

All data as of 30.04.2019

Portfolio & Market Environment

In Europe, there are increasing signs that the low-interest rate environment should continue for a long time to come. In addition, the FED has de facto rejected further interest rate hikes for this year. This environment bodes well for stocks! The overall market (SPI) gained 4.39% in the reporting period. The small caps advanced by 4.51% and mid caps by as much as 6.40%. The large caps achieved a performance of 3.98%. The overweight of small caps in the fund meant that it was able to gain 7.86%. It outperformed the benchmark, which advanced by 6.20%.

The monthly performance of the SaraSelect portfolio was significantly influenced by the following holdings. The largest positive contributions were made by Bobst (89 bp), Sika (85 bp), Lem (60 bp), Bossard (55 bp) and Huber + Suhner (53 bp). Performance was negatively impacted by not being invested in Temenos (-55 bp), Swiss Life (-54 bp), Adecco (-40 bp) and Kühne + Nagel (-25 bp). Despite the strong performance of the past 4 months the positive development should continue although on a somewhat more subdued pace.

Noticed... Bucher Industries

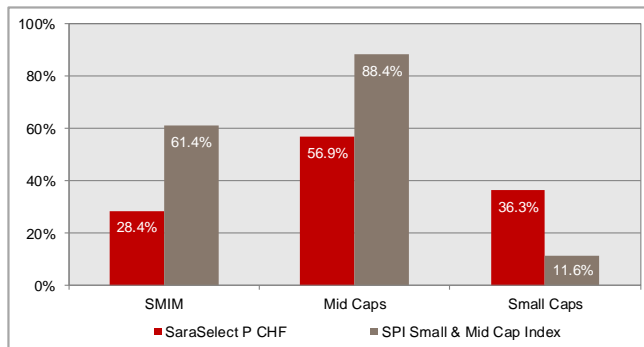
A stable order intake and a sales growth of 14% were the result of an impressive 1Q 2019 for Bucher Industries. Important to notice is that almost half of the revenues come from the Kuhn Group division, which is heavily dependent on the investment willingness of farmers. Their decisions depend on the expectation of future food price developments. Should the trade conflict between the US and China come to a good end over the next quarters, Bucher Industries would be in a very good position to profit from rising soft commodity prices (corn, weed, soya), triggering some pent-up demand and investments into agricultural machines and equipment. Beside Kuhn Group, Emhart Glass is having a very solid performance over the last quarters (revenues of CHF 447mn at 11.6% EBITDA margin). The consolidation of the glass bottle producer industry leads to bigger clients that are asking for a large and qualitatively outstanding offer. This could potentially lead to a disposal opportunity of Emhart Glass at a very attractive level, triggering some M&A phantasy, since such a sale could generate means of half a billion.

Bucher Industries is a very well managed conglomerate with a solid balance sheet (equity quota of 53.7%) and a net liquidity of CHF 159mn. Even after the 35% increase since end 2018, the 2020 valuation of 8.8x EV/EBITDA and a PE of 16.4x appear attractive in an absolute and relative context for this quality company.

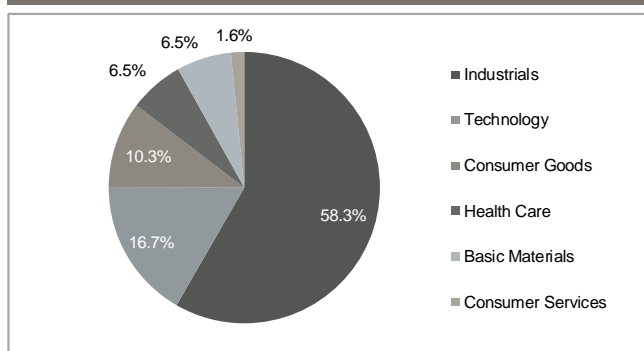
Patience is the investor's highest virtue.

