

All data as of 31.12.2020

Portfolio & Market Environment

The good mood continued in December as the first vaccinations were started, which was positively received by the markets. The overall market (SPI) went up 2.50% in the reporting period. Small caps advanced by 1.87% and mid-caps by 3.38%. Large caps achieved a performance of 2.31%. The fund's overweight of entrepreneurial lead industrial companies resulted in an increase of 3.54%. It thus performed better than the benchmark, which rose by 3.24%.

The monthly performance of the SaraSelect portfolio was significantly influenced by the following holdings. The largest positive contributions were made by Also (55 bp), Bachem (53 bp), Gurit (36 bp), Sika (31 bp) and CPH (26 bp). The performance was negatively influenced by Lindt & Sprüngli (-28 bp), Bell (-23 bp) and not being invested in Adecco (-23 bp) and Temenos (-20 bp). Covid-19 will continue to leave its mark in the new year, but thanks to the vaccination successes and pent-up demand, economic growth should develop positively.

Noticed... Disruption

Finding the will and the skills to further develop one's own company and its culture in a digital world are not easy tasks. Coupled with a company's understanding of the opportunities opened up by the age of 'Industry 4.0', they can make the difference between success and failure in the future. This applies all the more to the disruptive change that is gripping every industry to varying degrees - so-called disruption.

The 4 phases (quadrants) of an industry disruption (Accenture 2018):

(DURABILITY) - the 'Perceived Security' phase. Characteristics: Disruption still low | intensification unlikely in the near future. Affected industries: Chemicals, consumer goods, industrial goods. This phase includes efficient, mature industries - such as producers of alcoholic beverages or tire manufacturers - with companies that often have established brands and proprietary technologies and control their sales channels to a high degree themselves.

(VULNERABILITY) - the 'calm before the storm' phase. Characteristics: Disruption still low | intensification likely. Industries affected: Banking, travel, healthcare, energy supply, insurance, among others. In this phase, incumbents benefit from the fact that high barriers to entry remain, such as regulatory and capital requirements. Believing in their own strength, companies often reveal weaknesses in their efficiency and innovation capabilities.

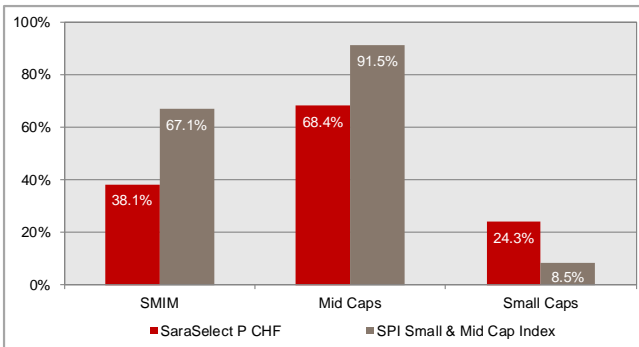
(VOLATILITY) - the 'On rough seas' phase. Characteristics: Disruption underway | intensification likely. Affected industries: Infrastructure & transportation, power generation, basic materials, et al. Barriers to entry have been gradually eroded. Traditional strengths, such as a strong asset base as an operating asset, have become vulnerabilities. These are being exploited by attackers, eroding incumbents' revenue and profits.

(VIABILITY) - the 'retread' phase. Characteristics: Disruption in full swing | re-intensification unlikely. Affected industries: Software, high tech, media, retail. In this phase, new or reborn industries are found that have experienced and survived disruptive change. The new competitive landscape has led to higher efficiency. Innovation intensity is consistently high. Competitive advantages can often be copied and are therefore short-lived. Destructive change is constant rather than sudden and violent.

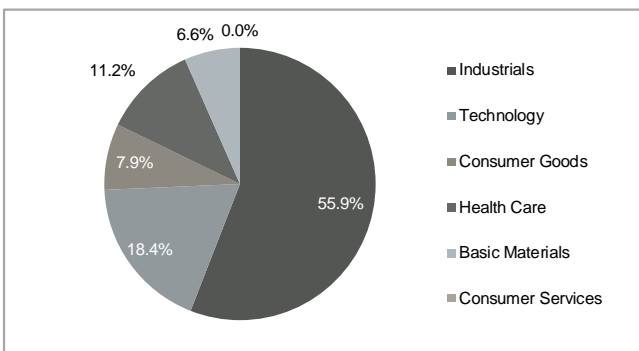
If you follow the recommendations of brokers, you can also ask a hairdresser to suggest a new haircut.

