

All data as of 31.01.2021

**Portfolio & Market Environment**

The old year's good mood was also carried into January. Volatility however has increased as private US investors bet against the hedge fund industry. In the reporting period the overall market (SPI) lost 1.01%. Small caps advanced by 3.15% and mid-caps by 0.43%. Large caps achieved a performance of -1.43%. The fund's overweight of innovative industrial companies resulted in an increase of 1.08%. It thus performed better than the benchmark, which rose by 0.67%.

The monthly performance of the SaraSelect portfolio was significantly influenced by the following holdings. The largest positive contributions were made by Bossard (51 bp), Bobst (43 bp), Interroll (33 bp), Lem (31 bp) and Gurit (23 bp). The performance was negatively influenced by Bachem (-81 bp), Belimo (-41 bp), Also (-41 bp) and not being invested in Zur Rose (-39 bp) and Julius Bär (-20 bp). Midst in the current reporting season much of the positive news has already been factored into prices. Thus, it will be crucial to see how the outlook of the companies will turn out.

**Noticed... Disruption**

It is exciting to follow the emerging discussion about the Gamestop share price development. Extreme about this is that it is almost like a class war, with all logic being thrown overboard and having to make way for emotions. This is essentially about the fact that the "evil" hedge funds, which are treated privileged by many stock exchanges as liquidity providers, have become the red rag and thus the target of the masses. The emergence of increased transparency, public social platforms, a certain system fatigue, coupled with more time thanks to home office work and more play money due to a lack of spending alternatives leads to a toxic mix. In the process, Wall Street and its "overpaid" players are specifically taken to task and denounced as scapegoats for many undesirable developments. That stronger regulation may be needed is also doubtful here. According to Michael Lewis' "Flash Boys" book, this increased regulation has resulted in the opposite of the intention, namely that the costs for investors have increased and the algo-traders have been able to systematically make risk-free profits. There needs to be a minimum of regulation and also, in an otherwise "long-only" world, there needs to be hedge funds that make the market more efficient. But these should be subject to the same rules and not only be attracted by special conditions from the stock exchanges for the purpose of liquidity procurement.

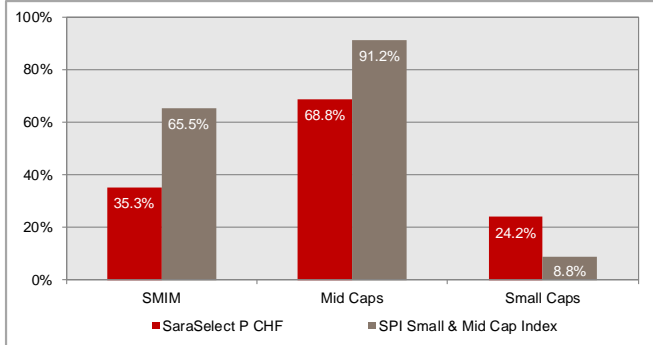
The stock exchanges today are characterized the longer the more by a lot of short-term speculation (keyword casino capitalism, high-frequency trading), which far exceeds the goal of an efficient resource allocation.

Here, too, the legitimate question arises as to the share of regulation. From a liberal point of view, it would therefore be welcome if the markets were given more leeway. At the same time, freedom of opinion and expression would have to be supported in such a way that opinions that deviate from the mainstream are not immediately judged as politically incorrect and discredited (excesses of the WOKE culture). If the lack of perspectives and thus the willingness to take the law into one's own hands increases strongly, anarchy and self-determination will inevitably result - then we have all lost. The state has an equal obligation to all citizens, not just to a large financial lobby. The current developments, among many others, point exactly in this direction, so it remains exciting and challenging.

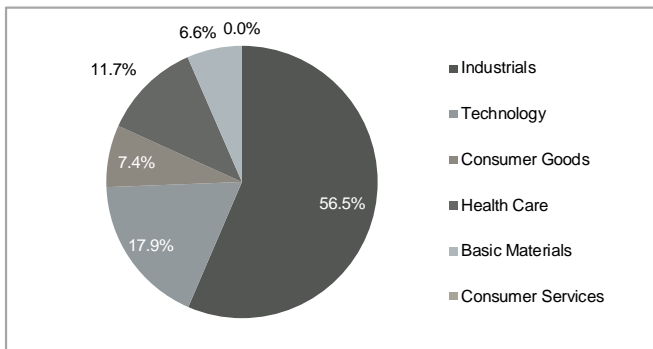
**The stock market depends only on whether there are more stocks than idiots or more idiots than stocks.**

