

all data as of 31.07.2017

Portfolio & Market Environment

The month of July showed some volatility, but was able to generate a positive return. The development was supported by good half year results from the mid- & and small-caps representatives. The mid caps won 2.46% and outperformed the small caps, which gained 2.25%. The large caps won 1.65%. The fund was not able to catch up with the benchmark, which gained 2.44%, whereas the fund was only up by 1.69%.

The monthly performance of the SaraSelect portfolio was driven by the following holdings. The largest positive contributions were made by Bobst (96 bp), Bossard (56 bp), Sika (40 bp), CPH (25 bp), Bucher (20 bp) and Also (19 bp). Negative contributions stem from Advaltech (-45 bp) and Lem (-20 bp) and not being invested in Swisslife (-41 bp), Kühne+Nagel (-20 bp) as well as Temenos (-20 bp) and our underweighted position in G. Fischer (-21 bp). Companies which report good semi-annual results will outperform the market.

Noticed... Landis + Gyr IPO

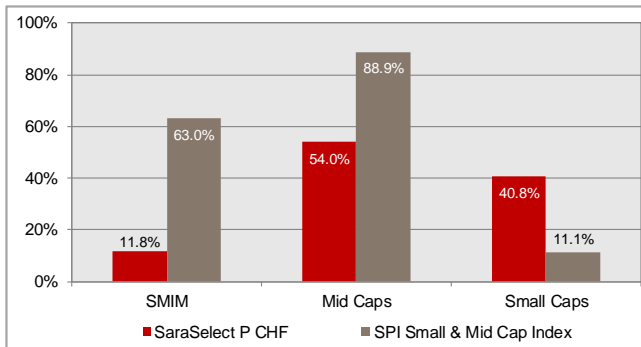
After several years belonging to Toshiba (60%) and the close to the state company Innovation Network Corp of Japan (40%), Landis + Gyr is finally to be sold for a seventh time through an IPO. The Westing House acquisition had left a big whole in Toshiba's balance sheet and led to liquidity needs, which will be funded through the IPO. The floating price of CHF 2.3bn equals the amount paid several years back.

After good 20 years of stock exchange abstinence and 7 different owners the company will finally come into calmer waters. Exciting for a new investor are the following reasons: 1. The electrification of the world requires more smart grids 2. The one-stop-shop approach is becoming more important 3. There is more leverage with rising software content 4. L+G is leading many of the global smart metering segments 5. National regulation leads to different time tables which then increases geographic diversification for L+G. Thanks to the regained focus and the stability within the shareholder base, we think that the company will finally be able to concentrate on the relevant operating issues and that therefore the stock should see a solid performance.

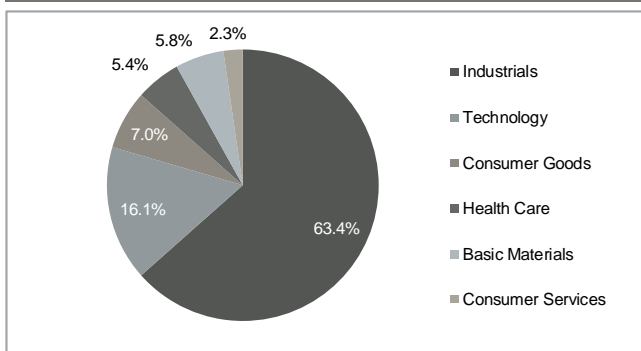
I would rather be roughly right than precisely wrong.

