

Zurich investment foundation

Equity Europe

Long-term capital growth combined with risk diversification

Equities are an important factor for a successful investment. Due to their potential to generate capital gains, equities are a high contributor to attractive portfolio returns. The chance to achieve higher returns is associated with higher risks.

Your advantages at a glance

- **Module for flexibly implementing the investment strategy of a pension plan**
- **Broadly diversified and transparent investments**
- **Independent investment management process, which meets the highest compliance requirements**
- **Attractive terms**

Investment universe

The Asset Pool «Equities Europe» invests in high quality stocks in Europe excluding Switzerland. The blended investment philosophy is based on a fundamentally-driven bottom-up analysis with a strong awareness of the macro economic situation.

Investment process

Step one of the investment process is idea generation. All companies in the investment universe are analyzed in a pre-screening process.

A more detailed analysis of the remaining companies is part of the following step. A consistent templates allows for a direct comparison of all companies across sectors: Data is updated and calculated automatically which helps sector analysts to focus on qualitative aspects and on data interpretation.

In a final step the actual investment portfolio is created. An overall impact analysis is performed for all companies that are added to the portfolio. The manager is supported by an integrated system, which allows for a precise modelling of the target portfolio.



Manager

BlackRock

BlackRock is an independent institutional asset and risk manager. The company, which was founded in 1988, has currently over USD 3.7trillion AuM (per 31.12.12). The team has access to BlackRock's vast resources as well as to self-created, innovative information sources.

Equity Europe

The European equities portfolio invests preferably in equities of first-class European companies (excluding Switzerland) with a local and international field of activity, which may benefit from current market developments to an above-average extent.

As of 31.10.2017

Performance (gross of fees, indexed)



Key characteristics

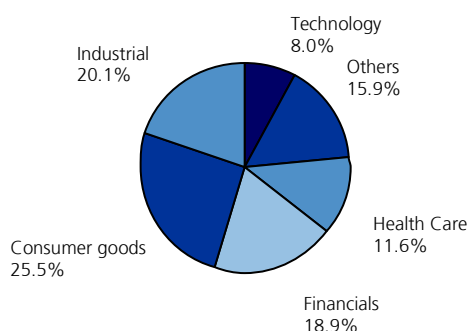
Manager	BlackRock
ISIN	CH0007226837
Bloomberg Ticker	ZAKTEUR SW
Benchmark	MSCI Europe ex CH
First issue	05.1999
Financial year	1.1. - 31.12.
Currency	CHF
Risk currency	Diverse
AuM (in mio.)	672.85
Net asset value	1,291.46
Management Fee	0.80%
TER (KGAST)	0.82%
Spread	0.25%
Issue/Redemption	Daily
Number of issuers	57
Off-BM positions	9.06%

For further information please visit: www.zurichinvest.ch

Currency exposure (in %)

	Zurich
EUR	62.46
GBP	25.26
SEK	5.74
DKK	3.44
Others	3.10

Sectors (in %)



Performance (net of fees in %, in CHF)

	Zurich	Benchmark
1 month	2.50	3.83
3 month	6.39	7.97
Current year	19.38	21.71
1 year p.a.	25.30	29.05
5 years p.a.	8.88	9.56
10 years p.a.	-2.06	-1.29
Since inception p.a.	1.57	1.93

Volatility (in %)

	Zurich	Benchmark
1 year p.a.	7.87	8.29
5 years p.a.	11.96	12.81
10 years p.a.	18.30	18.51
Since inception p.a.	19.22	17.92

Risk figures since inception

	Zurich	Benchmark
Sharpe Ratio	0.04	0.06
Beta	1.02	1.00
Tracking Error p.a.	5.73	-
Information Ratio	-0.06	-
Jensen's Alpha (in %)	-0.39	-
Max. Drawdown (in %)	205.90	152.17
Recovery Period*	175	104

*) in months

Largest positions (in %)

	Zurich
British American Tobacco PLC	3.54
Banco Santander SA	2.73
ING Groep NV	2.70
Prudential PLC	2.66
Telefonica SA	2.58

Risk figures for other time periods

	1 year p.a.	5 years p.a.	10 years p.a.	Since inception p.a.
Sharpe Ratio	3.31	0.78	-0.12	0.04
Beta	0.91	0.91	0.98	1.02
Tracking Error p.a.	2.42	3.13	2.71	5.73
Tracking Error Ex Ante	2.51	-	-	-
Information Ratio	-1.55	-0.22	-0.28	-0.06
Jensen's Alpha (in %)	-0.99	0.26	-0.80	-0.39

Overview performance (net of fees in %)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2017	-0.45	1.78	3.70	4.11	0.90	-2.31	4.05	-0.42	4.24	2.50			19.38
2016	-4.02	-5.02	2.17	1.01	3.16	-7.42	2.50	0.30	-0.30	-2.76	0.49	4.45	-6.00
2015	-5.46	9.92	-0.37	0.44	0.87	-3.11	6.11	-6.06	-2.98	6.92	2.70	-4.47	3.08
2014	-2.22	4.68	-1.60	-0.05	0.69	-1.49	-2.58	1.13	0.51	-0.98	3.43	-0.70	0.57
2013	5.05	0.07	1.44	2.35	4.75	-5.57	5.02	-0.74	4.20	4.01	1.53	1.62	25.85
2012	3.76	3.57	-1.03	-2.53	-6.63	5.53	3.92	2.18	1.85	0.96	1.86	2.61	16.57
2011	5.52	2.37	-2.07	2.37	-6.11	-2.28	-10.64	-9.19	-0.92	8.86	-0.64	0.52	-13.16
2010	-4.45	-0.81	4.48	-0.33	-5.76	-8.33	8.85	-7.82	8.36	5.34	-6.63	1.46	-7.48
2009	-1.80	-9.62	1.98	14.73	5.40	-0.31	8.39	5.45	3.00	-2.83	1.05	3.50	30.54
2008	-15.19	-1.74	-4.93	11.37	0.89	-10.14	-0.71	-0.35	-15.62	-18.29	-2.16	-7.51	-50.61
2007	3.94	-2.71	2.54	6.06	4.13	0.16	-3.11	-0.21	2.64	3.34	-6.69	-1.59	8.05

¹ TER according to KGAST: The figure corresponds to the Total Expense Ratio (TER) from the last year and is no guarantee for a similar TER in the future.

² Spread: Settlement with an additional subscription or redemption charge (protection of the fund performance)

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