

Portfolio & Market Environment

The overwhelming worries, that caused markets to tumble in August and September, have been blown away recently. Slightly better economic data in Europe, decreasing fears of a hard landing in China and the renewed commitment to the reflation policy from ECB president Draghi led to a strong rebound in October. The Swiss Small & Mid Cap Index (+6.46%) ended the month notably higher and was able to erase the losses from the previous two months almost entirely. Due to the more defensive portfolio and the better relative performance in August and September, the SaraSelect fund (+3.14%) was lagging the overall market development. On an YTD comparison, the fund fell slightly behind the benchmark again.

The heavy-weight Interroll (+10.07%) continued its impressive 2015 rally into October and delivered the biggest positive performance contribution. More positive contributions came from Bucher (+7.55%), Bobst (+5.95%) and Bossard (+5.48%), which all profited nicely from the better economic outlook and therefore could compensate some of the set-backs during the summer months. Moreover, Galenica (+16.84%), Schindler (+14.71%) and Ascom (+14.57%) showed very strong developments. On the other hand, ams (-12.67%) missed market expectations again with its outlook on the occasion of the Q3 results. Orell Füssli (-3.48%) and Schaffner (-2.43%) also ended the month slightly lower.

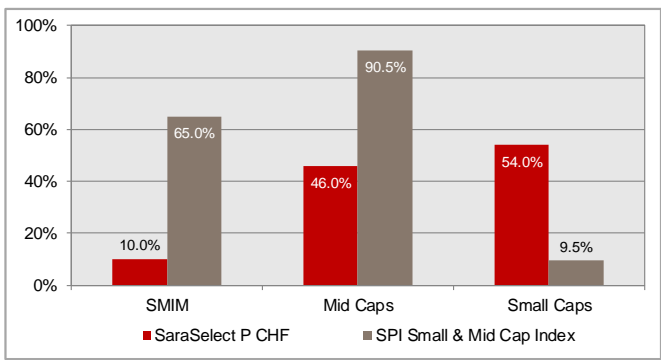
With the recovery in October, the elevated short-term volatility has continued. Monthly gains on the level of average long-term returns have to be considered as normal. The increased up and down turns are likely to sustain for some more time, but we expect higher prices towards year end. Overall solid Q3 results and the political will to keep interest rates low and therefore valuations at decent levels, will further support equity markets.

Noticed...

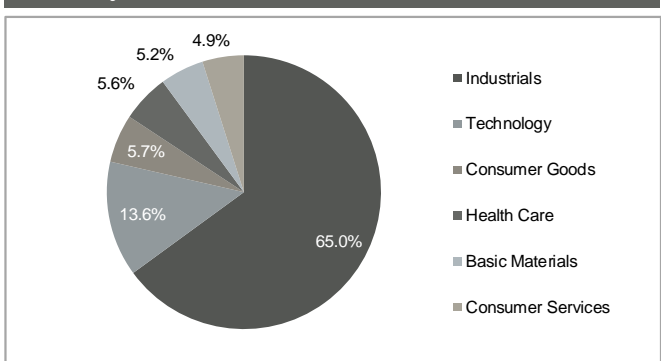
For the targeted build-up of strategic positions in companies, privately owned, entrepreneurial acting investors profit from the pro-cyclical behavior of the financial industry, often losing patience at the wrong time. The block transaction in 8.8% of Adval Tech is the continuation of a series of participation increases of patient, long-term oriented investors in selected companies, following the transactions in Bachem, CFT, Dottikon and LEM. Because of the high conviction level, existing participations are increased or arising opportunities caught for new ones. The rising aversion against limited liquidity illustrates the weakness of the financial industry, offering new owners attractive long-term opportunities. The premium for holding less liquid stocks should therefore rise in the future, promoting their also stabilizing inclusion in a portfolio.

