

Swiss Opportunity Fund

FACT SHEET JANUARY 2019 / PERFORMANCE +8.86%

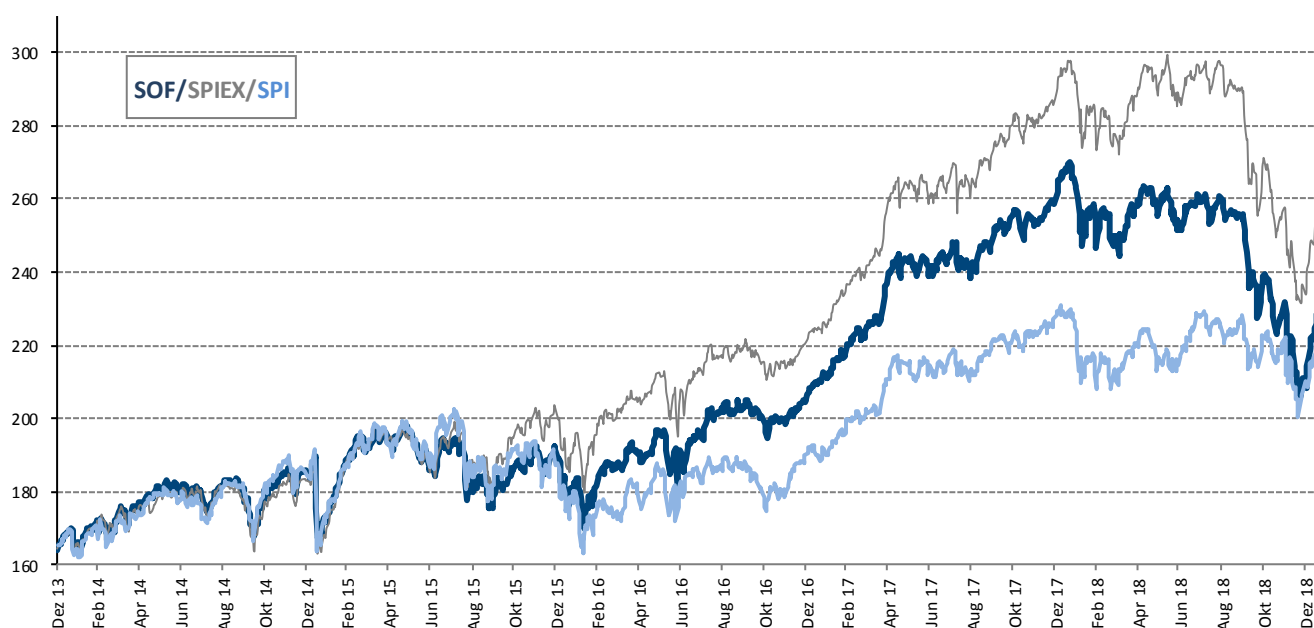
One could think stock markets didn't go anywhere during the past two months. A quick comparison of index levels at the beginning of December 2018 and the end of January 2019 reveals that many of them have barely budged. But we all know that major indexes plummeted more than 10% in December and then came roaring back in January. Was December's sell-off totally irrational? From a fundamental standpoint, global economic growth did lose some momentum and political tensions continued to mount despite the renewed talks between US and Chinese trade negotiators. Ten-year Treasury bond yields were 0.3% lower and even the Fed took a surprising turn and announced that its overnight lending rate would stay put for the time being. Was that an admission of a weakening economy or a capitulation to political pressure?

The reporting season is in full swing. Corporate news flow has mostly been positive but it has also revealed signs of slowing economic growth. Earnings expectations are being scaled back. If investors were overly pessimistic in December, they might have displayed a bit too much optimism with last month's closing. January's rebound lifted Switzerland's mid-caps (+9.4%) and blue chips (+6.1%) the most. The SPI surged +7.0% higher while the SPIEX advanced more than +9%. Looking at sector performance, cyclical industrials and tech stocks joined financials in leading the market higher. Telecom and utility stocks struggled to keep pace with these strong performers. The Swiss Opportunity Fund rose +8.9%, easily beating the SPI. Its slight underperformance versus the SPIEX can be traced to overweighted positions in Lonza

(+2.8%) and Swatch (-0.5%). Performance drivers were Valora (+22.8%, takeover rumors) and Logitech (+17.2%, booming gaming peripherals). Cyclical companies such as OC Oerlikon (+16.1%), Dätwyler (+20%), Sulzer (+16.8%) and Huber & Suhner (+17.1%) retraced their steep declines from December. Vifor (+18.2%) marched higher on the publication of positive trial data for Venofer, an iron replacement product, and for an oral Ferroportin inhibitor (Phase I). Growing uncertainty about the economic outlook induced us to trim our position in Clariant. Shareholdings of Huber & Suhner were also reduced for valuation reasons and we exited Meyer Burger (+56.8%) on the rebound.

