

All data as of 31.05.2020

Portfolio & Market Environment

Hopes for a COVID-19 vaccine and further monetary and fiscal stimuli were the drivers for a strong May. The overall market (SPI) went up 2.86% in the reporting period. Small caps advanced by 3.68% and mid caps by 6.69%. Large caps achieved a performance of 2.07%. The fund's overweight of industrial companies resulted in an increase of 8.66%. It therefore outperformed the benchmark, which rose 6.39%.

The monthly performance of the SaraSelect portfolio was significantly influenced by the following holdings. The largest positive contributions were made by Also (125 bp), Belimo (68 bp), Bachem (64 bp), Interroll (63 bp) and Bobst (61 bp). The performance was negatively influenced by not being invested in Sonova (-80 bp), Temenos (-59 bp), Julius Bär (-34 bp), EMS (-23 bp) and Adecco (-22 bp). Given the enormous uncertainties about how the global economy will develop in the coming months, investors are surprisingly confident. Are they already looking beyond the cyclical slow down?

Noticed... Structural growth counts

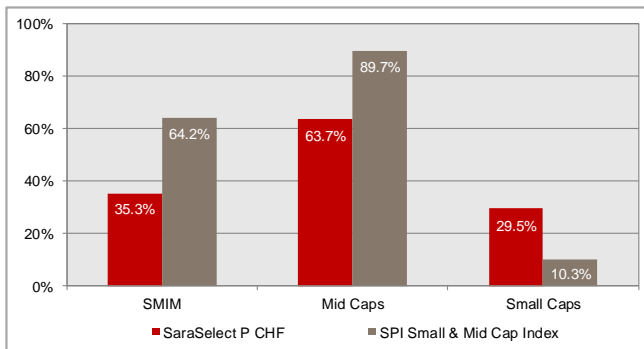
In times of massive market distortions by politicians and central banks, it is all the more important to be aware of structural growth. We may experience some slowdowns in 2020 and the following years, but the structural drivers that existed before the COVID-19 crisis erupted will remain in place or even be supplemented by new strong drivers. Ignited by digitalization, many megatrends are currently even accelerated. The experience of recent months shows in an exemplary fashion that a good mix of home office and physical presence in the office can definitely increase productivity in the long term. However, this requires having established a modern IT infrastructure, whether in the office or at home, but it also requires being able to make optimum use of the necessary telecom infrastructure, which will further accelerate the expansion of fiber optic networks and 5G, regardless of political objections. The saved travel time to and from work will thus lead to higher working hours, which ideally should then also lead to higher productivity (input/output). In addition, the lower level of travel activity will greatly reduce these costs and can thus more than compensate for temporary declines in sales, which can have a positive impact on gross margins in both absolute and relative terms.

In order to have an IT landscape that meets all requirements, the most innovative and efficient providers are selected. Clear market leadership is therefore essential. That is usually based on the state of the education system, the prevailing culture, the understanding of the state and the rule of law. Switzerland should be in a position to remain a leader in these areas and therefore the companies based here should develop very favorably.

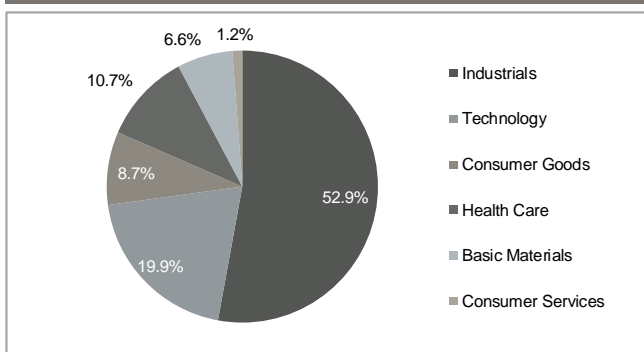
When the state goes bankrupt, it is of course not the state that goes bankrupt, but its citizens!

