

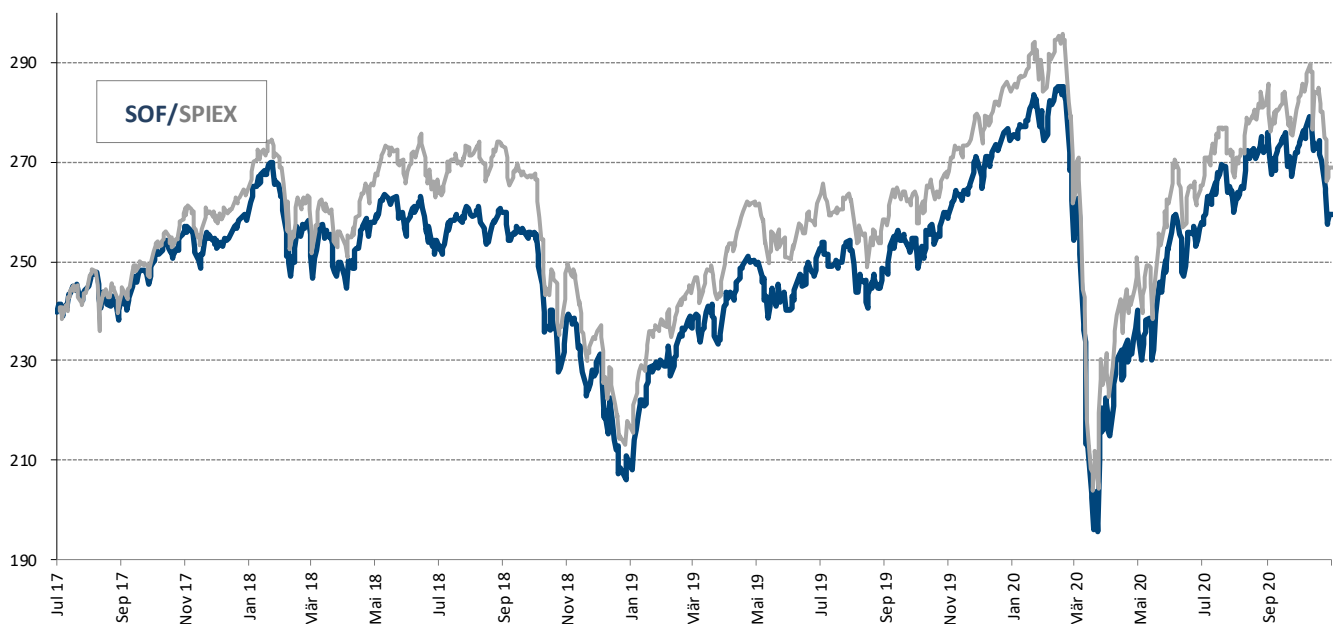
# Swiss Opportunity Fund

## FACT SHEET October 2020 / PERFORMANCE -4.84%

“Destabilizing second wave”, “Sentiment darkens”, “Sentiment remains weak”, “Bears are back”, “Second wave puts economic comeback at risk” are some examples of the headlines we saw in the financial press late in the month of October. After wobbling through September, stocks began the month under review in better spirits thanks to (for now) fairly good economic data and company reports on their Q3 results, which generally showed an improvement. However, investors’ frayed nerves began to show during the latter half of the month. The ensuing downswing can largely be blamed on increasing anxiety over the negative repercussions of the second wave of COVID-19. New infections and hospitalizations rose higher and higher across large swaths of Europe and the US, and governments in many countries are imposing strict measures to flatten the curve of the epidemic. Last week alone, policymakers in Switzerland, Germany and France imposed stricter measures. Many economists now fear that the collateral damage to the economy caused by the severe restrictions could be as high as in the spring. The risk of a second recession has clearly increased. Besides the growing coronavirus outbreak, market worries were fanned by the failure in Washington to reach a deal on another sweeping aid package before the presidential election. Amid these headwinds, the Swiss stock market (SPI TR) retreated 5.72% and the mid- and small caps (SPIEX TR) followed suit, losing 4.7%. The Swiss Opportunity Fund

