

Vontobel Fund II - Active Beta HI (Hedged) CHF

Multi Asset - Active Beta

The fund invests in global equities and government bonds and aims to generate an absolute positive return while promoting environmental and social characteristics by following ESG integration and exclusion approaches. The portfolio structure is optimally adjusted to the opportunities and risks of the prevailing market conditions (economic cycles) through long-term tactical management of the equity allocation and bond duration. This ensures a sustained stabilization of the return profile. The underlying assessment of the market environment and the resulting tactical return potentials are based on the quantitative investment models developed by Vontobel, GLOCAP and FINCA. The equity exposure is currently managed in a global implementation between 0 and 60%, the duration between 0 and 10 years. At the same time, the securities portfolio promotes environmental and social characteristics by following an ESG integration and exclusion approach to invest in corporates and sovereigns with an ESG rating above a minimum threshold. Additionally, the securities portfolio consists at least 15% green, social and sustainable bonds.

General Information

Investment Manager	Vontobel Asset Management S.A. - Munich branch	Management Fee p.a.	0.45%
Custodian	CACEIS Bank, Luxembourg Branch	TER (as of 28.03.2024)	0.67%
Management Company	Vontobel Asset Management S.A.	Launch Date (Shareclass)	21.01.2019
Investment Company	Vontobel Fd. II, SICAV, UCITS V compliant	Launch Price [CHF]	100.00
Fund Domicile	Luxemburg	ISIN	LU1936094819
Fund Currency	EUR	Valor	45837876
Share Class Currency	CHF (Hedged)	Bloomberg	VOVABHI LX
Net Asset Value [CHF]	102.26	Distribution policy	Accumulating
Fund Volume [Mln. EUR]	352.60		

Investment Strategies



GLOCAP is a scientifically based economic approach for dynamic modelling and forecasting of capital market yield drivers. The GLOCAP allocation signals are used for the tactical control of equity allocation.



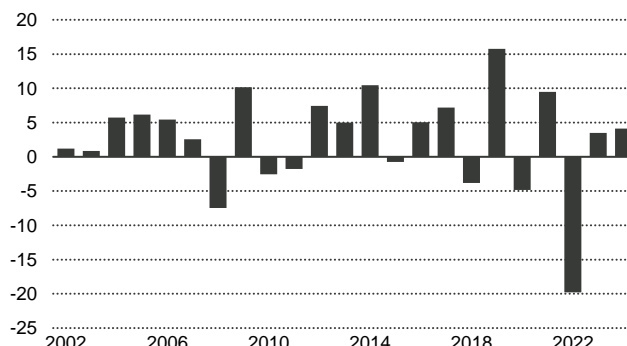
FINCA models the development of the yield curves for the most important global currency zones. Based on forecasting of the dynamics of the yield curves, FINCA selects a tactical positioning on each yield curve separately.

Price Development Vontobel Fund II - Active Beta Hedged in CHF (based on EUR track record until 21.01.2019)*

Indexed Net Performance in CHF (Hedged) - since Inception



Net Performance per Calendar Year in %



*CHF hedged AI share class shown until 20.01.2019. Live HI CHF share class shown from 21.01.2019. The methodology applied for the calculation of the hedged portfolio mimics the typical share class hedging methodology applied for our existing public funds. On a monthly basis, the NAV of the AI EUR share class is currency hedged with a 1-month CHF/EUR forward. The notional of the forward is fixed once a month and not adjusted for market price effects. The total return performance (time weighted return) is calculated on a daily basis and adjusted for in- and outflows. Hedging fees (0.12% p.a.) are taken into account. The NAV corresponds to the official share price of the AI EUR share class of the fund (net performance) whereas FX spot quotes and the FX forwards prices are observed on Bloomberg CMPN (Composite New York). Further information on the hedging methodology is available on request. **The performance is shown for illustrative purposes only and is not a reliable indicator of current and future performance.** The performance data does not take into account any commissions and costs charged when shares of the fund are issued and redeemed, if applicable. The return of the fund may go down as well as up due to changes in rates of exchange between currencies. Source: Vontobel Asset Management AG as of 15.01.2020.

