

## 4. - Using AFM

## Standard setup

Accounts are separated into 2 categories:

1. A **Master Account** to which AFM has no access,
2. A number (usually 3-6) of **Sub-accounts**,

AFM configures the sub-accounts and launches the procedure.

Master account	
sub-accounts	1
	2
	3
	4
	etc.

## .... other

The investor retains full ownership of his accounts at all times.

- AFM's objective is to outperform an index of choice over time.
- The AFM website provides detailed information not generally available on the broker website.
- Investors can follow the performance of their portfolios in real time (or over time).

## 5. - Contact

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## Note

The advantages of transferring the AFM database from our current service provider to a highly regarded Swiss company are currently under evaluation. AFM portfolios are presently running on both platforms with a final decision due in the first quarter of 2023.

## Introduction

Autonomous Fund Management (AFM) is a portfolio and fund-management procedure designed for the digital marketplace. Instead of relying on traditional research and analysis, it depends on mathematics and safety nets to obtain better and more stable results.

AFM uses available technology including streaming quotes, API-links and cloud-computing to manage portfolios in a more stable environment.

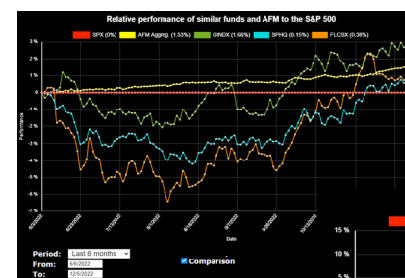
AFM works directly on the user's account which remains the exclusive property of the investor.

AFM procedure is explained under [afmsa.ch](https://afmsa.ch) > [Concept](#)

Stability and Performance are the 2 features that contributed to AFM's overall performance since inception in 2019

## 1. - Stability

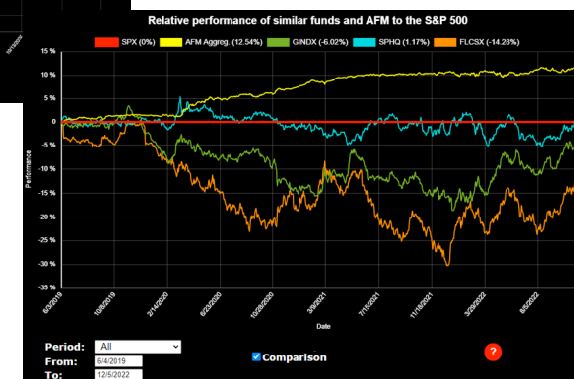
How secure is a portfolio managed by a computer? When developing the application all necessary safety measures were included. Since inception, funds under AFM control have never experienced any form of uncommon behavior.



AFM-managed accounts react more like an Index fund than a traditional mutual fund due to their configuration,

AFM aggregate performance last 6 months ....

go to  
[afmsa.ch](https://afmsa.ch) > History  
account: Aggregated  
☒ Comparison



.... since inception

### 2.- Performance

AFM's objective is to outperform the market in small increments on a daily basis. Evolving no more than 0.01% - 0.1% around the average might sound irrelevant however they add up over a year to outperform the index.

2022 has again provided solid results with live accounts outperforming the S&P index by 1.85% or approx. \$413'000, up from \$254'000 or 1.75% for 2021.

AFM's results do not depend in any way on a market trend. Whether in a "Bull Market" (2021) or "Bear Market" (2022).

In both situations AFM outperformed the market in a stable unvarying manner.

During the 31/2 years that live accounts have been active, the highest monthly outperformance was **1.3%** and maximum underperformance **-0.4%** (see below).

Also AFM-managed accounts have not underperformed the index during the last 14 months.

Fine-tuning the application allows AFM to continuously improve stability and increase performance.

Monthly performance figures												June 2019 - December 2022	
Live AFM-managed accounts vs S&P500 Index													
J	F	M	A	M	J	J	A	S	O	N	D	\$ outperf.	
2019													
					0.4%	0.2%	0.1%	0.4%	0.1%	0.1%	-0.2%	27'535	
2020													
-0.1%	0.2%	1.3%	1.3%	0.9%	-0.4%	0.2%	0.1%	0.1%	0.3%	0.3%	0.2%	180'697	
2021													
0.8%	-0.1%	0.4%	0.2%	0.2%	0.1%	-0.2%	0.0%	0.2%	-0.4%	0.0%	0.2%	254'117	
2022													
0.0%	0.2%	0.1%	0.1%	0.3%	0.2%	0.2%	0.2%	0.2%	0.3%	0.5%	0.2%	413'778	
outperform												2019 - 2022 Cumulative contribution	
underperform												835'234	
												10.9%	

Performance figures depend on the base used for their calculation. Annual performance figures are not the sum of 12 monthly figures.

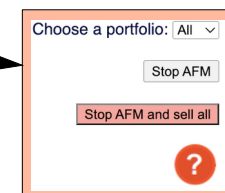
### 3. New features

#### Account holder direct access

The account holder act directly on his account by using the AFM platform.

However it is a procedure of last resort and should not be used.

The following messages can be found at the bottom right hand of the "Intraday" screen and which allow the account owner to directly intervene and override AFM control.



**Stop AFM** stops trading. Securities held in the portfolio of choice at that particular moment remain unchanged.

**Stop AFM and sell all** sells all positions in the portfolio at market within seconds. Only cash will remain in the account.

Both actions deactivate the AFM procedure.

Prior to action being taken and for added safety, clicking on either procedure will generate an e-mail from AFM requesting a password.

Overriding AFM is a personal decision taken by the account holder and is explained in the AFM convention.

#### Regular 5-minute updates

on intraday screen:

Portfolios updated every 5 minutes during market hours

AFM Autonomous Fund Management										Share
Guest										Guest
Choose a group of portfolios: Live										12/9/2022
Next update in:										2 MINUTES 32 SECONDS
Account	Last \$	Account change \$	%	AFM contribution \$	%	No. of trades	Commission fees	SEC fees		
Guest_1	\$ 3,180,621	\$-22,442	-0.70%	\$1,099	+0.03%	18	\$ 11.70	\$ 2.44		
Guest_2	\$ 3,131,846	\$-21,710	-0.69%	\$1,468	+0.05%	10	\$ 6.50	\$ 1.40		
Guest_3	\$ 3,191,287	\$-24,183	-0.75%	\$-550	-0.02%	20	\$ 13.00	\$ 2.51		
Guest_4	\$ 3,135,798	\$-24,408	-0.77%	\$-1,182	-0.04%	10	\$ 6.50	\$ 1.32		
Guest_5	\$ 3,168,718	\$-22,745	-0.71%	\$710	+0.02%	14	\$ 9.10	\$ 1.90		
Guest_6	\$ 3,043,902	\$-22,615	-0.74%	\$-77	0.00%	16	\$ 10.40	\$ 1.99		
<b>Total:</b>	<b>\$ 18,852,171</b>	<b>\$-138,103</b>	<b>-0.73%</b>	<b>\$1,467</b>	<b>+0.01%</b>	<b>88</b>	<b>\$ 57.20</b>	<b>\$ 11.56</b>		
S&P 500	3,934.38	-29.13	-0.73%							