

Zurich investment foundation

Bonds Switzerland

Well-proven basis for successful investment

Bonds and money market investments are the basis for the successful occupational retirement provision investments. Our professionally managed portfolios are optimized with regard to risk and return.

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**
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Investment universe

The bonds Switzerland portfolio invests preferably in fixed-interest securities of first-class Swiss issuers denominated in Swiss francs. Not more than 15% of the portfolio may be invested in securities from the same debtor. This excludes debt owed by the Swiss Confederation, cantons, banks and insurance companies with their statutory head office in Switzerland.

Investment process

Portfolio construction is based on top-down analysis and bottom-up research. Forecasts for interest-rate changes are produced for the various market scenarios on the basis of a macroeconomic outlook. This top-down approach enables the portfolio manager to position himself appropriately in the market. The bottom-up research deals primarily with assessing the credit risk of individual issuers.

Manager

Deutsche Asset Management Switzerland

Deutsche Asset Management Switzerland, part of the Deutsche Bank Group, is a leading asset manager for institutional investors in Europe. Its size determines its potential, providing more proximity to the market, in-depth analyses and greater independence in forming an opinion.

Lombard Odier Investment Managers

LOIM are counted among the biggest independent asset managers in Switzerland. It is focused on institutional investors and represents the asset management business of Lombard Odier, which has always been wholly owned and managed by its partners.

Bonds Switzerland

The bonds Switzerland portfolio invests preferably in fixed-interest securities of first-class Swiss issuers denominated in Swiss francs. Not more than 15% of the portfolio may be invested in securities from the same debtor. This excludes debt owed by the Swiss Confederation, cantons, banks and insurance companies with their statutory head office in Switzerland.

As of 31.10.2017

Key characteristics

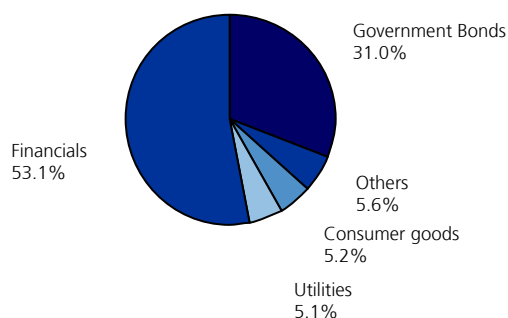
Manager	DEAMS, LOIM
ISIN	CH0007226944
Bloomberg Ticker	ZOBLSWZ SW
Benchmark	SBI Domestic AAA-BBB TR
First issue	05.1999
Financial year	1.1. - 31.12.
Currency	CHF
Risk currency	CHF
AuM (in mio.)	506.08
Net asset value	1,669.55
Management Fee	0.40%
TER (KGAST)	0.40%
Spread	0.15%
Issue/Redemption	Daily
Number of issuers	103
Off-BM positions	1.39%

For further information please visit: www.zurichinvest.ch

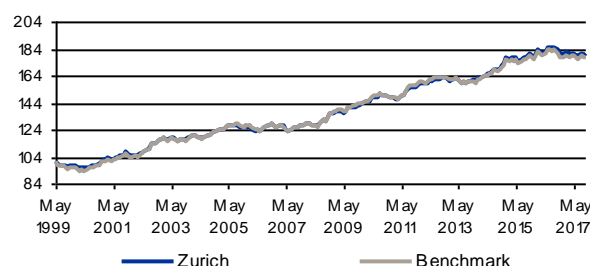
Maturities (in %)

	Zurich
>10	29.92
7-10	27.49
5-7	19.06
3-5	16.23
1-3	7.12
<1	0.18

Sectors (in %)



Performance (gross of fees, indexed)



Performance (net of fees in %, in CHF)

	Zurich	Benchmark
1 month	0.39	0.44
3 month	0.77	0.76
Current year	-0.16	-0.03
1 year p.a.	-1.80	-1.75
5 years p.a.	1.73	1.78
10 years p.a.	3.20	3.47
Since inception p.a.	2.85	3.18

Volatility (in %)

	Zurich	Benchmark
1 year p.a.	3.12	3.10
5 years p.a.	3.30	3.28
10 years p.a.	3.10	3.20
Since inception p.a.	3.09	3.26

Risk figures since inception

	Zurich	Benchmark
Sharpe Ratio	0.65	0.72
Tracking Error p.a.	0.47	-
Information Ratio	-0.70	-
Jensen's Alpha (in %)	-0.19	-
Max. Drawdown (in %)	5.10	6.72
Recovery Period*	7	9
Modified Duration	8.40	8.57

*) in months

Rating (in %)

	Zurich
AAA	54.71
AA	20.55
A	14.35
BBB	10.36
LIQ	0.04

Risk figures for other time periods

	1 year p.a.	5 years p.a.	10 years p.a.	Since inception p.a.
Sharpe Ratio	-0.34	0.65	0.96	0.65
Tracking Error p.a.	0.17	0.30	0.34	0.47
Tracking Error Ex Ante	0.43	-	-	-
Information Ratio	-0.34	-0.16	-0.79	-0.70
Jensen's Alpha (in %)	-0.05	-0.05	-0.16	-0.19

Overview performance (net of fees in %)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2017	-0.40	1.39	-0.88	0.02	0.30	-0.97	-0.37	1.27	-0.88	0.39			-0.16
2016	2.01	1.26	-0.78	-0.44	0.48	1.66	-0.14	-0.34	0.31	-1.14	-1.62	-0.03	1.17
2015	2.80	-0.74	0.55	-0.34	0.24	-1.31	0.82	0.31	0.01	0.97	0.71	-1.82	2.15
2014	1.98	0.04	0.36	0.80	0.71	0.36	0.46	1.12	-0.36	0.36	1.10	0.92	8.11
2013	-1.31	0.68	0.04	0.82	-0.91	-1.90	0.38	-0.30	0.52	0.47	0.28	-1.12	-2.36
2012	0.59	0.19	-0.52	0.42	1.22	-0.47	0.98	0.22	-0.04	0.23	0.23	-0.22	2.83
2011	-0.36	-0.09	-0.29	-0.31	1.53	0.49	1.69	0.99	1.14	-0.15	0.34	0.83	5.93
2010	0.66	0.75	-0.02	0.35	1.41	0.38	0.21	1.57	-0.83	-0.07	-0.28	-0.74	3.42
2009	0.50	0.04	0.46	0.30	-0.91	0.52	1.77	0.34	0.24	0.11	0.85	0.01	4.29
2008	1.23	-0.09	-0.13	-0.57	-0.23	-0.48	1.80	0.93	0.95	-0.67	3.85	0.26	6.98
2007	-0.55	0.59	-0.40	-0.16	-1.48	-0.99	0.59	0.94	0.21	0.51	0.90	-0.77	-0.65

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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