		2013	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024	
10 years	Fund	5.01	10.46	-0.75	5.06	7.19	-3.84	15.77	-4.84	9.47	-19.78	3.49	4.11	
	GLOCAP	8.57	0.47	-0.25	2.93	9.45	-5.37	10.00	-5.53	9.68	-9.43	3.21	4.83	
	FINCA	-3.56	9.99	-0.50	2.13	-2.25	1.53	5.76	0.70	-0.21	-10.34	0.28	-0.73	
		Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Total
2024	Fund	-0.39	0.38	1.37	-1.08	0.88	0.23	0.78	0.65	1.26	-	-	-	4.11
	GLOCAP	-0.13	0.80	1.16	-0.44	0.86	0.19	0.57	0.55	1.21	-	-	-	4.83
	FINCA	-0.27	-0.43	0.20	-0.64	0.01	0.03	0.21	0.11	0.05	-	-	-	-0.73

Net Performance of HI Share Class in %, CHF (Hedged)*

	1 month	YTD	3 years p.a.	5 years p.a.	10 years p.a.	since inception
Fund	1.26	4.11	-3.97	-1.70	1.45	68.80
	10/2019 - 09/2020	10/2020 - 09/2021	10/2021 - 09/2022	10/2022 - 09/2023	10/2023 - 09/2024	
Fund	-5.82	10.06	-16.11	-1.24	6.87	

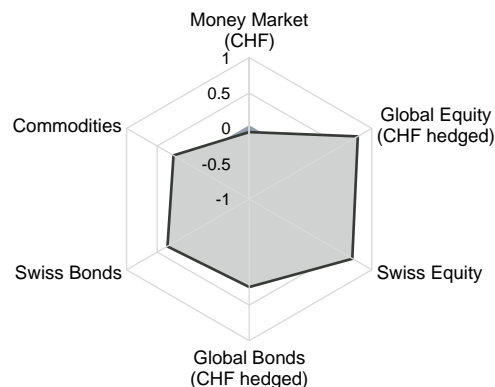
*CHF hedged AI share class shown until 20.01.2019. Live HI CHF share class shown from 21.01.2019. The methodology applied for the calculation of the hedged portfolio mimics the typical share class hedging methodology applied for our existing public funds. On a monthly basis, the NAV of the AI EUR share class is currency hedged with a 1-month CHF/EUR forward. The notional of the forward is fixed once a month and not adjusted for market price effects. The total return performance (time weighted return) is calculated on a daily basis and adjusted for in- and outflows. Hedging fees (0.12% p.a.) are taken into account. The NAV corresponds to the official share price of the AI EUR share class of the fund (net performance) whereas FX spot quotes and the FX forwards prices are observed on Bloomberg CMPN (Composite New York). Further information on the hedging methodology is available on request. **The performance is shown for illustrative purposes only and is not a reliable indicator of current and future performance.** The performance data does not take into account any commissions and costs charged when shares of the fund are issued and redeemed, if applicable. The return of the fund may go down as well as up due to changes in rates of exchange between currencies. Source: Vontobel Asset Management AG as of 15.01.2020.

Fund Characteristics

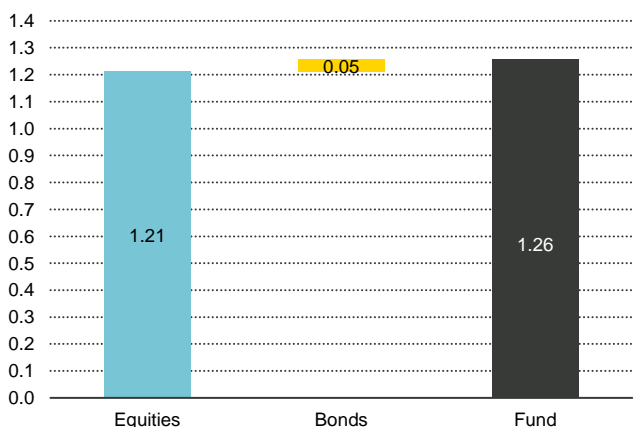
Return and Risk

Return since inception p.a. [%]	2.42
Volatility [3 years, annualised]	6.30
Sharpe Ratio [3 years, annualised]	-
Sharpe Ratio [since inception, annualised]	0.41
Best Month [%]	3.91
Worst Month [%]	-7.42
Positive Months	163
Value at Risk 95/1M [% ex-ante]	2.43
Duration [years]	4.96

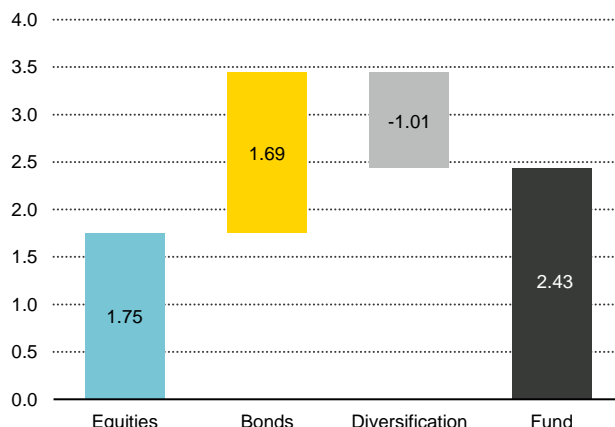
Correlations



Return Attribution Current Month in %, CHF (Hedged)



Risk Attribution (VaR 1M/95%) Current Month in %, CHF (Hedged)



At the beginning of October, the fundamental economic market environment continues to navigate the tension between growth concerns, interest rate hopes, and geopolitical risks.

