

### Portfolio & Market Environment

The Swiss stock market rose again in March. The profit outlook of the companies remains intact, as the leading indicators point to a globally broadly based growth acceleration. The mid caps increased by 2.82% and outperformed the small caps, which gained 2.21%. The large caps advanced 2.92%. Thanks to the good stock selection in the fund, the benchmark, which rose 2.76%, was able to be beaten with a monthly performance of 3.36%.

The monthly performance of the SaraSelect portfolio was driven by the following holdings. The largest positive contributions were achieved by Bobst (118 bp), ALSO (102 bp), Advaltech (42 bp), Bossard (28 bp), Belimo (36 bp), and Huber + Suhner (16 bp). Negative contributions stem from Bell (-30 bp), Phoenix Mecano (-19 bp), Straumann (-19 bp) and Lem (-17 bp). After a good start to the year, we are expecting the market to consolidate, also in the context of the elections in France.

### Noticed... Adval Tech

Adval Tech's 2016 was influenced by three events: 1. The successful start and audit of customers of the Mexican production plant in April 2016, 2. The take-over and integration of Fischer IMF in Emdingen (GER) and 3. The divestment of the segment MOLDS to the Barnes Group Inc. for an EV of CHF 133 mn, which lead to a repayment of debt and a tax efficient disbursement out of capital reserves of CHF 41.- per share, representing the first dividend after 8 years. The announcement of the special payout in March led to a share price rally of 15%, nicely demonstrating the market inefficiency.

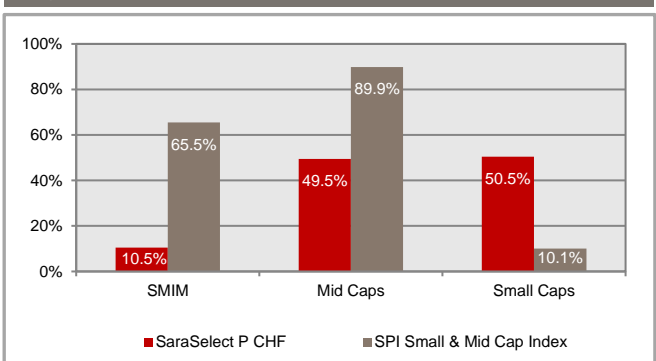
The Adval Tech case is proving the importance of anchor shareholders with the needed notion for cycles and patience. The Adval Tech Group continued the systematic implementation of its focusing strategy in 2016 and strengthened its position as a global supplier of components and subassemblies, primarily for the automotive industry.

The debt-free company is trading at an EV/EBITDA multiple of below 12x representing a too high discount for the lower liquidity. The publication of the annual result should make this clearly visible and therefore propell the stock to new highs.

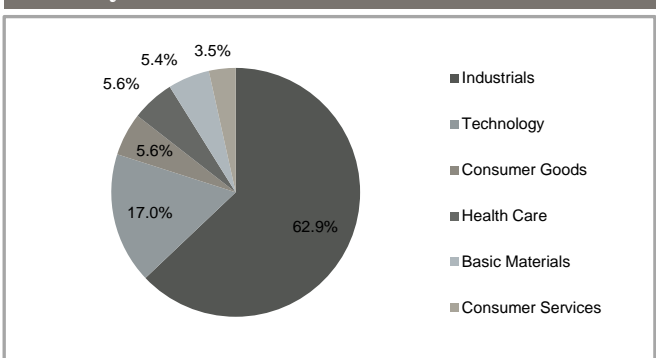
I buy in the conviction that the stock market could close for the next five years.

Warren Buffett

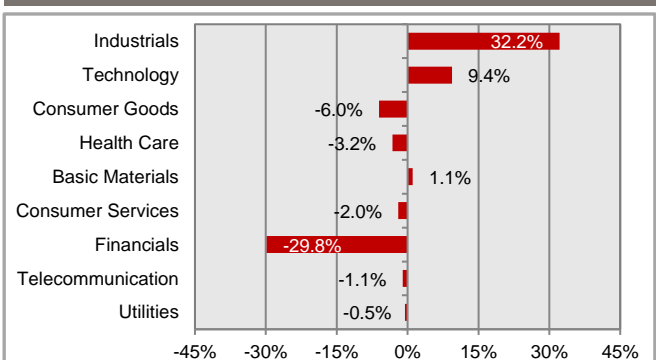
### Segment Allocation



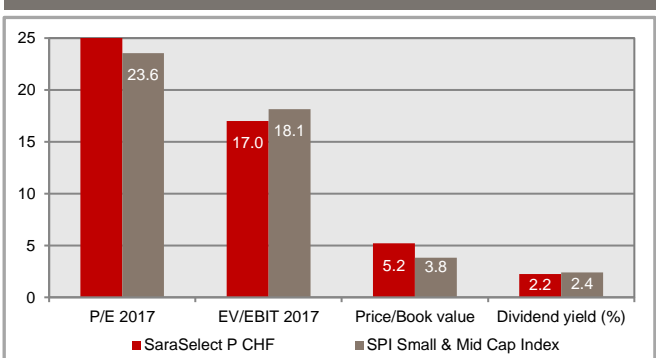
### Industry Allocation



### Industries relative to Benchmark




### Valuation



### Largest Positions

	Fund	Index
ALSO Holding AG	9.43%	0.32%
Bossard Holding AG	9.25%	0.40%
Bobst Group SA	7.90%	0.29%
LEM Holding SA	6.68%	0.25%
Daetwyler Holding AG	6.13%	0.49%
Bachem Holding AG	6.13%	0.24%
Sika AG	5.97%	5.32%
Bell AG	5.66%	0.25%
Belimo Holding AG	5.14%	0.66%
Bucher Industries AG	4.66%	4.66%
Phoenix Mecano AG	4.58%	0.13%
dormakaba Holding AG	3.96%	1.13%
Huber + Suhner AG	3.94%	0.40%
Interroll Holding AG	3.83%	0.31%
Adval Tech Holding AG	3.39%	0.03%
<b>Total Top 15</b>	<b>86.65%</b>	<b>11.01%</b>

