

Market commentary

For market participants it has been a tough year so far. During the first three weeks of May, the sell-off (which has been brutal in April '22 already) continued. Risky assets have been liquidated to a good portion from investors' portfolios. With a high correlation, the bond market was not any better as the first months of 2022 were the worst in decades.

Some optimism has returned in the last week as the inflation data is showing some signs of slowing and China is about to re-open. Interestingly, the USD is flat for the month vs. EUR and CHF. The sharp equity rebound left the main indices MTD as following: S&P 500 (flat); Nasdaq -1.7%; CSI 300 +1.7%, Nikkei +1.5%, SMI -4%.

It's the broader market sentiment that the central banks will not be able to cut-back inflation without causing a recession (soft landing as utopia). Given the first 5 months of the year, the markets had to swallow high inflation prints, the Ukrainian conflict, greater geopolitical and economic instability, supply-chain issues, and a strict Chinese COVID-19 lockdown policy hampering global GDP. After a decade characterised by ultra-low interest rates and what seemed like 'quantitative easing (QE) forever', we are seeing a tightening cycle from the US Federal Reserve (Fed). It is the beginning of the end of the 'free money' era.

Portfolio commentary

Blockchain and Crypto Assets have correlated with global risk aversion trends, therefore no doubt, Digital Assets have taken a beating. Bitcoin and Ethereum are down more than 35% YTD.

Given the stress causing de-peg event of Terra's USD algorithmic stable coin (UST) and subsequent meltdown of LUNA token in early May we gained reassurance by our managers that most of their LUNA positions have been excited before the crash. This confirms our selection once more, not only outperforming the market during steady times but also preserving investors wealth in crisis mode.

At Alpine Select, we firmly believe in the long-term potential of blockchain based businesses. Consequently, we believe it should have a permanent place in every portfolio. Our selected managers actively steer through the market volatility, and we expect them to lock-in opportunities during times of low valuations.

Our discount arbitrage situation in Castle Alternative was delisted from the SIX Swiss Exchange on 1 June 2022. Cash will be distributed upon completion of final audit duties later this year.

Top Positions of the Portfolio (in % of Total Assets)

IP Group PLC	Equity – Long Only	15.1%
Vifor Pharma Ltd.	Equity – Merger Arbitrage	14.4%
Cheyne New Europe Fund L.P.	Real Estate (Legacy)	8.9%
Nishkama Capital Offshore	Equity – Long/Short	6.2%
Northwest Feilong Fund Ltd.	Equity – Long/Short	5.2%

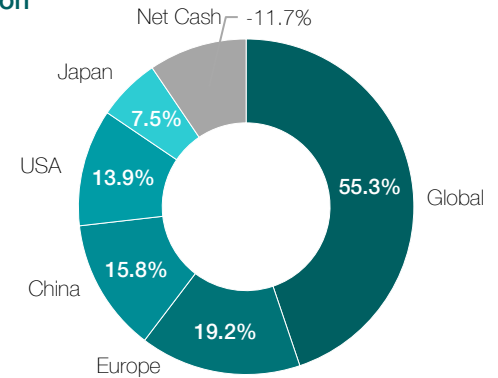
in CHF	31-May-22	MTD	YTD
Share price ALPN	13.50	-3.08%	-5.59%
Latest NAV (net, est.)	13.43	-1.55%	-5.72%
HFRX Global HF Index	1,187.55	-1.22%	-3.87%

Net annualized return (30 Sept. 2003 to 31 May 2022)

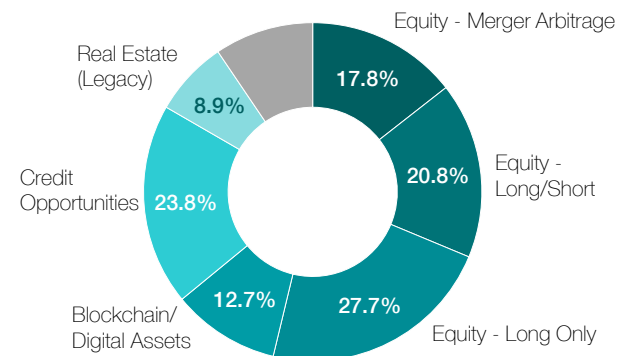
Share price ALPN	6.48%
Monthly NAV (net, est.)	6.70%