While the stock markets initially recorded noticeable losses in the reporting month of September, the first rate cut by the US Fed gave market participants' risk appetite renewed strength, leading to significant gains for risk-bearing assets over the course of the month. At the beginning of September, economic concerns in the U.S. and Germany still weighed heavily on investors' risk appetite. Although German exports have so far shown a sales increase in the second half of the year, companies in Germany sharply reduced production in July by 2.4 percent, much more than expected. The weak German economy is increasingly proving to be a drag on the Eurozone: while the gross domestic product in Eurozone countries grew slightly by 0.2 percent in the second quarter, the German economy shrank by 0.1 percent during the same period. The slowdown in the U.S. economy was particularly reflected in a weaker jobs report, which weighed heavily on sentiment and stock markets at the beginning of the month. However, hopes for interest rate cuts on both sides of the Atlantic gained traction and were confirmed when the ECB lowered its key interest rate by 0.25% on September 10, followed by a strong signal from the US Fed with a 50 basis point cut on September 19.

In this environment, the MSCI World gained 1.0% in euro terms and 1.9% in US dollars. The euro appreciated 0.8% against the US dollar, and the European stock market (EuroStoxx50) rose by 0.9%. German government bonds, considered safe, also posted a positive return of 1.2% in September.

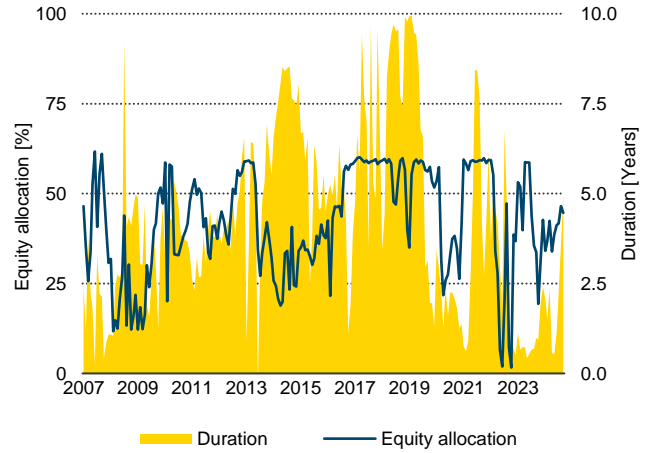
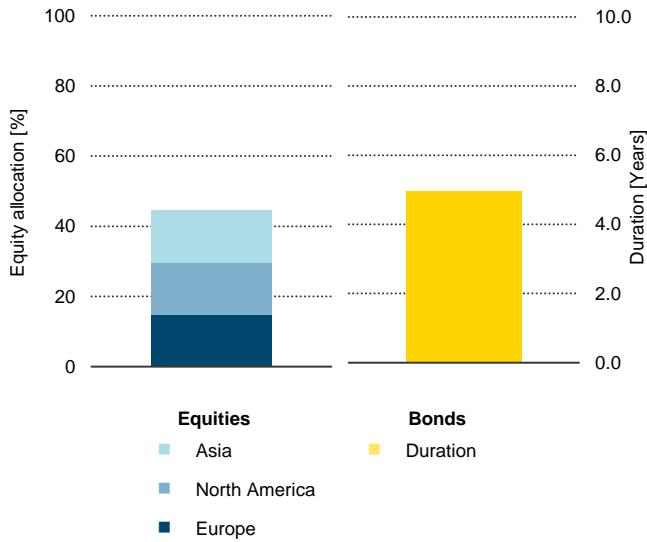
This month's outlook

The looming escalation of the Middle East conflict is currently weighing on investor risk appetite. While losses on the stock markets have so far remained limited after an initial wave of risk aversion, rising oil prices are signaling early concerns in the commodities market. These could hamper the recovery of the global growth outlook. Looking ahead, volatility in the capital markets is likely to remain elevated overall—especially given the still completely uncertain outcome of the U.S. presidential election in early November.

