

all data as of 31.10.2016

Portfolio & Market Environment

The ECB left the investors in the rain in early September. Despite slowdown in growth in the euro zone showed responsive, less than the market had expected. The decision of the FED, not yet to raise interest rates in September, was followed by a recovery on the stock markets. The selection in the fund has firmly contributed to the performance which increased by 1.46% and outperformed the benchmark, which appreciated by 1.05%.

The monthly performance of the SaraSelect portfolio was driven by the following holdings. The largest positive contributions were made by Lem Holding (77 bp), Gurit (45 bp), Interroll (20 bp), Bachem (20 bp), Also (20 bp), Bossard (16 bp) and Huber + Suhner (16 bp). The performance was negatively affected by not being invested in Partners Group (-40 bp), Arzta (-17 bp) and G. Fischer (-11 bp). Our overweights in dormakaba (-19 bp) and Daetwyler (-18 bp) had a negative influence. In the run-up to the US election, in October, we expect a volatile market.

Noticed... Active investors in Schaffner

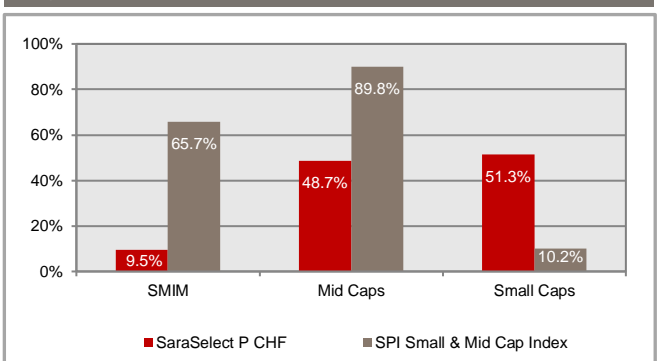
On 19 May 2016 BURU Holding AG announces the participation increase in Schaffner to 20.09%. Two month later, on 15 July 2016, CEO Alexander Hagemann leaves the company. Further three months later, on 28 October 2016, Schaffner proposes to elect Urs Kaufmann (actual CEO and designated chairman of Huber+Suhner) as the new chairman and Philipp Buhofer as board member.

Source of all these changes was a unlucky communication of the departing CEO. Several different factors lead to the fact, that many ambitious targets of Schaffner were not met. The willingness of an anchor shareholder was exhausted, he increased his participation to 20.09% and challenged management. The market sees his excellent track record (Kardex, Hammer Retex, Cham Paper Group a.o.) as a good prerequisite to re-dynamize Schaffner, which should benefit all shareholders.

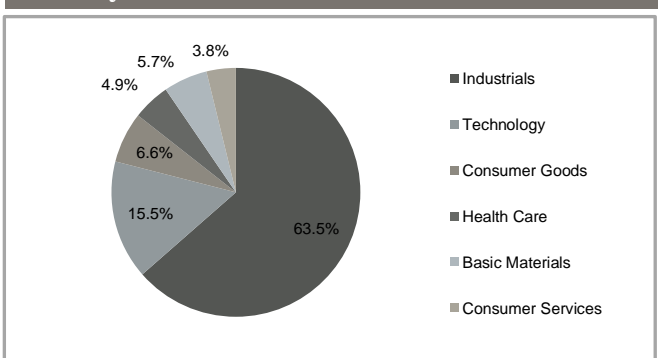
The 5 most expensive words in the field of money investments are: This time everything is different!

