

all data as of 31.10.2017

### Portfolio & Market Environment

The dreaded month of October turned out to be a strong performance driver. The positive development was supported by good quarterly results of the companies of the Swiss stock exchange. The mid caps gained 3.77% and outperformed the small caps, which advanced 2.79%. The large caps won 1.00%. With an advance of 3.30% the fund was not able to catch up with the benchmark, which gained 3.67%.

The monthly performance of the SaraSelect portfolio was driven by the following holdings. The largest positive contributions came from Bucher (43 bp), Bossard (41 bp), Daetwyler (38 bp), Belimo (37 bp), Bachem (36 bp) and Lem (34 bp). Negative contributions stem from Huber + Suhner (-21 bp), Bell (-19 bp) and Schindler (-18 bp) and not being invested in Temenos (-40 bp), Sonova (-35 bp), Straumann (-34 bp) and Clariant (-19 bp). We expect stock markets to continue their positive development to the end of the year as earnings estimates will have to be increased as a result of the improving economic environment.

### Noticed... digitalization favours ams

ams sensor solutions take sensing to the next level by providing a seamless interface between humans and technology.

Following Q3 results and subsequent management roadshow investors confidence in ams' hyper growth case has increased even further. The shares rose from CHF 65.- to over 95.- and are being upgraded by many analysts with much higher price targets. Ams has very successfully enlarged their product portfolio by excellent surrounding acquisitions and will therefore increase its content sold into a smartphone from below one USD to over 10.-.

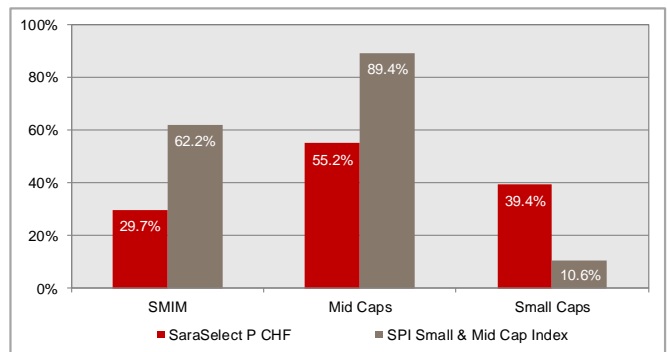
The sizable investments were only done thanks to a strong commitment from bigger smartphone OEMs to strengthen their partnership with the leading sensing company. This is nicely demonstrating the importance of a one-stop-shop offering which is emerging due to the increasing complexity.

Growth stock ams's EV/EBITDA 2018 of 14.5x will come down substantially over the next couple of years.

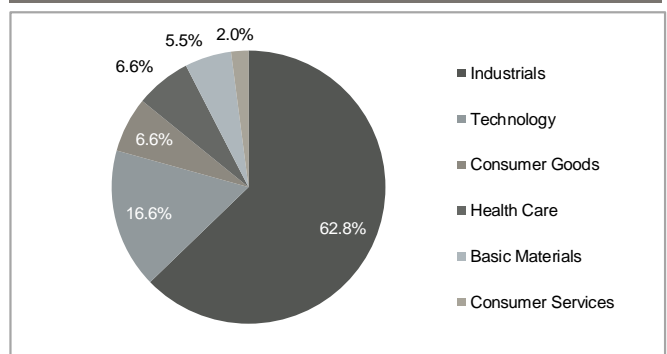
In its reactions, the stock market often behaves like a drunkard; she cries on good news and laughs at bad.

