

# Swiss Opportunity Fund

## FACT SHEET JUNE 2018 / PERFORMANCE -0.26%

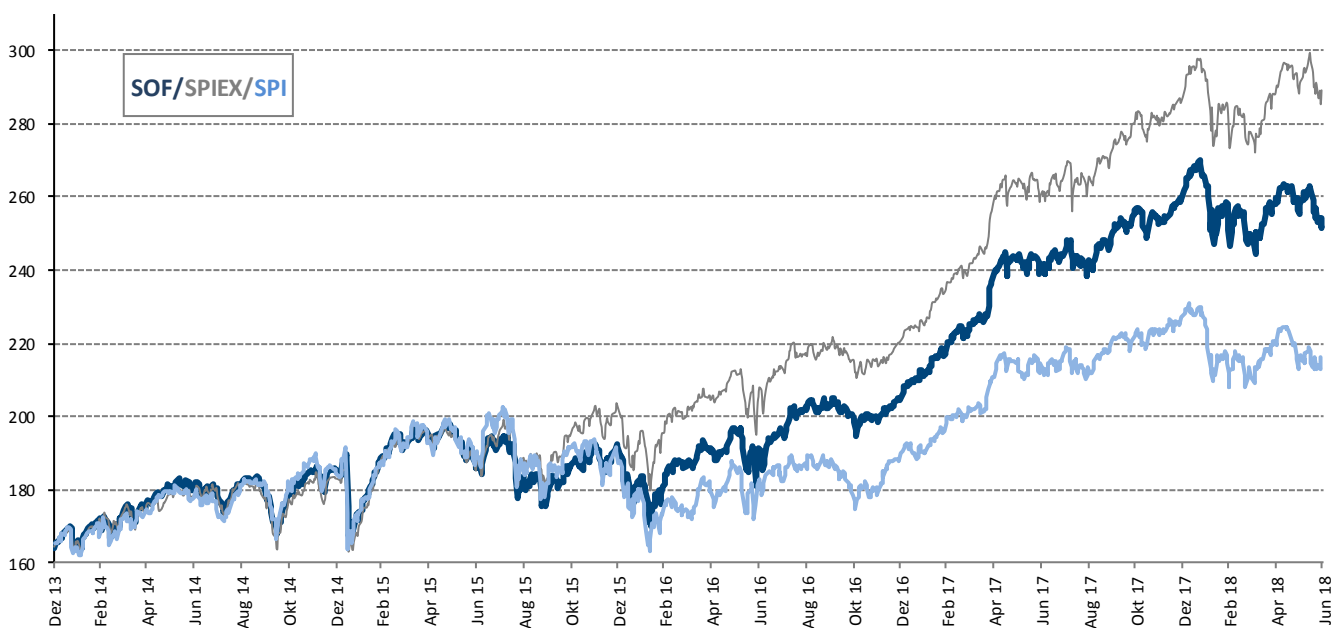
Interestingly, markets in June followed the same pattern seen in May, recovering for two weeks before falling back again in the second half of the month. Successful efforts to form a government in Italy and the optimistic meeting between Donald J. Trump and the North Korea's Kim Jong Un helped lead markets higher, while the discordant G7 summit indicated that international trade friction is not about to go away anytime soon. The US president rocked the boat again even before the first round of US tariffs on USD 34bn of imported Chinese goods took effect by threatening to impose punitive tariffs on additional Chinese goods worth as much as USD 400bn if Beijing did not refrain from retaliatory measures. Chinese leaders, however, have already announced tit-for-tat tariffs on imports of US goods. As international trade disputes heated up, fears of a full-blown trade war sent stock prices tumbling. It was only thanks to a last-minute rally on the final day of trading in June that brought market indices back into the green.

The SPI TR Index gained 1.62% in June. For once, the SPIEX trailed the heavyweight index with a monthly performance of 0.37%,

which narrowed the performance gap between large and small & mid cap segments a little bit. Year to date, the SPI TR Index is down 3.95%, whereas the SPIEX Index is up 1.19%. The Swiss Opportunity Fund retreated 0.26% in June. Year to date, it has outperformed the SPI TR Index by 2.8% and underperformed the SPIEX TR by 2.3%. Forbo (13.14%), Logitech (8.47%), Sulzer (6.64%), Valora (4.98%) and Vifor Pharma (3.7%) were the fund's best performers in June. Cyclical positions detracted from performance, above all Meyer Burger (-21.8%). It was only thanks to the low weighting that this stock did not have a more negative impact on overall performance. No transactions were made during the period under review and capital preservation was emphasized as the cash allocation rose to 13%. As mentioned in the preceding monthly report, the ample cash position will be invested when the current weakness has run its course.