*André Kostolany*

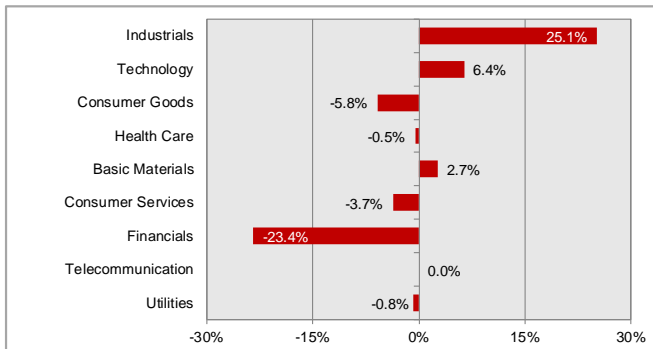
**Segment Allocation**



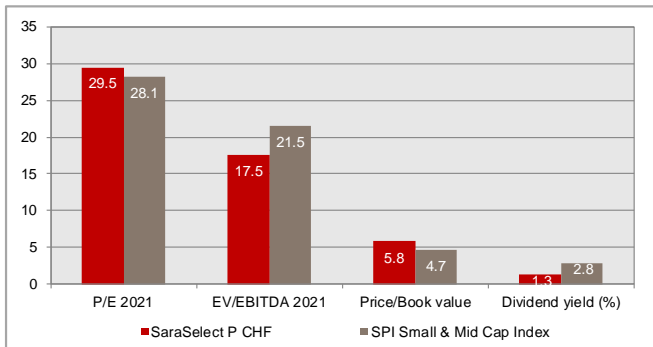
**Industry Allocation**



**Industries relative to Benchmark**




**Valuations**



### Largest Positions

Bachem Holding AG	7.56%	0.24%
ALSO Holding AG	7.11%	0.55%
Sika AG	6.55%	0.00%
LEM Holding SA	5.91%	0.33%
Logitech International SA	5.55%	4.16%
Interroll Holding AG	4.46%	0.49%
Belimo Holding AG	4.39%	1.36%
Daetwyler Holding AG	4.38%	0.59%
Bossard Holding AG	4.15%	0.81%
Gurit Holding AG	4.04%	0.11%
Bell Food Group AG	3.19%	0.13%
Vifor Pharma AG	2.76%	0.49%
Bucher Industries AG	2.65%	1.68%
Schindler Holding AG	2.63%	1.66%
Bobst Group SA	2.60%	0.19%
<b>Total Top 15</b>	<b>67.92%</b>	<b>12.78%</b>

### Fund Profile & Key Figures

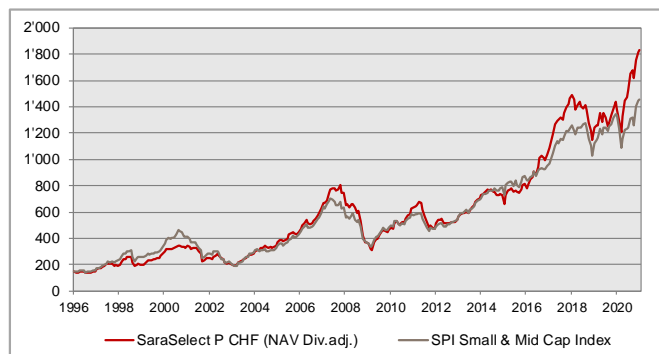
Asset Manager	VV Vermögensverwaltung AG
Fund Mgmt. Company	Marc Possa CFA, Dep. Thomas Buri CFA
Custodian	J. Safra Sarasin Investmentfonds AG
	Bank J. Safra Sarasin AG
Swiss Security No.	123406
ISIN	CH0001234068
Launch	01.02.1996
Management Fee	1.50% p.a.
Investment Style	Bottom-up Stock Picking
Benchmark (Index)	SPI Small & Mid Caps (SPISMC)
	
Fund Size	CHF 1119.6 mn
Net Asset Value per Unit	CHF 1'834.73
Hist. Volatility*	17.54% p.a.
Tracking Error*	7.76% p.a.

\*Time period 3 years, monthly observations

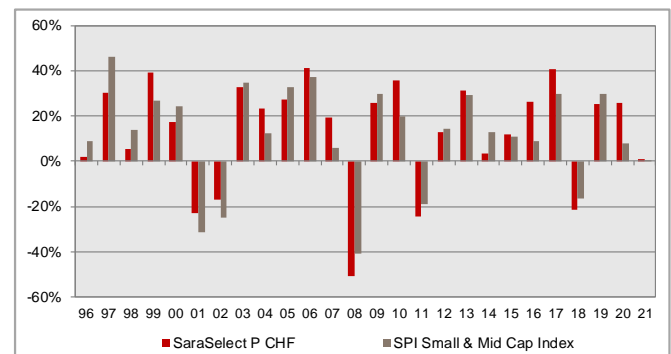
### Performance Overview

Fund	YTD	1 Month	1 Year	3 Years	5 Years	10 Years	since Launch
Fund	1.08%	1.08%	32.99%	7.14% p.a.	18.57% p.a.	11.13% p.a.	10.71% p.a.
Index	0.67%	0.67%	8.93%	5.06% p.a.	11.61% p.a.	9.74% p.a.	9.68% p.a.

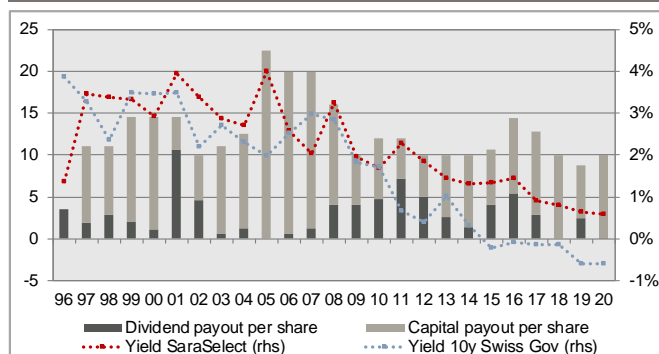
### Cumulative Performance since Inception



### Yearly Performance since Inception



### Distribution per Share



Year	Dividend	Capital Gain*	Total
2020	10.00	0.00	10.00
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

\*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
2021	Fund	1.08%												1.08%
	Index	0.67%												0.67%
2020	Fund	-4.40%	-6.03%	-7.00%	10.28%	8.66%	1.69%	3.54%	8.88%	1.22%	-3.54%	8.40%	3.54%	25.78%
	Index	-0.22%	-8.08%	-11.42%	6.00%	6.39%	0.72%	0.35%	5.80%	0.72%	-4.74%	11.25%	3.24%	7.97%
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%	-1.71%	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%

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