

Investment focus

The fund's aim is to achieve capital growth in the long term. The Fund invests in small capitalized, listed owner-managed companies in Europe 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 entrepreneurs throughout the sector. It pursues a fundamental, bottom-up approach in identifying the most attractive foundercontrolled companies with a small market capitalization while maintaining an investment portfolio of 40 to 50 stocks diversified by country and sub-sector.

Fund facts

| | |
|---------------------|--|
| NAV | 371.52 |
| Volume | EUR 148.7 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 | 30.06.2011 |
| Fiscal year end | 30.06. |
| Benchmark | MSCI Europe ex UK Small since 18.05.15 MSCI Europe Small until 15.05.15 |

| | |
|-----------|--------------|
| ISIN code | LU0631859062 |
| Valor | 13084174 |
| Bloomberg | BFLESIE LX |
| WKN | A1UG2G |

| | |
|------------------|----------------------|
| Management fee | 0.90% |
| Performance fee | 10% above Benchmark* |
| Subscription fee | up to 5% |
| Min. Investment | n.a. |

| | |
|---------------------------|--------------------------|
| Legal entity | Luxembourg UCITS V SICAV |
| Countries of distribution | AT, CH, DE, ES, LU |

Key figures

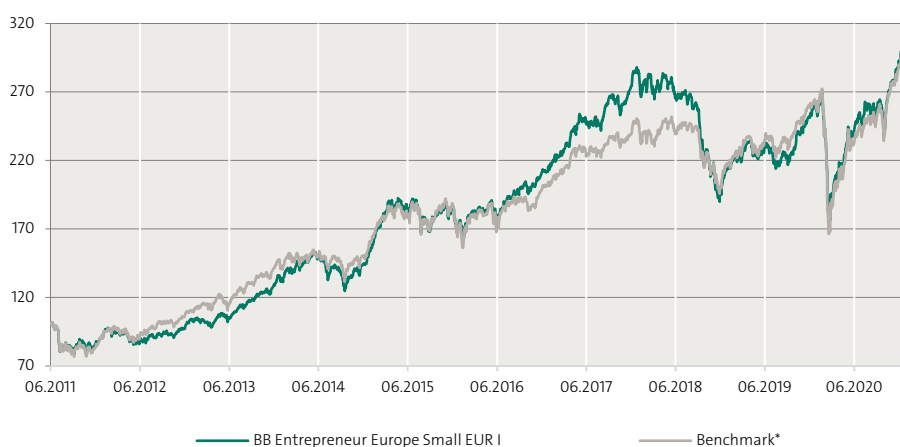
| | |
|-------------|-------|
| Beta | 0.92 |
| Correlation | 0.94 |
| Volatility | 18.4% |

| | |
|----------------|-------|
| Tracking Error | 6.39 |
| Active Share | 89.63 |

| | |
|-------------------|-------|
| Sharpe Ratio | 0.17 |
| Information Ratio | -0.79 |
| Jensen's Alpha | -4.83 |

Source: Bellevue Asset Management, 31.01.2021;
Calculation over 3 years.