Benjamin Graham

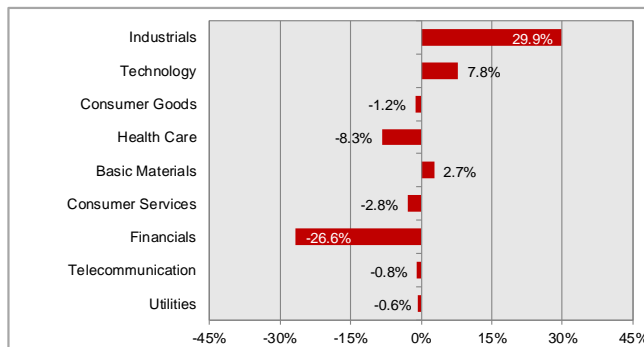
Segment Allocation



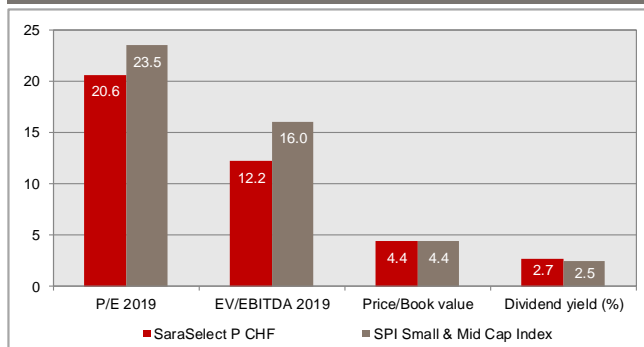
Industry Allocation



Industries relative to Benchmark




Valuations



Largest Positions

	Fund	Index
LEM Holding SA	7.05%	0.29%
ALSO Holding AG	6.93%	0.29%
Sika AG	6.57%	0.00%
Belimo Holding AG	5.47%	0.96%
Bossard Holding AG	5.24%	0.33%
Interroll Holding AG	5.23%	0.53%
Bell Food Group AG	5.12%	0.23%
Bachem Holding AG	4.75%	0.24%
Bobst Group SA	4.42%	0.20%
Daetwyler Holding AG	4.22%	0.45%
Huber + Suhner AG	3.77%	0.41%
Logitech International SA	3.69%	2.51%
CPH Chemie & Papier Holding AG	3.57%	0.08%
Bucher Industries AG	3.40%	0.84%
Chocoladefabriken Lindt & Spru	3.09%	2.65%
Total Top 15	72.52%	10.01%

Fund Profile & Key Figures

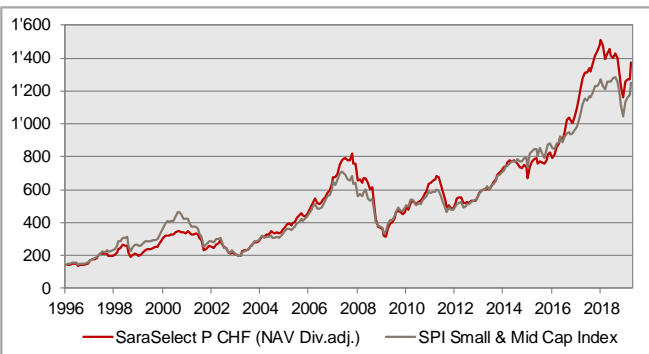
Asset Manager	VV Vermögensverwaltung AG
	Marc Possa (Deputy Thomas Buri)
Fund Mgmt. Company	J. Safra Sarasin Investmentfonds AG
Custodian	Bank J. Safra Sarasin AG
Swiss Security No.	123406
ISIN	CH0001234068
Launch	01.02.1996
Management Fee	1.50% p.a.
Investment Style	Bottom-up Stock Picking
Benchmark (Index)	SPI Small & Mid Caps (SPISMC)
	
Fund Size	CHF 713.7 mn
Net Asset Value per Unit	CHF 1'373.62
Hist. Volatility*	13.61% p.a.
Tracking Error*	6.05% p.a.

*Time period 3 years, monthly observations

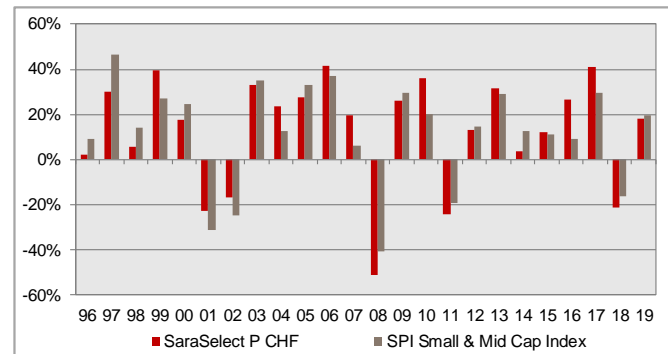
Performance Overview

	YTD	1 Month	1 Year	3 Years	5 Years	10 Years	since Launch
Fund	18.15%	7.86%	-3.98%	16.00% p.a.	12.03% p.a.	13.94% p.a.	10.13% p.a.
Index	19.55%	6.20%	-0.59%	12.05% p.a.	10.50% p.a.	12.18% p.a.	9.66% p.a.

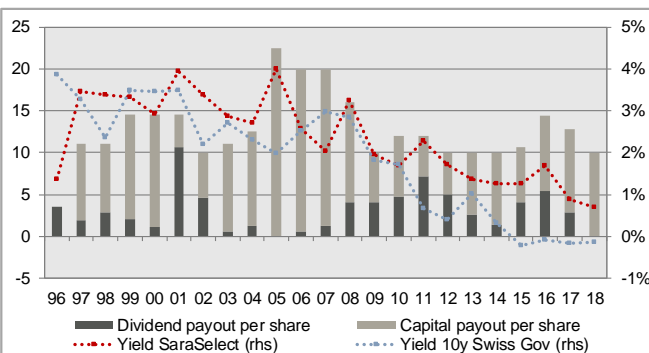
Cumulative Performance since Inception



Yearly Performance since Inception



Distribution per Share



Year	Dividend	Capital Gain*	Total
2018	0.00	10.00	10.00
2017	2.80	10.00	12.80
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

*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
2019	Fund	8.17%	1.05%	0.21%	7.86%									18.15%
	Index	8.77%	2.46%	1.01%	6.20%									19.55%
2018	Fund	2.04%	-2.32%	-5.26%	2.40%	1.70%	-2.54%	-1.02%	1.94%	-2.22%	-7.52%	-5.04%	-5.35%	-21.42%
	Index	1.81%	-3.03%	-2.03%	3.95%	-0.14%	0.31%	1.79%	0.60%	-2.29%	-6.67%	-5.06%	-6.36%	-16.40%
2017	Fund	4.91%	6.25%	3.36%	5.97%	2.41%	0.26%	1.69%	-1.33%	3.82%	3.30%	1.86%	2.66%	41.06%
	Index	2.11%	4.78%	2.76%	5.70%	2.91%	-0.99%	2.44%	-0.79%	2.51%	3.67%	-0.35%	1.78%	29.71%
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%

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