### Fund Profile & Key Figures

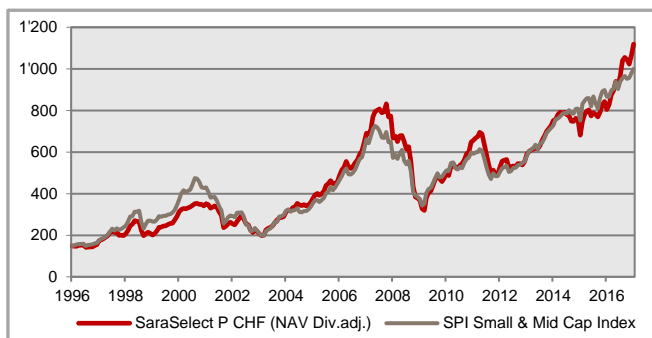
Asset Manager	VV Vermögensverwaltung AG
Fund Mgmt Company	Marc Possa (Deputy Thomas Buri)
Custodian Bank	J. Safra Sarasin Investmentfonds Ltd. Bank J. Safra Sarasin Ltd.
Swiss Security No.	123406
ISIN	CH0001234068
Launch	01.02.1996
Management Fee	1.50% p.a.
Investment Style	Bottom-up stock picking
Benchmark (Index)	SPI Small & Mid Caps (SPISMC)
	
Fund Size	CHF 582.2mn
Net Asset Value per Unit	CHF 1'228.82
Hist. Volatility*	12.72% p.a.
Tracking Error*	7.09% p.a.

\*Time period 3 years, monthly observation

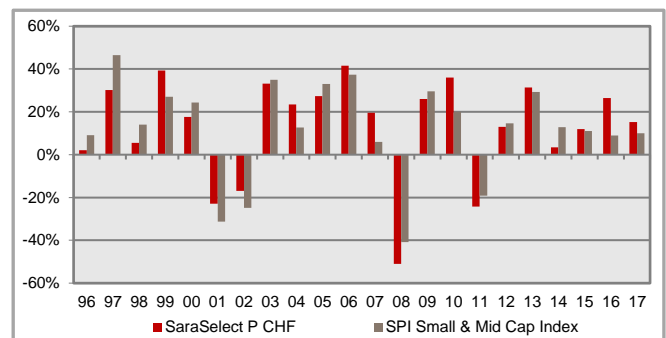
### Performance Overview

	YTD	1 Month	1 Year	3 Years	5 Years	10 Years	since Launch
Fund	15.21%	3.36%	40.33%	16.32% p.a.	16.96% p.a.	5.66% p.a.	10.46% p.a.
Index	9.95%	2.76%	20.20%	12.27% p.a.	15.35% p.a.	4.75% p.a.	9.80% p.a.

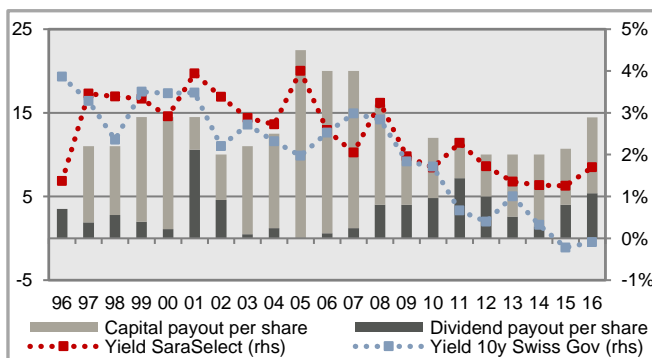
### Cumulative Performance since Inception



### Yearly Performance since Inception



### Distributions per share



Year	Dividend	Capital Gain*	Total
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
2008	4.00	12.00	16.00
2007	1.20	18.80	20.00
2006	0.60	19.40	20.00

\*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
2017	Fund	4.91%	6.25%	3.36%										15.21%
	Index	2.11%	4.78%	2.76%										9.95%
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%
2014	Fund	3.41%	0.57%	3.13%	1.42%	-0.65%	0.67%	-1.44%	-0.70%	-3.27%	-0.29%	2.00%	-1.21%	3.47%
	Index	1.42%	4.05%	0.52%	1.30%	1.67%	0.63%	-0.41%	2.08%	-1.72%	-0.46%	2.91%	0.30%	12.85%
2013	Fund	6.21%	2.56%	1.10%	0.51%	1.32%	-1.09%	2.60%	4.26%	2.86%	3.48%	1.98%	2.01%	31.37%
	Index	4.68%	4.38%	0.90%	1.35%	2.36%	-3.21%	4.25%	0.97%	2.96%	4.06%	1.70%	1.83%	29.29%
2012	Fund	7.50%	5.59%	0.84%	0.59%	-6.47%	0.14%	0.91%	-0.88%	2.90%	-0.04%	-0.99%	2.84%	12.98%
	Index	4.19%	3.76%	0.73%	1.50%	-5.88%	0.98%	3.03%	0.09%	2.23%	0.58%	1.58%	1.27%	14.59%

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