Indexed performance since launch



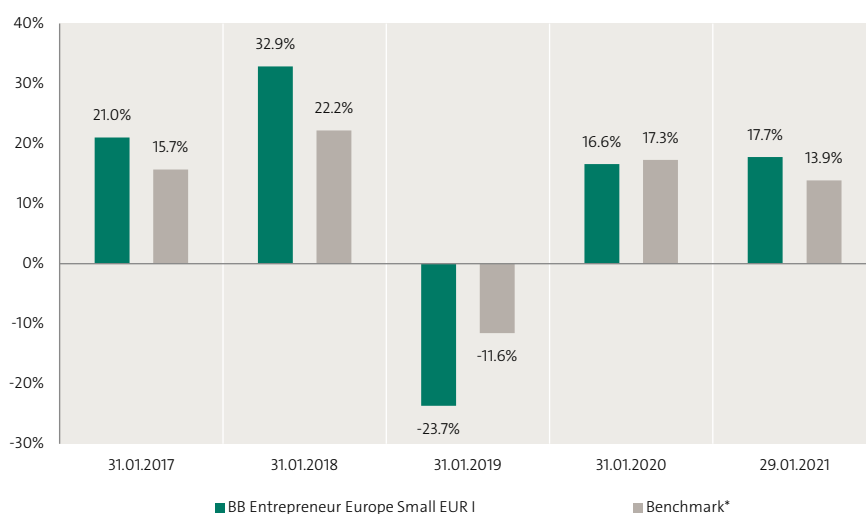
Cumulated & annualized performance

| | Cumulated | | | | | | Annualized | | | |
|-------|-----------|------|--------|---------|---------|--------------|------------|---------|---------|--------------|
| | 1 month | YTD | 1 year | 3 years | 5 years | since launch | 1 year | 3 years | 5 years | since launch |
| I EUR | 1.8% | 1.8% | 17.8% | 4.8% | 68.5% | 197.2% | 17.8% | 1.6% | 11.0% | 12.0% |
| BM | 0.6% | 0.6% | 13.9% | 18.1% | 67.0% | 190.8% | 13.9% | 5.7% | 10.8% | 11.8% |

Annual performance

| | 2016 | 2017 | 2018 | 2019 | 2020 | YTD |
|-------|-------|-------|--------|-------|-------|------|
| I EUR | 12.8% | 29.8% | -28.5% | 28.3% | 16.3% | 1.8% |
| BM | 5.5% | 20.3% | -15.8% | 28.5% | 11.7% | 0.6% |

Rolling 12-month-performance



Source: Bellevue Asset Management, 31.01.2021; 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.

* MSCI Europe ex UK Small since 18.05.15, MSCI Europe Small until 15.05.15

Top 10 positions

| | |
|-------------------|------|
| Sopra Steria | 3.5% |
| ASM International | 3.1% |
| Swissquote | 3.0% |
| Faurecia | 3.0% |
| Laboratorios Rovi | 2.9% |
| Mediaset Espana | 2.8% |
| Dürr | 2.7% |
| Subsea 7 | 2.7% |
| Asetek | 2.7% |
| Bakkafrost | 2.6% |

| | |
|------------------------|-------|
| Total top 10 positions | 28.8% |
| Total positions | 44 |

Sector breakdown

| | |
|------------------------|-------|
| Industrials | 20.4% |
| Information Tech. | 19.8% |
| Consumer Disc. | 12.5% |
| Consumer Staples | 8.8% |
| Materials | 8.3% |
| Communication Services | 7.6% |
| Financials | 6.5% |
| Health Care | 5.4% |
| Energy | 2.7% |
| Others | 1.9% |
| Cash | 6.2% |

Flow adjusted cash quota at around 5%

Geographic breakdown

| | |
|-------------|-------|
| Switzerland | 17.5% |
| France | 14.7% |
| Germany | 11.1% |
| Spain | 11.0% |
| Sweden | 11.0% |
| Norway | 7.2% |
| Italy | 6.1% |
| Finland | 6.0% |
| Netherlands | 3.1% |
| Denmark | 2.7% |
| Portugal | 2.0% |
| Austria | 1.4% |
| Cash | 6.2% |

Market cap breakdown

| | |
|-----------|-------|
| 0 - 1 bn | 17.4% |
| 1 - 2 bn | 26.3% |
| 2 - 5 bn | 38.2% |
| 5 - 15 bn | 12.0% |
| Others | 6.1% |

Market review

Small and mid caps, as measured by the MSCI Europe Small Cap ex-UK, returned 0.6% in January with broader indexes slightly negative (SXXR -0.8%). The positive economic outlook for 2021 has been overshadowed by continued rising COVID-19 cases, extended lock-downs, the emergence of new variants as well as delays in the initial vaccination program due to production bottlenecks. This makes for a soft start with Q1 2021 Eurozone GDP forecast slowing to -2.5%, and a subsequent +12.6% yoy rebound expected for Q2. Composite PMI were down from 49.1 in December to 47.5 in January, still largely above levels seen during the initial months of the pandemic, suggesting that the economic impact of the second wave has so far been considerably less severe. The greatest signs of resilience continued to be evident in manufacturing as Eurozone factory output expanded for a seventh consecutive month thanks to sustained growth of new orders and exports. Sector wise, materials (+4.8%), information technology (+3.7%) and healthcare (+2.5%) performed best while communication services (-3.5%), energy (-3.2%) and utilities (-1.9%) lagged the most.