Carl Fürstenberg

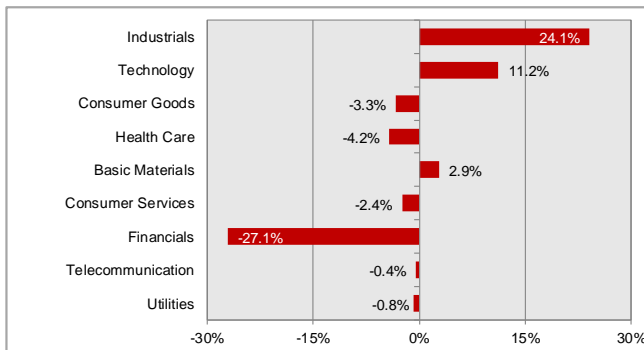
Segment Allocation



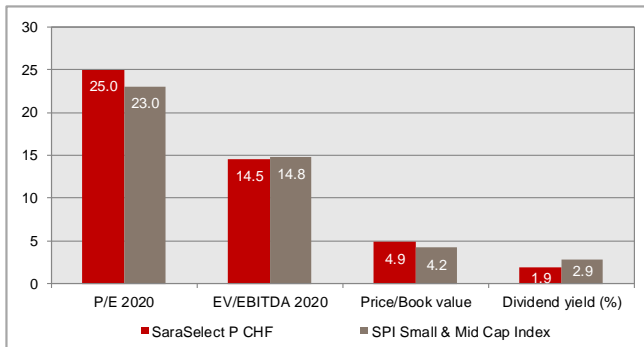
Industry Allocation



Industries relative to Benchmark




Valuations



Largest Positions

ALSO Holding AG	9.92%	0.34%
Bachem Holding AG	8.58%	0.30%
Belimo Holding AG	6.58%	1.16%
Sika AG	6.41%	0.00%
LEM Holding SA	6.31%	0.29%
Logitech International SA	4.86%	2.60%
Interroll Holding AG	4.57%	0.43%
Daetwyler Holding AG	4.38%	0.47%
Bossard Holding AG	3.88%	0.27%
Bell Food Group AG	3.72%	0.18%
Chocoladefabriken Lindt & Spru	3.38%	3.01%
Bobst Group SA	3.36%	0.13%
Gurit Holding AG	3.23%	0.18%
CPH Chemie & Papier Holding AG	2.93%	0.07%
Huber + Suhner AG	2.83%	0.39%
Total Top 15	74.93%	9.84%

Fund Profile & Key Figures

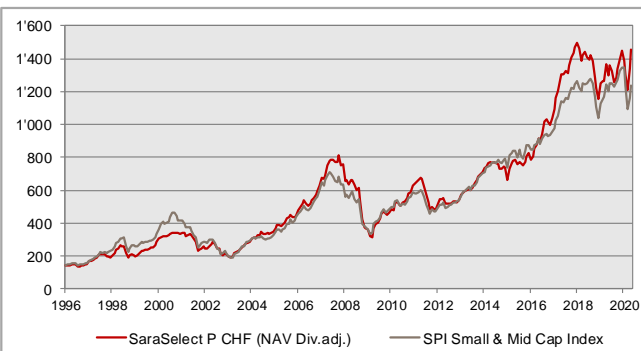
Asset Manager	VV Vermögensverwaltung AG
	Marc Possa (Deputy Thomas Buri)
Fund Mgmt. Company	J. Safra Sarasin Investmentfonds AG
Custodian	Bank J. Safra Sarasin AG
Swiss Security No.	123406
ISIN	CH0001234068
Launch	01.02.1996
Management Fee	1.50% p.a.
Investment Style	Bottom-up Stock Picking
Benchmark (Index)	SPI Small & Mid Caps (SPISMC)
	
Fund Size	CHF 773.1 mn
Net Asset Value per Unit	CHF 1'452.94
Hist. Volatility*	16.08% p.a.
Tracking Error*	7.11% p.a.