*André Kostolany*

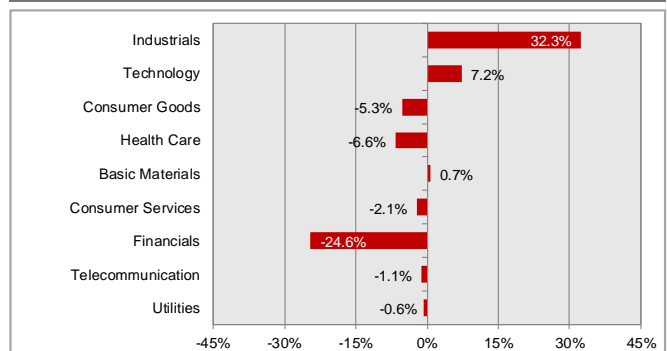
### Segment Allocation



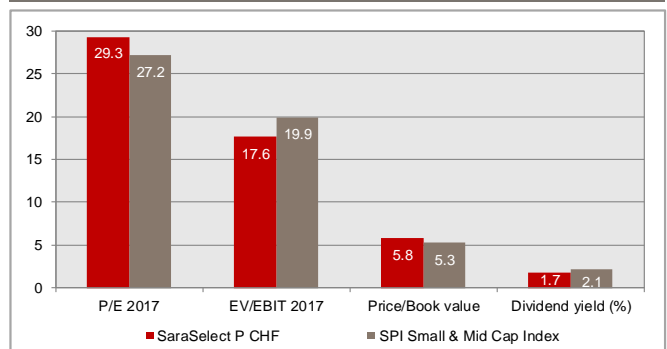
### Industry Allocation



### Industries relative to Benchmark




### Valuation



### Largest Positions

	Fund	Index
Bossard Holding AG	7.90%	0.51%
ALSO Holding AG	7.58%	0.33%
LEM Holding SA	6.85%	0.34%
Bobst Group SA	6.68%	0.32%
Sika AG	5.38%	0.00%
Daetwyler Holding AG	4.88%	0.51%
Bachem Holding AG	4.77%	0.24%
Belimo Holding AG	4.61%	0.32%
Bucher Industries AG	4.55%	1.03%
Bell Food Group AG	4.30%	4.30%
Phoenix Mecano AG	3.79%	0.14%
Interroll Holding AG	3.48%	0.37%
dormakaba Holding AG	3.24%	1.34%
Gurit Holding AG	2.86%	0.17%
Logitech International SA	2.86%	2.30%
<b>Total Top 15</b>	<b>73.42%</b>	<b>6.40%</b>

### Fund Profile & Key Figures

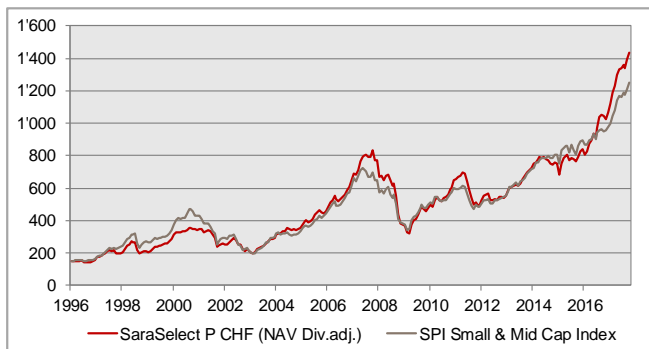
Asset Manager	VV Vermögensverwaltung AG
	Marc Possa (Deputy Thomas Buri)
Fund Mgmt. Company	J. Safra Sarasin Investmentfonds Ltd.
Custodian Bank	Bank J. Safra Sarasin Ltd.
Swiss Security No.	123406
ISIN	CH0001234068
Launch	01.02.1996
Management Fee	1.50% p.a.
Investment Style	Bottom-up stock picking
Benchmark (Index)	SPI Small & Mid Caps (SPISMC)
	
Fund Size	CHF 686.2mn
Net Asset Value per Unit	CHF 1'438.88
Hist. Volatility*	12.14% p.a.
Tracking Error*	6.58% p.a.

\*Time period 3 years, monthly observation

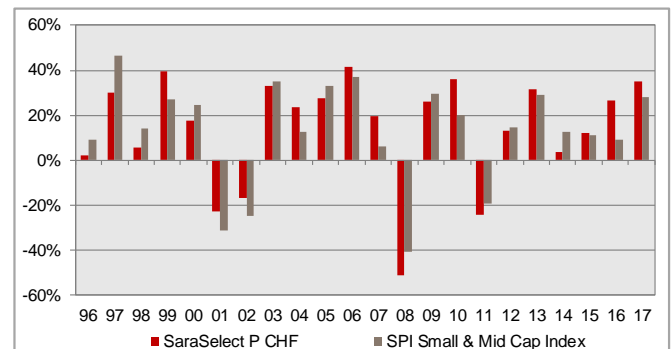
### Performance Overview

	YTD	1 Month	1 Year	3 Years	5 Years	10 Years	since Launch
Fund	34.91%	3.30%	37.71%	24.39% p.a.	21.46% p.a.	5.64% p.a.	10.96% p.a.
Index	27.89%	3.67%	31.68%	16.88% p.a.	18.35% p.a.	6.03% p.a.	10.29% p.a.

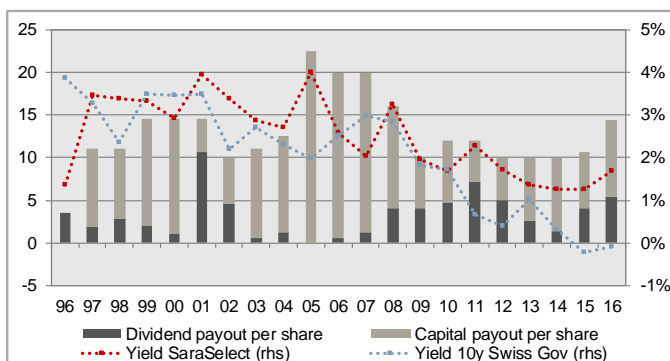
### Cumulative Performance since Inception



### 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%	-1.33%	3.82%	3.30%			34.91%
	Index	2.11%	4.78%	2.76%	5.70%	2.91%	-0.99%	2.44%	-0.79%	2.51%	3.67%			27.89%
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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