John Maynard Keynes

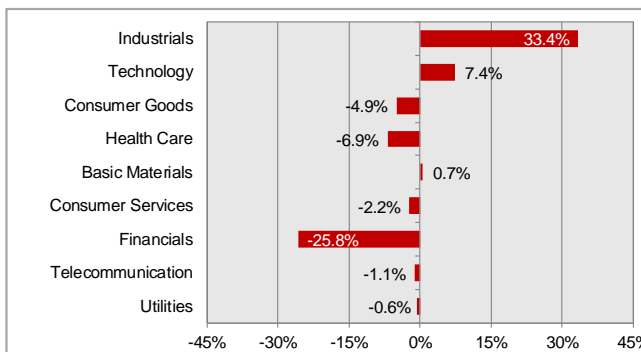
Segment Allocation



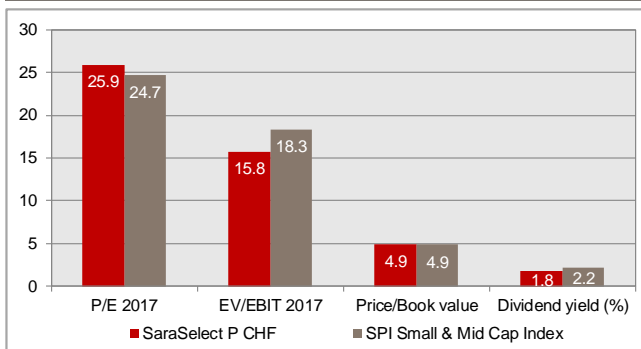
Industry Allocation



Industries relative to Benchmark




Valuation



Largest Positions

	Fund	Index
Bossard Holding AG	8.09%	0.48%
ALSO Holding AG	7.48%	0.33%
Bobst Group SA	7.10%	0.34%
LEM Holding SA	6.46%	0.32%
Sika AG	5.11%	0.00%
Daetwyler Holding AG	4.85%	0.51%
Bell Food Group AG	4.67%	0.25%
Belimo Holding AG	4.55%	0.32%
Bachem Holding AG	4.27%	0.22%
Bucher Industries AG	3.96%	3.96%
Phoenix Mecano AG	3.86%	0.15%
dormakaba Holding AG	3.30%	1.23%
Interroll Holding AG	3.26%	0.35%
Huber + Suhner AG	3.23%	0.42%
Gurit Holding AG	3.05%	0.19%
Total Top 15	72.90%	6.33%

Fund Profile & Key Figures

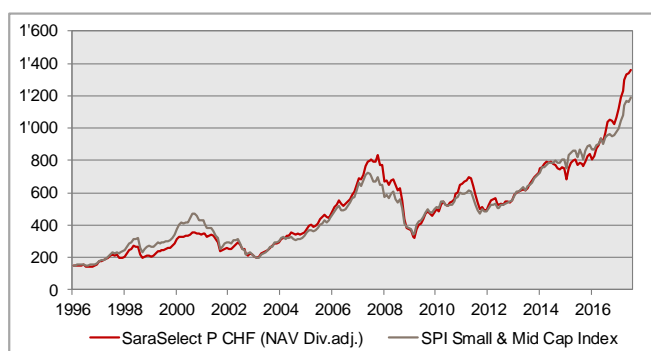
Asset Manager	VV Vermögensverwaltung AG
	Marc Possa (Deputy Thomas Buri)
Fund Mgmt. Company	J. Safra Sarasin Investmentfonds Ltd.
Custodian Bank	Bank J. Safra Sarasin Ltd.
Swiss Security No.	123406
ISIN	CH0001234068
Launch	01.02.1996
Management Fee	1.50% p.a.
Investment Style	Bottom-up stock picking
Benchmark (Index)	SPI Small & Mid Caps (SPISMC)
 Morningstar	
Fund Size	CHF 652.1mn
Net Asset Value per Unit	CHF 1'359.62
Hist. Volatility*	12.37% p.a.
Tracking Error*	6.81% p.a.

*Time period 3 years, monthly observation

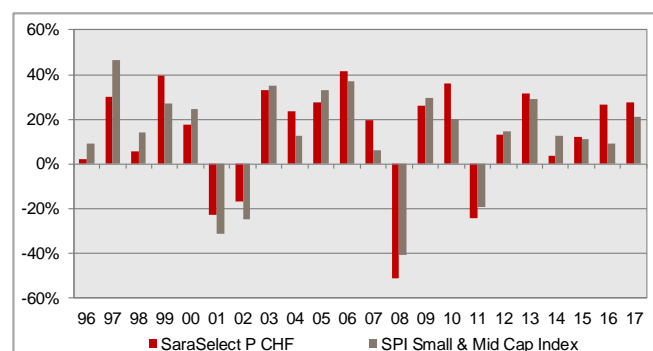
Performance Overview

	YTD	1 Month	1 Year	3 Years	5 Years	10 Years	since Launch
Fund	27.48%	1.69%	40.45%	20.32% p.a.	20.56% p.a.	5.37% p.a.	10.81% p.a.
Index	21.30%	2.44%	26.36%	14.79% p.a.	17.78% p.a.	5.41% p.a.	10.15% p.a.

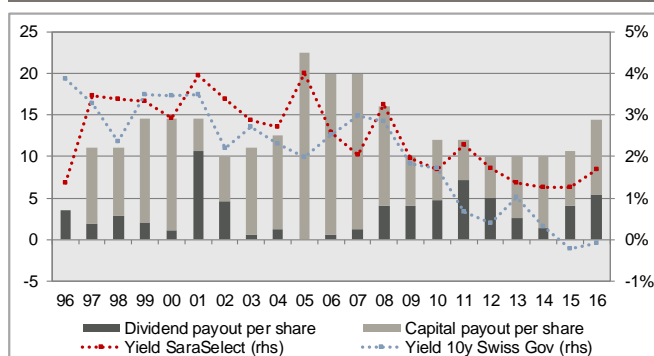
Cumulative Performance since Inception



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%	5.97%	2.41%	0.26%	1.69%						27.48%
	Index	2.11%	4.78%	2.76%	5.70%	2.91%	-0.99%	2.44%						21.30%
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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