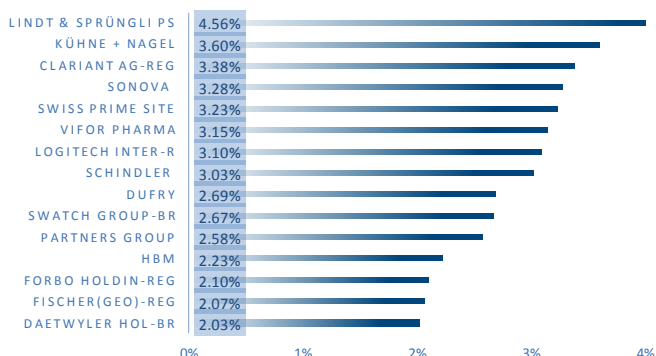
Our overall assessment has not changed from the previous month. A high cash allocation is appropriate given the increase in short-term risks and will allow us to react during periods of market stress.

## NET-PERFORMANCE SINCE 1.1.2014 (VS SPIEX AND SPI)



# Swiss Opportunity Fund

## LARGEST POSITIONS

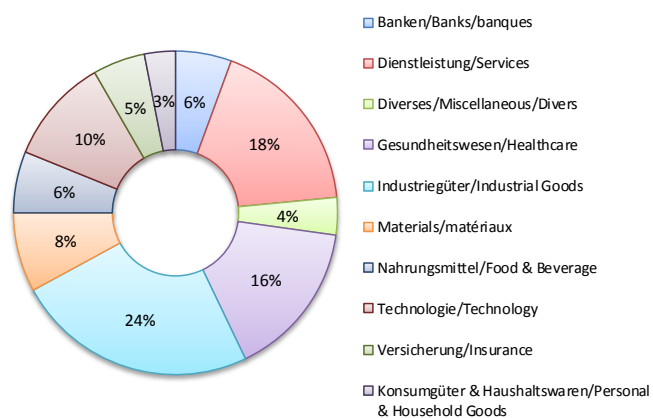


## PERFORMANCE

Performance	SOF	SPIEX	Difference	SPI	Difference
June	-0.26%	0.32%	-0.58%	1.60%	-1.86%
2018 YTD	-1.10%	1.19%	-2.29%	-3.95%	2.85%
2017	26.40%	29.73%	-3.33%	19.90%	6.50%
2016	6.56%	8.50%	-1.94%	-1.41%	7.97%
2015	4.57%	11.01%	-6.44%	2.68%	1.89%
2014	12.74%	11.37%	1.37%	13.00%	-0.26%

Performance	SOF	SPIEX	Difference	SPI	Difference
12 months	6.61%	11.13%	-4.52%	1.96%	4.65%
3 yrs p.a.	11.17%	16.04%	-4.87%	5.01%	6.16%
5 yrs p.a.	11.43%	15.38%	-3.95%	7.34%	4.09%
10 yrs p.a.	6.66%	8.29%	-1.63%	5.84%	0.82%

## ALLOCATION BY SECTORS



## STATISTICS

over 3 years	SOF	SPIEX	SOF vs SPI	SPI
Risk Ratio p.a.	12.23	14.55	12.23	12.59
Tracking Error	4.96		5.60	
Information ratio	-0.46		0.27	
Alpha	-0.31		2.19	
Sharpe Ratio	0.59	0.65	0.59	0.46

## FUND FACTS

Fund Domicile	Switzerland
Investment Manager	Santro Invest SA, Pfäffikon/SZ
Custodian Bank	Bank J. Safra Sarasin AG, Basle
Administrator	LLB Swiss Investment AG, Zurich
Date of Inception	July 1, 2005
Fund Currency	CHF
Reporting Period	Calendar Year
Issuance / Redemption	Daily
Swiss Sec. Number / ISIN	2.177.802 / CH0021778029

Total Net Asset Value	CHF mn	70.5
Degree of Investment		86.70%
Net Asset Value per share	CHF	254.4
Last dividend payout	12.03.13	gross 0.92
	18.03.15	gross 1.6
	21.03.18	gross 1.2

## COSTS

Management Fee	1.25% p.a
Performance Fee	10% of the OP vs SPIEX
Redemption Fee	None
Total Expense Ratio (TER)	1.41% p.a. (as per 31.12.2017)

## FUND DESCRIPTION

The Swiss Opportunity Fund is an actively managed Swiss equity fund. Over the cycle around 2/3 of the fund will be invested in medium or smaller sized companies that are either located in Switzerland or foreign companies whose shares are only listed in the Swiss equity market and are not part of the SMI (Swiss Market Index). Therefore, we chose the SPIEX (SPI without SMI stocks) as benchmark. Depending on the economic cycle and individual company valuations, the structure of the portfolio can deviate substantially from the index. If we expect a weak economy we might overweight defensive stocks greatly, in an expected upswing we will strongly increase the weightings of the cyclical companies, in particular small caps. We generally prefer to invest in companies with a convincing management team, sound balance sheet and a strong position in their markets. Their strategy should enable the company to generate a long-term sustainable economic value added (EVA). As the outcome of this we expect to achieve a better total return together with a lower risk rate compared to the benchmark.

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