Against this backdrop, the fund rose 1.8% (EUR / B shares), outperforming its benchmark by 110 bps. Top performers in the month were Zur Rose (+44.8%), Varta (+24.5%) and Swissquote (+12.9%). Zur Rose reported Q4 2020 sales figures 3% above expectations, highlighting a sequential acceleration. We expect the introduction of eScripts in Germany to drive a significant growth acceleration in the online Rx, which should fully materialize from 2022 onwards when electronic prescriptions become mandatory. Varta experienced a massive short squeeze as of mid-January, being shorted by a group of US hedge funds heavily involved in the US "Gamestop" reverse short attack by retail investors. This was an opportunity to take profits and strongly reduce our position, as our fair value was largely exceeded. Swissquote surprised with another positive profit warning, guiding for sales and pre-tax profit 5% ahead of its earlier guidance. Net new money inflow amounted to CHF 5.3 bn, way above the group's guidance of CHF 3 bn, resulting in CHF 39.8 bn total client assets, already above the 2022 guidance of CHF 36 bn. This bodes well for further earnings upgrades and also demonstrates that the Swiss market although mature is still providing opportunities for market share gains at the expense of larger established players.

Top detractors in the month were Invisio (-21.3%), Liberbank (-16.3%) and Subsea 7 (-7.7%). Invisio corrected strongly after rising 33% in December on the negative announcement of a pause in orders from the US Marine Corps. While an important potential customer for the future, this set back does not in any way compromise the overall growth potential of Invisio. The long awaited Unicaja-Liberbank merger (all-share deal with no premium) did not induce the expected market reaction as both banks widely underperformed. The operation will create the fifth largest financial group in Spain, with over EUR 109 bn of assets and EUR 67 bn of customer deposits. Synergies are large, amounting to >40% of today's combined market value. We understand the local press has been questioning the management alignment of the new entity between the two owning foundations. In this sense the extraordinary general meeting to be held in March should be a positive trigger for a rerating of the stock. At 0.2x tangible equity, Liberbank is extraordinarily cheap. Subsea 7 consolidated after a strong performance in 2020, but remains a top pick in the oil services business with its combination of strong balance sheet and excellent revenue coverage for 2021. We see a multitude of triggers for Subsea 7 from a cyclical improvement to the potential revaluation or spin-off of its renewables activities.

Positioning & outlook

Markets have performed well ahead of earnings in 2020 and in 2021 we therefore need evidence of strong EPS delivery. In a likely scenario of synchronized worldwide growth from H2 2021 on, cyclical stocks should benefit the most, widely outgrowing their defensive peers. As a region, Europe is expected to stage the sharpest rebound as it suffered the steepest fall and boasts the more cyclical bias in terms of index composition. We deem this a positive environment for small caps, value and cyclicals similar to the years of 2016/17. We have accordingly added to our value exposure now accounting for ca. 36% of the BB Entrepreneur Europe Small Fund.

Source: Bellevue Asset Management, 31.01.2021;

For illustrative purposes only. Holdings and allocations are subject to change. Any reference to a specific company or security does not constitute a recommendation to buy, sell, hold or directly invest in the company or securities. Where the subfund is denominated in a currency other than an investor's base currency, changes in the rate of exchange may have an adverse effect on price and income.

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 European small capitalized founder-controlled companies. The Fund displays the typical risks associated with equity investments in European small caps.



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 sub-fund. 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.

Inherent risks

- The fund invests in equities. Equities are subject to price fluctuations and so are also exposed to the risk of price losses.
- Shares in smaller businesses are generally traded in lower volumes and are subject to bigger price fluctuations than larger enterprises.
- The fund invests in foreign currencies, which means a corresponding degree of currency risk against the reference currency.
- The fund may invest a proportion of its assets in financial instruments that might under certain circumstances have a relatively low level of liquidity, which can in turn affect the fund's liquidity.
- The fund may engage in derivatives transactions. The increased opportunities gained come with an increased risk of losses.

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 authorized 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 Europe Small is a Sub-fund of Bellevue Funds (Lux).

This marketing communication is issued by Bellevue Asset Management AG, which is an authorized 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 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 AT, DE, LU, ES and CH.

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 Konstanz

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 Zürich

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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