Allocations in % of Total Assets

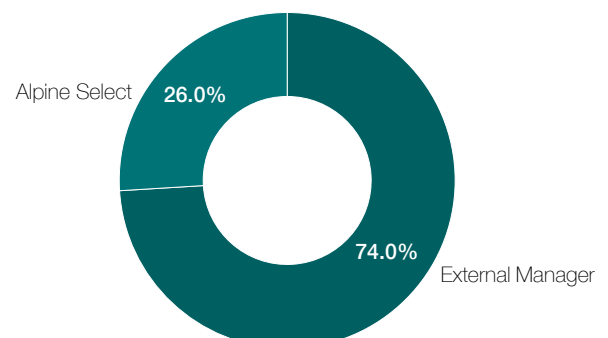
Region



Asset Class



Investment Manager



About Alpine Select

Alpine Select Ltd is an investment company domiciled in Zug and has been listed on the SIX Swiss Exchange since 1998. The Company offers shareholders the key benefit of investing into a global diversified and CHF hedged alternative investment portfolio.

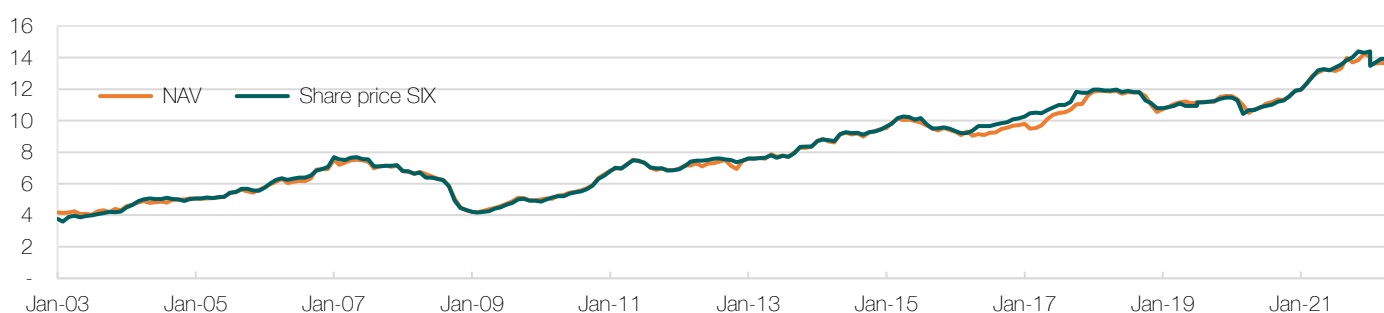
The portfolio exposure is actively being risk adjusted to current market sentiment and outlook. The investment style is value-oriented, and the investments are selected based on the Company's target return of 6-8% p.a. above CHF risk free rate.

Alpine Select maintains an active and constructive dialogue with management and board of directors of its portfolio companies in the best interest of our shareholders. Alpine Select does not charge any management or performance fees.

Price-History in CHF for the Period

30 September 2003 to 31 May 2022

(Share price: net annualized return 6.48% | NAV: Net annualized return 6.70%)



NAV Performance (in %)

	Jan	Feb	Mar	Apr	May	June	July	Aug	Sep	Oct	Nov	Dec	YTD
2022	-1.4	-3.2	0.4	-0.1	-1.5								-5.7
2021	0.3	3.0	4.2	1.7	1.4	0.0	-0.6	1.2	4.9	-2.0	1.0	2.9	19.6
2020	-0.1	-1.6	-3.4	-4.6	2.4	0.6	2.6	0.9	1.4	-0.2	1.7	3.5	3.1
2019	0.5	1.1	1.8	0.9	0.5	-0.9	1.7	-1.3	0.4	0.1	2.7	0.5	9.5
2018	2.4	0.3	-0.2	-0.1	0.4	-1.5	0.9	-0.2	-0.0	-1.9	-4.7	-3.0	-9.9

Alpine Facts

Incorporation date	18.09.1997	ISIN	CH0019199550	Management fees	None
Listing	SIX Swiss Exchange	Outstanding shares	8,860,768	Performance fees	None
Stock Exchange Symbol	ALPN	Custodian	Bank Julius Baer	Advisory fees	TCHF 108/annually

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