The market always ruins the weak, namely those investors without profound convictions.
 Victor Niederhoffer, US hedge fund manager

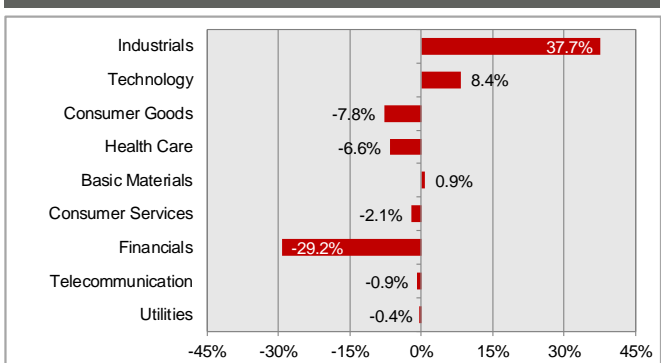
Segment Allocation



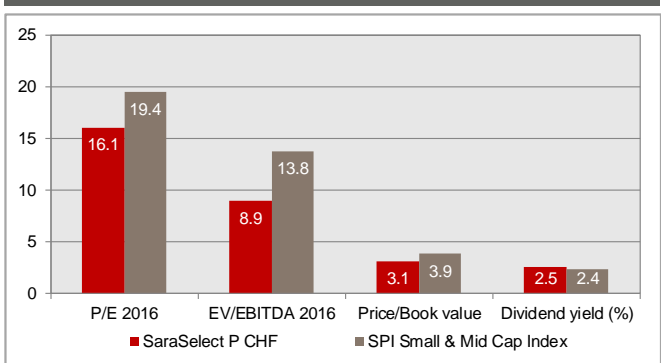
Industry Allocation



Industries relative to Benchmark



Valuation



Largest Positions

	Fund	Index
LEM Holding SA	7.51%	0.22%
Bossard Holding AG	6.74%	0.25%
Daetwyler Holding AG	6.62%	0.54%
Bachem Holding AG	5.42%	0.10%
Bell AG	5.31%	0.18%
ALSO Holding AG	5.31%	0.08%
Bobst Group AG	5.23%	0.16%
Phoenix Mecano AG	5.03%	0.10%
Bucher Industries AG	4.86%	0.73%
Interroll Holding AG	4.49%	0.25%
Belimo Holding AG	4.24%	0.47%
Huber & Suhner AG	4.12%	0.31%
Sika AG	3.76%	3.39%
dorma+kaba Holding AG	3.65%	0.91%
Schaffner Holding AG	2.97%	0.06%
Total Top 15	75.26%	7.79%

Fund Profile & Key Figures

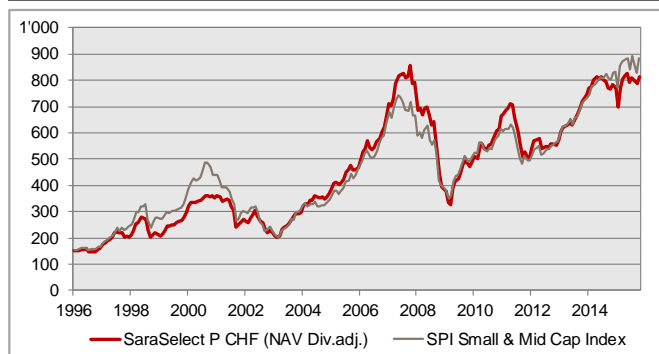
Asset Manager	VV Vermögensverwaltung AG
	Marc Possa (Deputy Pascal Marti)
Fund Mgmt Company	Sarasin Investmentfonds Ltd
Custodian Bank	Bank J. Safra Sarasin Ltd
Swiss Security No.	123406
ISIN	CH0001234068
Launch	01.02.1996
Management Fee	1.50% p.a.
Investment Style	Bottom-up stock picking
Benchmark (Index)	SPI Small & Mid Caps (SPISMC)
Fund Size	CHF 439.9mn
Net Asset Value per Unit	CHF 813.86
Hist. Volatility*	11.07% p.a.
Tracking Error*	6.63% p.a.