*Time period 3 years, monthly observations

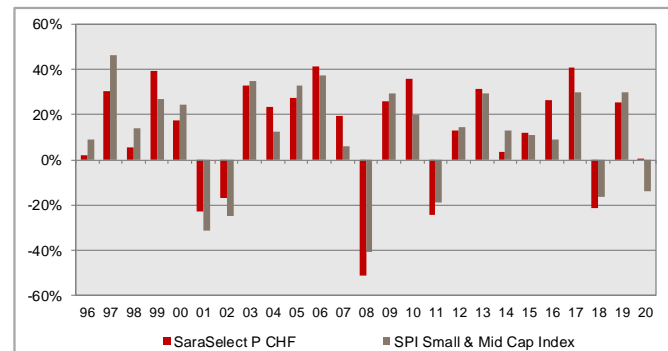
Performance Overview

	YTD	1 Month	1 Year	3 Years	5 Years	10 Years	since Launch
Fund	0.11%	8.66%	12.03%	3.79% p.a.	13.09% p.a.	11.04% p.a.	9.94% p.a.
Index	-8.38%	6.39%	2.90%	2.46% p.a.	8.02% p.a.	9.25% p.a.	9.19% p.a.

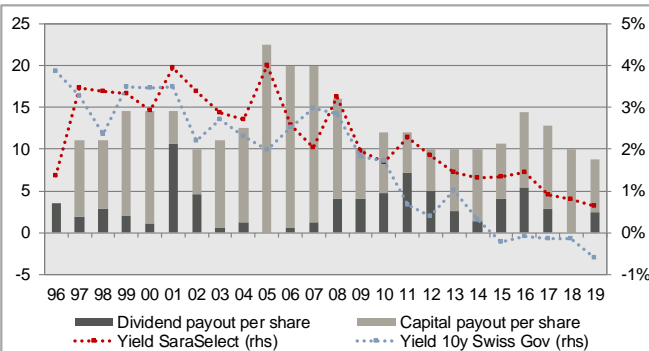
Cumulative Performance since Inception



Yearly Performance since Inception



Distribution per Share



Year	Dividend	Capital Gain*	Total
2019	2.40	6.40	8.80
2018	0.00	10.00	10.00
2017	2.80	10.00	12.80
2016	5.40	9.05	14.45
2015	4.00	6.70	10.70
2014	1.40	8.60	10.00
2013	2.60	7.40	10.00
2012	5.00	5.00	10.00
2011	7.20	4.80	12.00
2010	4.80	7.20	12.00
2009	4.00	6.00	10.00

*Not subject to income tax for private investors domiciled in Switzerland

Monthly Performance

		Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
2020	Fund	-4.40%	-6.03%	-7.00%	10.28%	8.66%								0.11%
	Index	-0.22%	-8.08%	-11.42%	6.00%	6.39%								-8.38%
2019	Fund	8.17%	1.05%	0.21%	7.86%	-5.07%	4.94%	-2.66%	-5.15%	2.33%	4.44%	4.06%	3.96%	25.63%
	Index	8.77%	2.46%	1.01%	6.20%	-3.22%	4.01%	0.00%	-1.71%	2.50%	1.25%	4.22%	1.57%	29.96%
2018	Fund	2.04%	-2.32%	-5.26%	2.40%	1.70%	-2.54%	-1.02%	1.94%	-2.22%	-7.52%	-5.04%	-5.35%	-21.42%
	Index	1.81%	-3.03%	-2.03%	3.95%	-0.14%	0.31%	1.79%	0.60%	-2.29%	-6.67%	-5.06%	-6.36%	-16.40%
2017	Fund	4.91%	6.25%	3.36%	5.97%	2.41%	0.26%	1.69%	-1.33%	3.82%	3.30%	1.86%	2.66%	41.06%
	Index	2.11%	4.78%	2.76%	5.70%	2.91%	-0.99%	2.44%	-0.79%	2.51%	3.67%	-0.35%	1.78%	29.71%
2016	Fund	-4.55%	2.84%	5.78%	2.20%	4.94%	-2.76%	6.00%	7.46%	1.47%	-1.01%	-2.12%	4.28%	26.48%
	Index	-3.63%	-0.08%	3.56%	0.75%	4.00%	-3.77%	4.08%	1.66%	1.05%	-1.52%	0.54%	2.41%	9.01%
2015	Fund	-9.53%	9.96%	4.55%	1.78%	0.80%	-3.68%	1.93%	-1.01%	-1.59%	3.14%	4.50%	1.83%	12.01%
	Index	-7.00%	10.46%	1.98%	1.29%	0.08%	-4.72%	5.96%	-3.87%	-3.08%	6.46%	3.61%	0.75%	11.01%

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