes for granted that 2023 will be a complicated year and the probabilities of recession are perceived as high by most participants, closing the last month of 2022 in the red for most assets. In fact, surveys among bankers are very clear in this regard and there is some agreement in their base case in the direction of a slowdown in global growth, at least during the first half of 2023.

In the United States, at the Fed's November meeting, rates were raised again by 50 bps, as expected, leaving the benchmark rate at its highest level in the last 15 years. Leaving a clear hawkish message to keep rates elevated for the next few months. The more than expected pivot looks like it will take a little longer to arrive than anticipated in recent weeks. U.S. year-over-year inflation falls to 7,1%, well below the previous 7,7% and below the forecast. Core was 6% lower than the previous 6,3%. Important to note the influence of energy in this reduction in inflation, with Natural Gas and West Texas Oil ending the year at similar pre-war levels in Ukraine. As for quarterly GDP, it came in at 3,2%, higher than the previous and forecast. On the other hand, the manufacturing PMI came in at 46,2 in line with the forecast. The services PMI came in above the previous one at 44,7 vs. 47,8 and the composite at 45, also above the previous 44,6. During December we saw increased pressure on the short end of the curve, especially the 6-month, with the 10-year US Treasury yield rising from 3,61% to 3,87% and the 2-year to levels of 4,42%, keeping the curve inverted and the spread above 50bp.

In Europe, Lagarde is very clear: "There is no possibility of pivoting". The 50bp hike in December was aimed at achieving a very specific medium-term objective and, despite the feared recession, it seems that the pace of hikes will be maintained. It is worth noting that the ECB, unlike other central banks, still retains much of its balance sheet and pandemic emergency programs. The effect on the bond market has been remarkable, leaving the German 10-year bond at a 10-year high of 2,56%. It can also be seen that the inversion in the European curve has been maintained, with the 2y-10y spread above 15bp.

Euro zone year-on-year inflation came in at 9,2%, lower than previous and forecast. Core at 5,2%, higher to previous and forecast. Quarterly GDP came in higher at 2,3% vs. 2,1% previously. Manufacturing PMI was 47,8 vs. 47,8 previously. The services PMI was 49,8 higher than the previous 49,1 and the composite PMI was 49,3 vs. the previous 48,8. On the yield side, the German 10-year government bond yield rose sharply from 1,92% to 2,56% on the month.

On the credit side, we saw the spread closing similar to previous month, with a lot of movement intramonth. On the equity market, the trend of recent weeks was broken after the central bank meetings, leaving the S&P 500 down -5,9%, erasing the previous month's gains, and ending the year with a negative YTD of -19,44%. Regarding Europe, the Euro Stoxx 50 closed with a negative monthly return of -4,3% and a YTD of -11,7%. On the other hand emerging markets were falling too with the MSCI Emerging Markets falling more than -4% in the month and a negative YTD of -22,42%.

All sections of this document have been prepared by financial analysts at the bank. The recipient of this document accepts the following limitations: The views included in this document are based on the combined evaluation of different studies and reports carried out by third parties. The opinions and estimates contained herein are based on facts and market conditions prevailing at the date of publication of this document. The bank does not warrant in any way that the predictions or events contained in this document will occur and expressly warns that the past returns that may be mentioned do not imply - in any case - future returns, that investments may fluctuate over time in terms of price and value, and that changes in interest rates or foreign exchange rates are factors that may also discourage following the opinions included herein. This document cannot be considered, in any way, as an offer or proposal to buy or sell the financial products or instruments that may be mentioned. All the information contained herein is indicative and may not be considered as the only relevant factor in a decision to make a given investment. Consequently, the investor will be responsible for seeking and obtaining appropriate financial advice in order to assess the risks, costs and other characteristics of the investments he wishes to make. The bank expressly disclaims any responsibility for the accuracy or appropriateness of the evaluations or estimates of the solutions contained in this document, as well as for any possible errors or omissions in the preparation thereof. The bank reserves the right to modify, at any time, all or part of the contents of this document.