*Time period 3 years, monthly observation

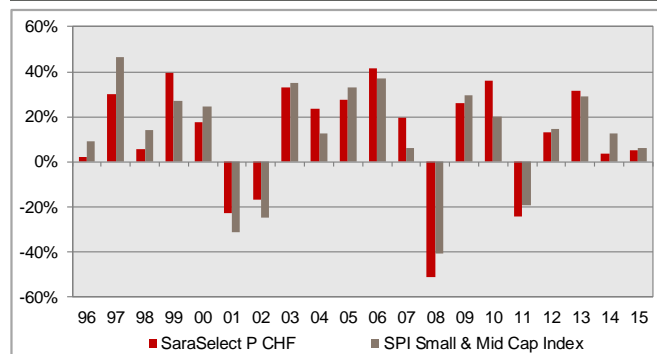
Performance Overview

	YTD	1 Month	1 Year	3 Years	5 Years	10 Years	since Launch
Fund	5.26%	3.14%	6.07%	13.36% p.a.	6.03% p.a.	5.86% p.a.	8.81% p.a.
Index	6.35%	6.46%	9.77%	16.87% p.a.	8.75% p.a.	7.54% p.a.	9.30% p.a.

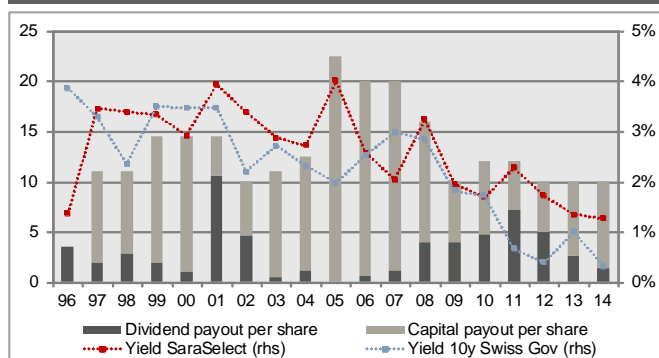
Cumulative Performance since Inception



Yearly Performance since Inception



Distributions per share



Year	Dividend	Capital Gain*	Total
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
2005	0.00	22.50	22.50

*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
2015	Fund	-9.53%	9.96%	4.55%	1.78%	0.80%	-3.68%	1.93%	-1.01%	-1.59%	3.14%			5.26%
	Index	-7.00%	10.46%	1.98%	1.29%	0.08%	-4.72%	5.96%	-3.87%	-3.08%	6.46%			6.35%
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%
2011	Fund	1.51%	1.54%	1.25%	2.91%	-1.08%	-6.91%	-8.06%	-8.32%	-7.45%	2.80%	-3.49%	-0.99%	-24.21%
	Index	-1.08%	0.91%	0.28%	2.53%	-1.49%	-5.70%	-7.56%	-6.66%	-4.36%	5.73%	-2.87%	0.12%	-19.11%
2010	Fund	4.61%	-1.94%	8.48%	2.83%	-3.34%	-1.12%	3.16%	1.29%	3.59%	5.02%	1.26%	8.02%	35.99%
	Index	2.57%	-0.63%	7.71%	0.50%	-4.95%	-1.19%	2.40%	-1.10%	4.81%	3.19%	1.27%	4.45%	20.06%

Disclaimer: While VV Vermögensverwaltung AG has made every effort to ensure that the information on this document is correct at the time of publication, VV Vermögensverwaltung AG can make no representation or warranty (including liability to third parties) either expressly or by implication as to the accuracy, reliability or completeness of the said information. Past performance does not guarantee future returns. The performance shown does not take account of any commissions and costs charged when subscribing and redeeming units. The prospectus including management regulations of the Fund, the simplified prospectuses as well as the annual and semi-annual reports are available free of charge from the custodian bank (Bank J. Safra Sarasin Ltd, Elisabethenstrasse 62, P.O. Box, CH-4002 Basel, Switzerland) or the fund manager (JSS Investmentfonds Ltd, Wallstrasse 9, CH-4002 Basel, Switzerland).