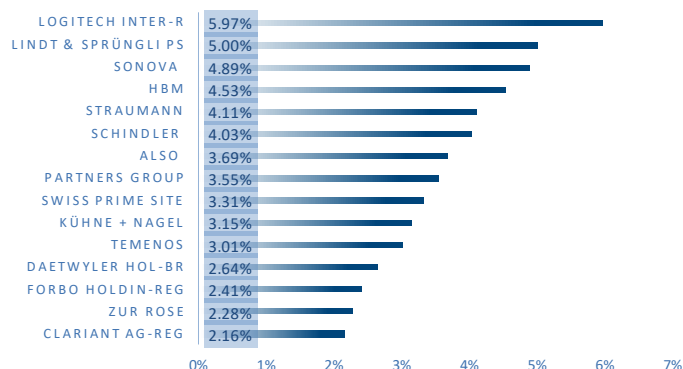
ended the 4.83% lower. Its excess performance YTD versus the SPIEX TR is 1.45%. Logitech, the largest position in the portfolio, once again stood out on the winning side, having ended the month with a gain of 7.8% after reporting very good Q3 results. Zur Rose (16.5%) and SIG (2%) also helped to steady the portfolio. Performance detractors were Also (-11.7%), Temenos (-20.86%) and Vifor Pharma (-17.4%), to some extent due to indiscriminate selling or, in the case of Temenos, due to a disappointing set of Q3 results. What is our view of today's situation? In the very near term, the outcome of this week's US presidential election will certainly move the markets. We do not attach that much importance to this event though because stock markets don't take their cue from political parties. Corporate profits are what really matter, and the general economic environment has a decisive impact on profits in the private sector. Against this background, we are guardedly optimistic that an agreement on a large economic virus relief package will be reached in the US once the elections are over and that the economic recovery, albeit fragile given the high new infection rates, will gradually gain traction. Meanwhile a breakthrough in developing a COVID-19 vaccine could act as another positive trigger during the coming months. Thus, we maintain our view that stocks are still an asset class with mid-term upside potential, especially considering that monetary policy remains expansionary around the globe.

## NET-PERFORMANCE SINCE 30.06.2017 (VS SPIEX )



# Swiss Opportunity Fund

## LARGEST POSITIONS

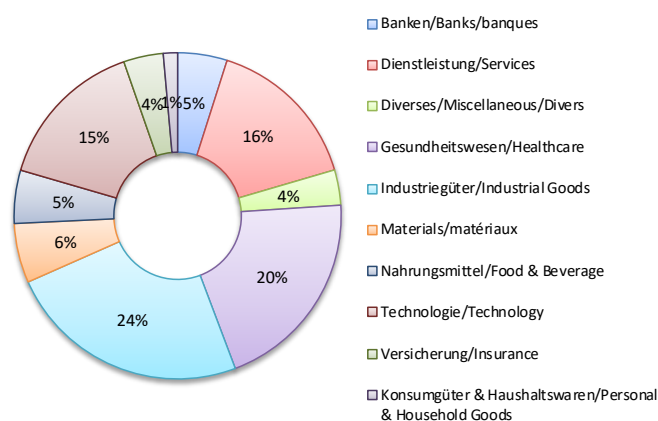


## PERFORMANCE

Performance	SOF	SPIEX	Difference
October	-4.84%	-4.73%	-0.11%
2020 YTD	-3.93%	-5.41%	1.48%
2019	30.07%	30.42%	-0.35%
2018	-18.01%	-17.23%	-0.78%
2017	26.40%	29.73%	-3.33%
2016	6.56%	8.50%	-1.94%

Performance	SOF	SPIEX	Difference
12 months	1.45%	0.26%	1.19%
3 yrs p.a.	1.23%	1.34%	-0.11%
5 yrs p.a.	7.34%	8.45%	-1.11%

## ALLOCATION BY SECTORS



## STATISTICS

over 3 years	SOF	SPIEX
Risk Ratio p.a.	18.18	18.80
Tracking Error	2.32	
Information ratio	0.00	
Alpha	0.07	
Sharpe Ratio	0.09	0.09

## 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	58.16
Degree of Investment		95.37%
Net Asset Value per share	CHF	259.58
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)	1.42% p.a. (as per 31.12.2019)

## FUND DESCRIPTION

The Swiss Opportunity Fund is an actively managed Swiss equity fund. It invests primarily in the shares of small and mid-cap companies whose main office and/or core business activities are in Switzerland. Investing in the fund gives investors exposure to the Swiss stock market. The Swiss Opportunity Fund's investment objective is to achieve an excess performance versus its benchmark, the SPI Extra TR stock index. Its portfolio structure can diverge significantly from the benchmark's, depending on the current and prospective opportunities associated with specific company developments, stock valuations or the macroeconomic cycle. If we are anticipating a downturn in economic activity, the fund's investments will include stocks with a defensive profile. In an environment of favorable economic conditions, the fund invests primarily in small and mid-cap stocks with the potential to outperform defensive blue chips due to their growth, dynamic qualities and flexibility. When selecting individual investments, we prefer companies with a consistently strong track record in regard to senior management, balance sheet structure and market position. The strategy is long-term in nature and geared towards steady value appreciation.

**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](http://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](http://www.fundinfo.com).