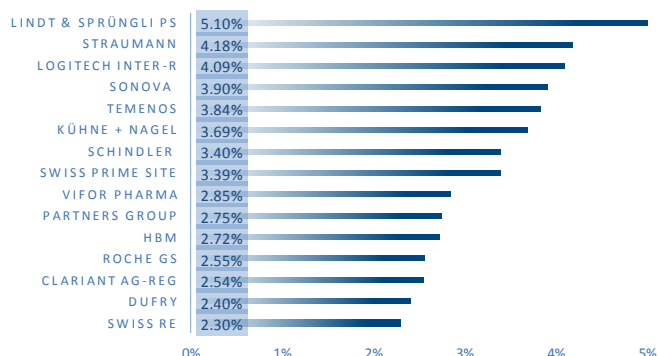
The reporting season will influence stock markets' direction during the coming weeks. Management comments about their outlook for the year ahead are likely to trigger the greatest moves. Forward-looking statements will hinge on what happens with the economy, China's in particular, on whatever progress or setbacks we see in the ongoing trade wars and Brexit drama, and on efforts to resolve the government funding impasse in Washington. Of course, we mustn't forget Europe's low-growth and debt traps either. These imponderable factors could just as well be triggers for higher stock prices. If any of these issues are constructively resolved, investor appetite for risk is likely to increase. To what extent such hopes were already anticipated by January's advance will be revealed during the coming weeks. It's not every month that the stock market gains as much as it does in a typical year...

NET-PERFORMANCE SINCE 1.1.2014 (VS SPIEX AND SPI)



Swiss Opportunity Fund

LARGEST POSITIONS

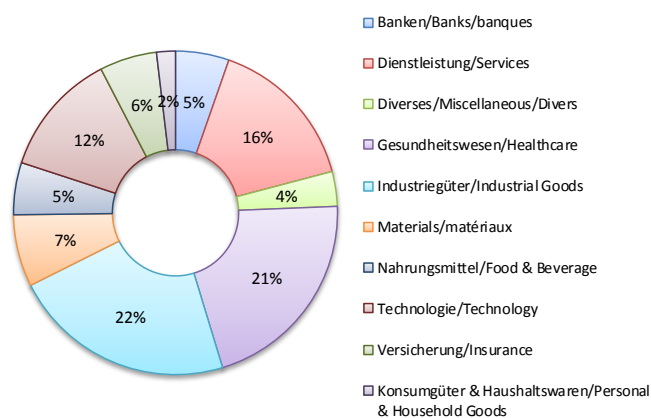


PERFORMANCE

Performance	SOF	SPIEX	Difference	SPI	Difference
January	8.86%	9.16%	-0.30%	6.96%	1.90%
2019 YTD	8.86%	9.16%	-0.30%	6.96%	1.90%
2018	-18.01%	-17.23%	-0.78%	-8.57%	-9.44%
2017	26.40%	29.73%	-3.33%	19.92%	6.48%
2016	6.56%	8.50%	-1.94%	-1.41%	7.97%
2015	4.57%	11.01%	-6.44%	2.68%	1.89%

Performance	SOF	SPIEX	Difference	SPI	Difference
12 months	-12.28%	-11.61%	-0.67%	-2.08%	-10.20%
3 yrs p.a.	7.77%	9.68%	-1.91%	6.88%	0.89%
5 yrs p.a.	6.86%	9.28%	-2.42%	6.07%	0.79%
10 yrs p.a.	9.78%	11.48%	-1.70%	9.16%	0.62%

ALLOCATION BY SECTORS



STATISTICS

over 3 years	SOF	SPIEX	SOF vs SPI	SPI
Risk Ratio p.a.	12.63	14.85	12.63	12.70
Tracking Error	4.88		5.92	
Information ratio	-0.43		0.07	
Alpha	-0.52		1.05	
Sharpe Ratio	0.48	0.55	0.48	0.44

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	61.99
Degree of Investment		97.76%
Net Asset Value per share	CHF	229.61
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.

DISCLAIMER: This document is promotional material. This document does not constitute and should not be construed as an offer, or solicitation of an offer, to buy or sell any securities or other financial instruments or to engage in any other investment transaction. Shares of the investment fund described herein, the Swiss Opportunity Fund (the "Fund"), may be offered solely on the basis of the information and representations expressly set forth in the relevant confidential Prospectus ('Fondsvertrag'), and no other information or representations may be relied upon in connection with the offering of the shares. No investment in the Fund may be made or will be accepted save on the basis of the aforementioned Prospectus ('Fondsvertrag'). While every effort has been made to ensure the accuracy of the information contained herein, it may not be relied upon as such and no representations, express or implied, are made as to the completeness, accuracy or timeliness of the information. The price and value of investments as well as any income derived from them may fluctuate. Past performance is not necessarily an indication of future performance, future returns are not guaranteed, and a loss of original capital may occur, including a permanent and unrecoverable loss. These performance data do not take account of commissions and costs incurred on the issue and redemption of units. The investments discussed herein may be unsuitable for investors depending on their specific investment objectives and financial position as well as on the laws of the countries of their citizenship, residence, incorporation or domicile. Investors must independently evaluate each particular investment product in light of their own objectives, risk profile and circumstances and seek, where appropriate, professional advice including tax advice. The information contained in this document should not be deemed to constitute the provision of financial, investment or other professional advice in any way. The fund may not be marketed, either directly or indirectly, in the United States of America or be sold to US persons. Prospectuses ('Fondsvertrag') including regulations, as well as annual and semi-annual reports of the fund are available free of charge from the fund management company LB(Swiss) Investment AG, Claridenstrasse 20, CH-8002 Zürich and using www.lbswiss.ch. For German investors the relevant documentations can be obtained free of charge at the information office in Germany (ODDO BHF Aktiengesellschaft, Bockenheimer Landstr. 10, D-60323 Frankfurt am Main) in paper form or electronically at www.fundinfo.com.