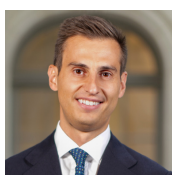




Fund update: R-co Thematic Blockchain Global Equity — October 2024



Charles-Edouard Bilbault
Global Equities Portfolio Manager

“Global, frictionless and free” - Jeremy Allaire, Circle’s co-founder and CEO

In September, global financial markets stabilized last month events, encouraged by Fed’s dovish 50 bps rate cut¹ and massive Chinese monetary and fiscal stimulus announcements, alleviating concerns about an upcoming economic recession. Net investment flows into digital assets products rose to US\$1.2bn this month, bringing YTD net inflows into this asset class to a bit more than US\$23.7bn².



Klara Sok
R-co Thematic Blockchain Equity
Global Co-Portfolio Manager

In this context, fund outperformed in September. The positive move was led by Digital Assets / Fintech category, pulled up by investment bank Galaxy Digital, namely supported by successful products developments with, this month, the launch of three digital assets products in partnership with State Street Global Advisors. Audit Trail/Industrial Applications category stood as second best contributing category, as it still stands as a laggard in terms of YTD performance. Web3/Metaverse and Blockchain Infrastructure were, in relative terms, worse contributors this month.

Our private portfolio company, Circle, issuer of the leading US dollar-backed stablecoin USDC, keeps rolling out partnerships with large distribution networks. Leading payment operator Worldpay reported it processed US\$1.3bn worth of stablecoins so far this year⁴, with volumes already up 30% compared with full year 2023³. Circle also announced USDC integration with Brazilian and Mexican Central Banks’ payment applications. The Brazilian Central Bank solution, PIX, was launched in 2020 and now counts 168 million users⁴. Its

Mexican equivalent, SPEI, is active for 20 years and processes around 3.3 million daily transactions⁵. Cross-border payment facilitation and access to US dollar exposure are key use cases for stablecoins in emerging markets. In September, USDC was also integrated into Sony's blockchain protocol Soneium.

We took advantage of market strength to take marginal profit on outperforming companies Galaxy Digital and JD Logistics and marginally strengthened our holdings in Coinbase and LVMH. At the end of the month, equity exposure was 97.6%⁶.

Industry news to watch

Announcements made this month by established companies of blockchain-based innovations continued to pertain to various sectors of the economy and enterprise use-cases. Among many others:

[Visa](#) launches the Visa Tokenized Asset Platform (VTAP) to assist banks issue fiat-backed tokens in blockchain networks. BBVA will use VTAP and expects live pilots in 2025. Visa highlight the ease of its solution integration, the possibility to add programmability features and its interoperability.

[Circle's CEO](#), Jeremy Allaire, in conversation with the World Economic Forum on how digital dollars will reshape economic activity, humanitarian aid and more.

[S&P Global](#) issues a report on intersection of AI and crypto.

Ulteriori informazioni sui fondi

R-co Thematic Blockchain Global
Equity



Consulta questo documento sul nostro sito web



[1] Bloomberg, october 2024.

[2] Source: Coinshares, Digital Aset Fund Flow, data as of September 27th 2024.

[3] Source: Ledger Insights, 26/09/2024.

[4] Source: Crypto News Flash, 18/09/2024.

[5] Source: Coindesk, 17/09/2024.

[6] Source: Rothschild & Co Asset Management, 30/09/2024.

The synthetic risk indicator shows the level of risk of this product compared to others. It indicates the probability that this product will suffer losses in the event of market movements or our inability to pay you. Risk scale from 1 (lowest risk) to 7 (highest risk); the lowest category does not mean a "risk-free" investment. The risk category associated with this UCI is not guaranteed and may change over time.

Past performance is not a reliable indicator of future performance and is not constant over time. The characteristics/objectives/strategies mentioned above are indicative and subject to change without notice. This analysis is only valid at the time of writing. The geographical and sector allocations and distributions are not fixed and may change over time within the limits of the SICAV fund's prospectus.