Warren Buffet

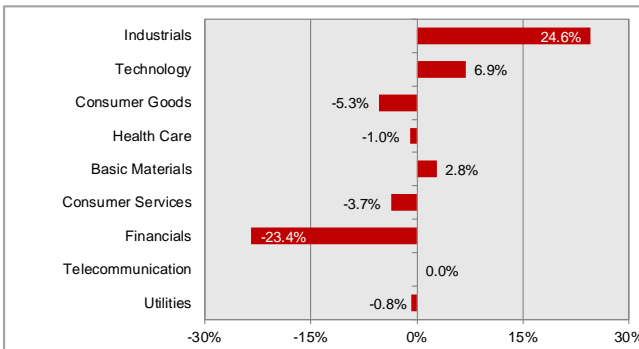
Segment Allocation



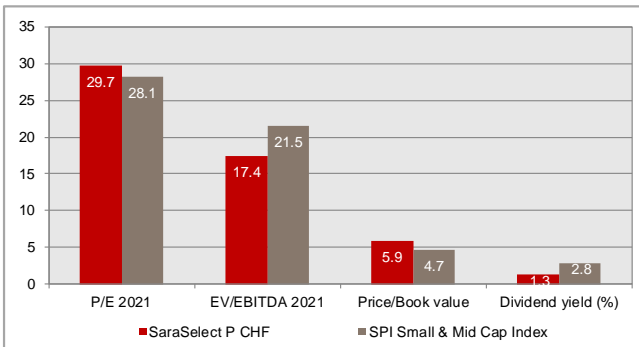
Industry Allocation



Industries relative to Benchmark



Valuations



Largest Positions

Bachem Holding AG	8.63%	0.24%
ALSO Holding AG	7.74%	0.55%
Sika AG	6.72%	0.00%
LEM Holding SA	5.75%	0.33%
Logitech International SA	5.28%	4.16%
Belimo Holding AG	5.04%	1.36%
Daetwyler Holding AG	4.52%	0.59%
Interroll Holding AG	4.21%	0.49%
Gurit Holding AG	3.93%	0.11%
Bossard Holding AG	3.72%	0.81%
Bell Food Group AG	3.20%	0.13%
Bucher Industries AG	2.62%	1.68%
Chocoladefabriken Lindt & Spru	2.62%	3.00%
Bobst Group SA	2.23%	0.19%
Huber + Suhner AG	2.14%	1.00%
Total Top 15	68.33%	14.63%

Fund Profile & Key Figures

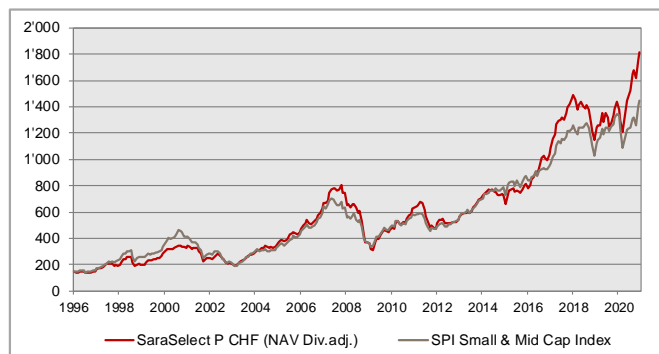
Asset Manager	VV Vermögensverwaltung AG
Fund Mgmt. Company	Marc Possa CFA, Dep. Thomas Buri CFA
Custodian	J. Safra Sarasin Investmentfonds AG
	Bank J. Safra Sarasin AG
Swiss Security No.	123406
ISIN	CH0001234068
Launch	01.02.1996
Management Fee	1.50% p.a.
Investment Style	Bottom-up Stock Picking
Benchmark (Index)	SPI Small & Mid Caps (SPISMC)
	
Fund Size	CHF 1089.0 mn
Net Asset Value per Unit	CHF 1'815.11
Hist. Volatility*	17.58% p.a.
Tracking Error*	7.76% p.a.

*Time period 3 years, monthly observations

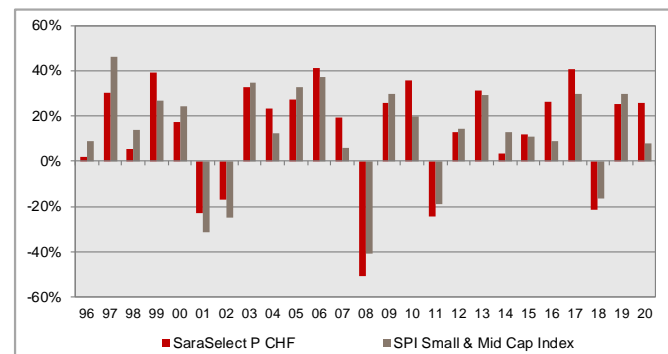
Performance Overview

Fund	YTD	1 Month	1 Year	3 Years	5 Years	10 Years	since Launch
Fund	25.78%	3.54%	25.78%	7.48% p.a.	17.22% p.a.	11.18% p.a.	10.70% p.a.
Index	7.97%	3.24%	7.97%	5.46% p.a.	10.64% p.a.	9.54% p.a.	9.69% p.a.

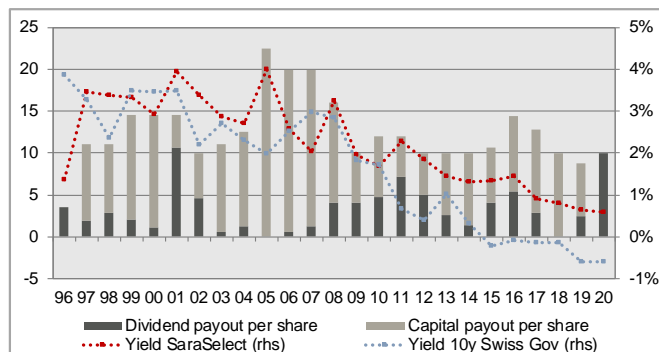
Cumulative Performance since Inception



Yearly Performance since Inception



Distribution per Share



Year	Dividend	Capital Gain*	Total
2020	10.00	0.00	10.00
2019	2.40	6.40	8.80
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

*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
2020	Fund	-4.40%	-6.03%	-7.00%	10.28%	8.66%	1.69%	3.54%	8.88%	1.22%	-3.54%	8.40%	3.54%	25.78%
	Index	-0.22%	-8.08%	-11.42%	6.00%	6.39%	0.72%	0.35%	5.80%	0.72%	-4.74%	11.25%	3.24%	7.97%
2019	Fund	8.17%	1.05%	0.21%	7.86%	-5.07%	4.94%	-2.66%	-5.15%	2.33%	4.44%	4.06%	3.96%	25.63%
	Index	8.77%	2.46%	1.01%	6.20%	-3.22%	4.01%	0.00%	-1.71%	2.50%	1.25%	4.22%	1.57%	29.96%
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%

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