

Investment focus

The fund's aim is to achieve capital growth in the long term. The Fund invests in listed owner-managed companies in Switzerland where an entrepreneur or a founder family holds at least a 20% of a company's voting rights. The qualities of these companies – a focused business model, fast decision-making processes and a strong corporate culture – go hand in hand with efficient innovation, high product quality and strong customer loyalty. The corresponding impact on the share price is demonstrably positive. The Fund's Management Team offers a wealth of experience in this investment segment and has built up an extensive network with executives throughout the sector. It pursues a fundamental, bottom-up approach in identifying the most attractive founder-controlled companies with a small, mid as well as large market capitalization while maintaining an investment portfolio of 25 to 40 stocks diversified by sub-sector.

Fund facts

NAV	163.44
Volume	EUR 33.3 Mio.
NAV-calculation	Daily "Forward Pricing"
Cut off time	15:00 CET
Distribution policy	Accumulating
Investment Manager	Bellevue Asset Management AG
Custodian	RBC Investor Services, Luxembourg
Launch date	30.11.2016
Fiscal year end	30.06.
Benchmark	SPI Extra since 30.11.17, SPI until 30.11.17

ISIN code	LU1477743899
Valor	33638251
Bloomberg	BVBESB LX
WKN	A2ASDH

Management fee	1.60%
Performance fee	None
Subscription fee	up to 5%
Min. Investment	n.a.

Legal entity	Luxembourg UCITS V SICAV
Countries of distribution	AT, CH, DE, ES, LU
EU tax status	Out of scope

Key figures

Beta	0.96
Correlation	0.96
Volatility	16.5%

Tracking Error	4.81
Active Share	52.12

Sharpe Ratio	0.29
Information Ratio	-0.29
Jensen's Alpha	-1.19

Source: Bellevue Asset Management, 30.09.2020;
Calculation over 3 years.

Indexed performance since launch



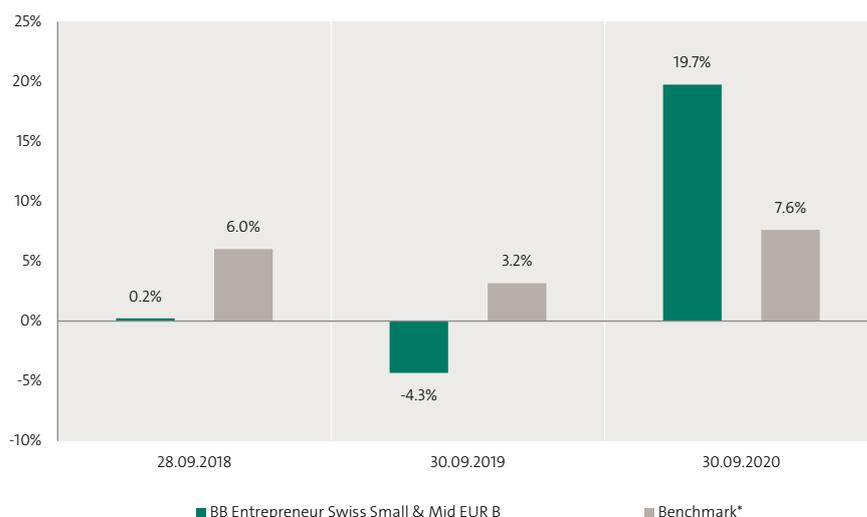
Cumulated & annualized performance

	Cumulated						Annualized			
	1 month	YTD	1 year	3 years	5 years	since launch	1 year	3 years	5 years	since launch
B EUR	0.3%	8.3%	19.7%	14.8%	n.a.	30.8%	19.7%	4.7%	n.a.	7.2%
BM	0.0%	-0.2%	7.6%	17.7%	n.a.	34.5%	7.6%	5.6%	n.a.	8.0%

Annual performance

	2015	2016	2017	2018	2019	YTD
B EUR	n.a.	n.a.	10.4%	-19.7%	30.5%	8.3%
BM	n.a.	n.a.	10.8%	-14.0%	35.4%	-0.2%

Rolling 12-month-performance



Source: Bellevue Asset Management, 30.09.2020; all figures in EUR %, total return / BVI-methodology
Past performance is not a reliable indicator of future results and can be misleading. As the Sub-fund is denominated in a currency that may differ than an investor's base currency, changes in the rate of exchange may have an adverse effect on prices and incomes. Performance is shown net of fees and expenses for the relevant share class over the reference period. All performance figures reflect the reinvestment of dividends and do not take into account the commissions and costs incurred on the issue and redemption of shares, if any. Individual costs are not taken into account and would have a negative impact on the performance. With an investment amount of EUR 1,000 over an investment period of five years, the investment result in the first year would be reduced by the front-end load of up to EUR 50 (5%) as well as by additional individual custody charges. In subsequent years, the investment result would also be reduced by the individual custody account costs incurred. The reference benchmark of this class is used for performance comparison purposes only (dividend reinvested). No benchmark is directly identical to a sub-fund, thus the performance of a benchmark is not a reliable indicator of future performance of the sub-fund it is compared to. There can be no assurance that a return will be achieved or that a substantial loss of capital will not be incurred.