Sir John Tempelton

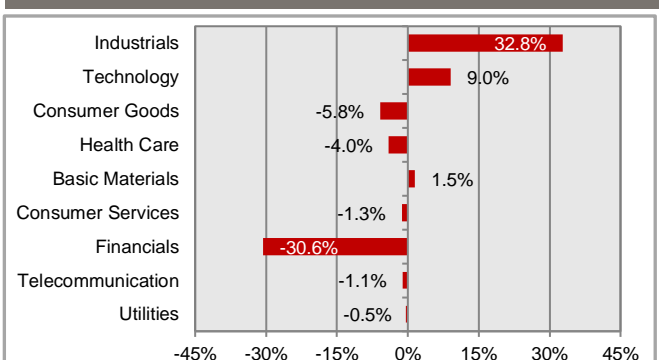
Segment Allocation



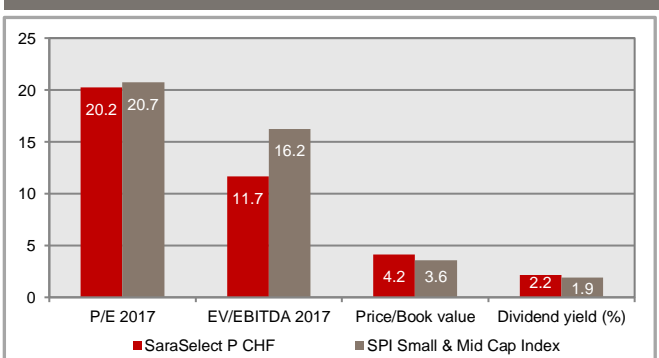
Industry Allocation



Industries relative to Benchmark



Valuation



Largest Positions

	Fund	Index
LEM Holding SA	8.08%	0.34%
Bossard Holding AG	7.45%	0.36%
ALSO Holding AG	7.10%	0.19%
Bell AG	5.90%	0.27%
Daetwyler Holding AG	5.50%	0.49%
Bobst Group SA	5.06%	0.20%
Sika AG	4.83%	4.79%
Bachem Holding AG	4.66%	0.27%
Phoenix Mecano AG	4.61%	0.15%
Belimo Holding AG	4.55%	4.55%
Bucher Industries AG	3.89%	0.68%
Interroll Holding AG	3.68%	0.33%
Huber + Suhner AG	3.57%	0.40%
dorma+kaba Holding AG	3.49%	1.10%
Adval Tech Holding AG	2.95%	0.03%
Total Top 15	75.30%	10.20%

Fund Profile & Key Figures

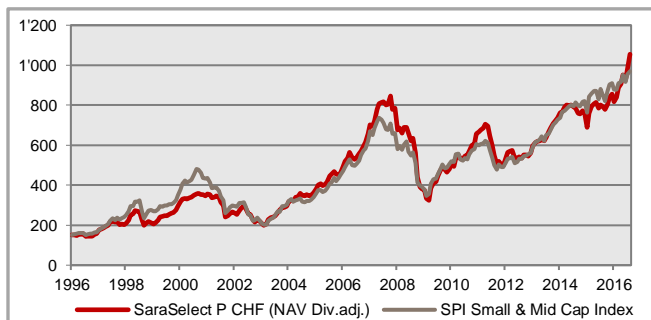
Asset Manager	VV Vermögensverwaltung AG
	Marc Possa (Deputy Thomas Buri)
Fund Mgmt Company	J. Safra Sarasin Investmentfonds Ltd.
Custodian Bank	Bank J. Safra Sarasin Ltd.
Swiss Security No.	123406
ISIN	CH0001234068
Launch	01.02.1996
Management Fee	1.50% p.a.
Investment Style	Bottom-up stock picking
Benchmark (Index)	SPI Small & Mid Caps (SPISMC)
Fund SiRe	CHF 473.6mn
Net Asset Value per Unit	CHF 1059.66
Hist. Volatility*	12.51% p.a.
Tracking Error*	7.12% p.a.

*Time period 3 years, monthly observation

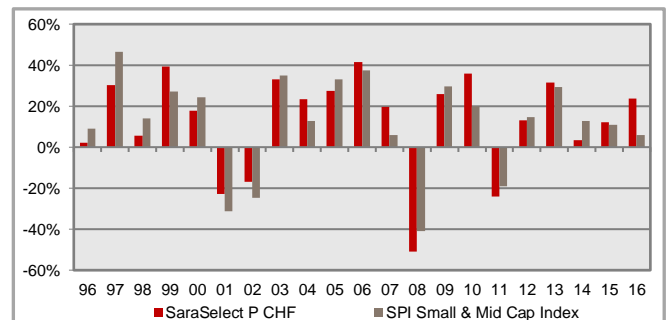
Performance Overview

	YTD	1 Month	1 Year	3 Years	5 Years	10 Years	since Launch
Fund	23.76%	-1.01%	31.70%	14.25% p.a.	15.24% p.a.	5.90% p.a.	9.82% p.a.
Index	5.88%	-1.52%	10.52%	11.15% p.a.	13.81% p.a.	5.32% p.a.	9.35% p.a.

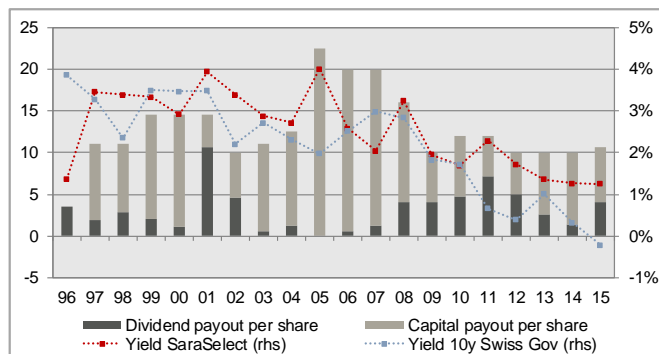
Cumulative Performance since Inception



Yearly Performance since Inception



Distributions per share



Year	Dividend	Capital Gain*	Total
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
2016	Fund	-4.55%	2.84%	5.78%	2.20%	4.94%	-2.76%	6.00%	7.46%	1.47%	-1.01%			23.76%
	Index	-3.63%	-0.08%	3.56%	0.75%	4.00%	-3.77%	4.08%	1.66%	1.05%	-1.52%			5.88%
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%
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%