The information, comments and analyses in this document are provided for information purposes only and should not be construed as an investment or tax advice, or as an investment recommendation from Rothschild & Co Asset Management

SRI risk indicator 6/7

The synthetic risk indicator enables you to assess the level of risk of this product compared with others. It indicates the probability of this product incurring losses in the event of market movements or our inability to pay you. The risk indicator assumes that you hold the product for 5 years. The real risk may be very different if you opt to exit before maturity, and you may get less in return. We have classified this product in risk class 6 out of 7, which is a high risk class and mainly reflects a discretionary management policy seeking to invest in shares of companies active in blockchain themes. In other words, potential losses linked to future product performance are high, and should market conditions deteriorate, it is highly likely that our ability to pay you will be affected. As this product does not provide market protection or a capital guarantee, you could lose all or part of your investment. Other materially relevant risks not taken into account by the indicator: credit risk, liquidity risk, impact of techniques such as derivatives: The use of derivatives can amplify the impact of portfolio market movements. For more information on risks, please refer to the fund's prospectus.

All rights reserved. Simplified information document intended to holders or shareholders of the UCI in question only. It is an advertising document and should not be considered as an investment or tax advice, or as an investment recommendation from Rothschild & Co Asset Management. Figures provided relate to previous years. Past performance is not a reliable indicator of future performance and is not constant over time. The data mentioned in this document may change at any time. Although this document has been prepared with the greatest care from sources that Rothschild & Co Asset Management believed to be reliable and in good faith, no representation or warranty, express or implied, is made as to information accuracy or completeness, which is indicative only. The information does not presume the suitability of the UCI presented to the profile and experience of each individual investor. In case of doubt, we recommend that you contact your financial or tax advisor. Before any investment, please imperatively read the key investor information document (KIID PRIIPS) and prospectus of the UCI carefully, especially its section relating to risks. Any investment is always subject to risk. Before investing, each investor must ensure the jurisdictions in which the UCI is registered. The KIID, the full prospectus as well as the net asset value (NAV)/net inventory value (NIV) are available on our website: www.am.eu.rothschildandco.com. The information presented is not intended to be disseminated and does not constitute in any way an invitation for US nationals or their agents. The units or shares of the UCI presented in this document are not and will not be registered in the United States pursuant to the U.S. Securities Act of 1933 as amended ("Securities Act 1933") or admitted under any law of the United States. These units or shares may neither be offered, sold in or transferred to the United States (including in its territories and possessions), nor directly or indirectly benefit to a "US Person" (within the meaning of Regulation S of the Securities Act of 1933) and equivalent persons (as referred to in the US "HIRE" Act of 18 March 2010 and in the FATCA provisions).

Geographic and sector allocations and breakdowns are not fixed and may change over time, within the limits of the Fund's prospectus. The figures quoted relate to the past months. No part of this document may be reproduced, in whole or in part, without the prior written permission of Rothschild Co Asset Management, under pain of legal proceedings.

R-co Thematic Blockchain Global Equity is a subfund of the Société d'Investissement à Capital Variable "R-Co 2", whose registered office is at 29, avenue de Messine - 75008 Paris, registered under the number 889 511 747 RCS PARIS. Rothschild & Co Asset Management, organized under the laws of France, registered with the Trade and Companies Register of Paris RCS Paris 824 540 173. A management company licensed by the Autorité des Marchés Financiers under N° GP 17000014, having its registered office 29, avenue de Messine, 75008 Paris, France

Informazioni sulla divisione Asset Management di Rothschild & Co

Come divisione specializzata nella gestione patrimoniale del gruppo Rothschild & Co, offriamo servizi di gestione personalizzati a un'ampia clientela di investitori istituzionali, intermediari finanziari e distributori. Il nostro sviluppo si basa su una gamma di fondi aperti che beneficiano della nostra esperienza di lungo periodo nella gestione attiva e di convinzione, nonché nella gestione delegata. Con sede a Parigi e uffici in 10 paesi europei, gestiamo oltre 50 miliardi di euro e impieghiamo quasi 200 persone⁽¹⁾. Ulteriori informazioni su : www.am.eu.rothschildandco.com

(1) Fonte: Rothschild & Co Asset Management, 31/07/2026.

France

29, Avenue de Messine
75008 Paris
+33 1 40 74 40 74

Belgio – Paesi Bassi – Lussemburgo

Rue de la Régence 52
1000 Bruxelles
+32 2 627 77 30

Svizzera

Rothschild & Co Bank AG
Rue de la Corraterie 6
1204 Genève
+41 22 818 59 00

Italia

Passaggio Centrale 3
20 123 Milano
+39 02 7244 31

Germania – Austria

Börsenstraße 2 - 4
Frankfurt am Main 60313
+49 69 299 8840

Spagna

Paseo de la Castellana 40 bis
28046 Madrid
+39 02 7244 31