* SPI Extra seit 30.11.17, SPI bis 30.11.17

Top 10 positions

Logitech		4.2%
Kuehne & Nagel		3.8%
Software One		3.3%
Interroll Holding		3.3%
Daetwyler		3.1%
Gurit		3.1%
AFG Arbonia		3.0%
Barry Callebaut		2.9%
The Swatch Group		2.8%
Sonova Holding AG		2.6%

Total top 10 positions	32.1%
Total positions	45

Sector breakdown

Industrials		31.1%
Financials		15.8%
Information Tech.		13.6%
Consumer Staples		11.5%
Health Care		9.5%
Materials		7.3%
Consumer Disc.		6.6%
Others		1.4%
Cash		3.2%

Market cap breakdown

0 - 1 bn		13.2%
1 - 2 bn		14.0%
2 - 5 bn		30.7%
5 - 15 bn		22.3%
15 - 20 bn		7.4%
> 20 bn		8.3%
Others		4.1%

Market review

The SPIEX ended September up 0.2% (CHF). General sentiment was impacted by the rise of COVID-19 infections delaying a full reopening. While macro data remained relatively resilient, the absence of further fiscal policy measures nurtured concerns about the economic recovery momentum. European composite PMI fell 1.8 points to 50.1 with weakening services data points while manufacturing strengthened further. From the political arena, the biggest factor of uncertainty remains the US election both in terms of the outcome and the aftermath. On a sector level, the cyclical rotation came to a stall. Utilities (+9.3%), healthcare (+4.4%) and real estate (+3.2%) performed best, while financials (-6.7%), Industrials (-0.2%) and communication services (+0.4%) lagged the most.

Against this backdrop, the fund rose 0.3% (CHF / B shares), slightly outperforming its benchmark by 14 bps. Ytd performance now amounts to +7.5%, a 828 bps outperformance to the SPIEX.

Main detractors in the month were Belimo (-11.8%), Zur Rose (-10.4%) and Partners Group (-7.7%). Belimo gave back its gains from the previous month. While a weak dollar impacts negatively both sales and margins, on the positive side new growth stimuli are emerging. The COVID-19 problematic triggers demand for improved inside heating/ventilation/air-conditioning systems while the European Green Deal initiatives should also attract increasing investments in the space. Zur Rose experienced some further short-term profit taking following the strong +130% YTD performance. In our view, the company remains an excellent structural growth case, benefiting from a rapid penetration increase of online pharmacy in Germany. Partners Group was weak despite the publication of H1 results beating consensus thanks to higher-than-expected performance fees and a firm cost control. The shares were negatively impacted by the three founding partners reducing their stake further to ca. 5%. We remain convinced about the strong growth trend for private markets, and expect the fund-raising activity to resume following the slowdown caused by COVID-19. In addition, improving exit markets should lead to increasing performance fees as of next year.

Top 3 contributors in the month were Swatch Group (+16.6%), Logitech (+8.6%) and Gurit Holding (+15%). Swatch, which we strongly increased ahead of H1 results, should benefit from encouraging Swiss watch exports, notably to China. Coupled with a reduced cost base, we expect an improvement of profitability. Currently trading below book, the valuation neither reflects the potential for operating improvements nor the value of the group's strong portfolio of brands. Logitech continues to benefit from the current working-from-home trend as well as the strong structural demand for electronic devices. Recent buzz around the soon-to-be launched gaming consoles (Playstation 5, Xbox) contributed to the whole gaming category. Gurit benefits from the robust demand from clean energy wind markets. A new contract worth CHF 130 mn was announced in September confirming the positive momentum.

Positioning & outlook

Partners Group, the historical SPIEX heavyweight commanding >7% of the index finally entered the SMI. Following this long overdue reclassification we have cut our position. Despite the positive fundamentals inherent to private markets in an environment of record low interest rates, the meanwhile rather lofty valuation commands an average weighting and the stock exited our top 10. During the month we have increased our positions in Daetwyler and Gurit Holding on good structural fundamentals and positive near term momentum. Following our recent company meeting we also remain very positive on the growth potential of Pierer Mobility along the lines of increased consumer demand for two wheels and the promising development of their e-bike segment.

Risk and return profile

The Fund's investment objective is to generate attractive and competitive capital growth in the long term. It is therefore particularly suited to investors with an investment horizon of at least 5 years who want to enhance their portfolio diversification with investments in Swiss founder-controlled companies. The Fund displays the typical risks associated with equity investments.



This fund is assigned to category 5, as its share price fluctuates severely and both the risk of loss and the opportunities for profit can therefore be high. The calculation of the risk and earnings profile is based on simulated/historical data, which cannot be used as a reliable indication of the future risk profile. The classification of the fund may change in future and does not constitute a guarantee. Even a fund classed in category 1 does not constitute a completely risk-free investment. There can be no guarantee that a return will be achieved or that a substantial loss of capital will not be incurred. The overall risk exposure may have a strong impact on any return achieved by the fund or subfund. For further information please refer to the fund prospectus or KIID.

Liquidity risk

The fund may invest some of its assets in financial instruments that may in certain circumstances reach a relatively low level of liquidity, which can have an impact on the fund's liquidity.

Risk arising from the user of derivatives

The fund may conclude derivatives transactions. This increases opportunities, but also involves an increased risk of loss.

Currency risks

The fund may invest in assets denominated in a foreign currency. Changes in the rate of exchange may have an adverse effect on prices and incomes.

Operational risks and custody risks

The fund is subject to risks due to operational or human errors, which can arise at the investment company, the custodian bank, a custodian or other third parties.

Target market

The fund is suitable for retail and professional investors in Austria, Germany, Luxembourg, Spain and Switzerland.

Chances

- Owner and family-run businesses think in generations, not in quarters.
- Focus, a sense of responsibility, strong identification with the company, and personal financial commitment have a positive impact on the share price.
- More conservatively financed, lower debt exposure and a higher risk capacity compared to non-family businesses.
- Multi-award-winning management team with a long and successful track record investing in owner-run firms.
- Entrepreneurs for entrepreneurs – the Bellevue Group is itself an owner-run company with the majority of shares held by employees.

You can find a detailed presentation of the risks faced by this fund in the "Special Investment Risks" section of the sales prospectus.

Management Team



Birgitte Olsen, CFA

Lead Portfolio Manager since inception of the fund

Joined Bellevue in 2008 and is responsible for European Equities as well as for institutional mandates. She previously spent over nine years at Generali Investments in Cologne as deputy head of equities managing European portfolios and thematic funds.



Michel Keusch

Portfolio Manager of the fund since 2013

Joined Bellevue in 2007 as manager of a hedge fund. Prior to joining Bellevue he was a senior analyst at Crédit Agricole Cheuvreux from 2003 to 2007 and covered consumer goods and services companies.



Laurent Picard, SFAF

Portfolio Manager of the fund since 2018

Joined Bellevue in 2018. Prior to that, he was a Financial consultant for start-ups in the internet/tech sector. From 2009 to 2016 he was a senior equity research analyst for media at Société Générale.

Important information

This marketing communication relates to Bellevue Funds (Lux) (hereinafter the “Fund”), an investment company with variable capital “société à capital variable” (SICAV) under the current version of the Law of the Grand Duchy of Luxembourg of 10 August 1915 on commercial companies (“Law of 1915”) and is authorised under Part I of the Law of 17 December 2010 relating to undertakings for collective investment (“Law of 2010”) as an undertaking for collective investment (UCITS). BB Entrepreneur Swiss Small & Mid is a Sub-fund of Bellevue Funds (Lux).

This marketing communication is issued by Bellevue Asset Management AG, which is an authorised asset manager subject to the supervision of the Swiss Financial Market Supervisory Authority (FINMA) and acts as an Investment Manager of the Fund. The Prospectus, statutes, the annual and half-yearly report, the share prices and further information about the Fund can be obtained free of charge in English and German from the management company of the Fund, Bellevue Asset Management AG, Seestrasse 16, CH-8700 Küsnacht, from the representative, paying, facilities and information agents mentioned below or online at www.bellevue.ch. The Key Investor Information documents are available free of charge in the languages of the countries of distribution (German for Germany, Austria and Switzerland, Spanish in Spain and English and German in Luxembourg) at www.fundinfo.com.

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Countries of Distribution and Local representatives

The Bellevue Funds (Lux) is registered and admitted for public distribution in Austria, Germany, Luxembourg, Spain and Switzerland.

Austria

Paying and information agent: ERSTE BANK der oesterreichischen Sparkassen AG, Am Belvedere 1, A-1100 Vienna

Germany

Information agent: ACOLIN Europe GmbH, Reichenaustrasse 11a-c, D-78467

Spain

Representative: atl Capital, Calle de Montalbán 9, ES-28014 Madrid - CNMV under the number 938

Switzerland

The Bellevue Funds (Lux) SICAV is registered for public offering and distribution in Switzerland with the Swiss Financial Market Supervisory Authority.

Representative agent in Switzerland: ACOLIN Fund Services AG, Leutschenbachstrasse 50, CH-8050 Zurich

Paying agent in Switzerland: DZ PRIVATBANK (Schweiz) AG, Münsterhof 12, P.O. Box, CH-8022 Zurich

You can obtain the sales prospectus, Key Investor Information Document (“KIID”), statutes and the current annual and half-yearly reports, the current share prices and further information about the fund free of charge in German from the management company Bellevue Asset Management AG, Seestrasse 16, CH-8700 Küsnacht, the representative agent in Switzerland or online at www.bellevue.ch.

In respect of the units distributed in or from Switzerland, the place of performance and jurisdiction is at the registered office of the representative agent.

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