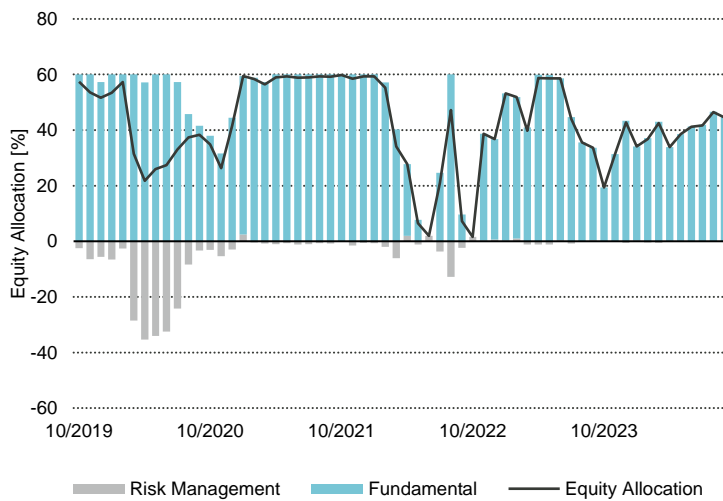
Current Allocation

	TOTAL		TOTAL
Equity Allocation	44.62%		
Bond Allocation	148.21%		
Equity Markets	TOTAL	Bond Markets	TOTAL
Europe	14.79%	Europe	118.93%
Eurozone (EuroStoxx50)	3.68%	Collateral**	93.49%
United Kingdom (FTSE 100)	3.70%	Germany (6-10 Years)	5.89%
Sweden (OMX)	3.70%	France (6-10 Years)	7.45%
Switzerland (SMI)	3.71%	United Kingdom (6-10 Years)	12.10%
	TOTAL		TOTAL
North America	14.92%	North America	15.87%
Canada (S&P / TSE 60)	4.95%	Canada (6-10 Years)	6.62%
US (Dow Jones Industrial Average)	2.50%	US (6-10 Years)	9.26%
US (NASDAQ 100)	4.95%		
US (S&P 500)	2.52%		
	TOTAL		TOTAL
Asia / Pacific	14.91%	Asia / Pacific	13.41%
Australia (S&P / ASX 200)	3.73%	Australia (6-10 Years)	13.41%
Hong Kong (Hang Seng)	3.73%		
Japan (TOPIX)	3.71%		
Singapore (MSCI Singapore)	3.74%		

** Collateral includes short-term collateral bonds which add as cash-effective investments to the derivative-based implementation of the GLOCAP and FINCA strategy.

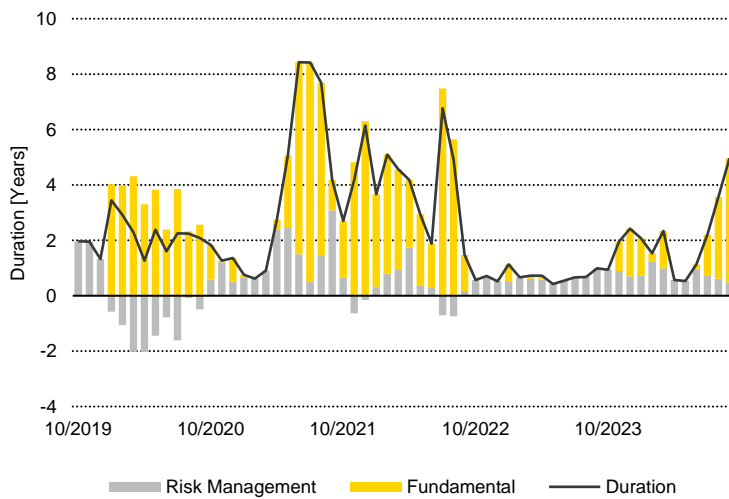


Attribution of Equity Allocation [last 5 years; in %]



Our equity allocation model slightly decreased the tactical equity weighting in September to 44.6%. The equity allocation is derived from contributions of dividend yield, TED spread, credit spread, and term spread. The term spread remains the determining factor for positioning, which was slightly reduced during the reporting period. The majority of the allocation reduction is attributable to the variable dividend yield. After the TED spread and the credit risk spread recently provided no or negative contribution, they are currently contributing positively to the equity allocation again.

Attribution of Fund Duration [last 5 years; in years]



The tactical duration held in the fund was gradually built up in the context of a long-only approach during the reporting period and amounts to 4.4 years as of the end of September. The positioning of the global government bonds held in the portfolio results from the contributions of the model types Carry, Mean Reversion, and Momentum. The sub-model Carry continues to provide only a small contribution to the bond allocation. The build-up in the reporting month is almost equally attributable to the sub-models Mean Reversion and Momentum.

- + Potential gains on invested capital through opportunities in global equity and bond markets
- + Use of equity index and government bond derivatives to enhance fund performance and earnings
- + Bond investments offer interest income and opportunities for capital gains in the event of a decline in market yields
- + Potential benefits of investing in liquid money market instruments that are less interest rate sensitive than longer-dated bonds

- The share value may fall below the purchase price at which the investor acquired his unit.
- The use of derivatives can generate additional risks (e.g. counterparty risk).
- Interest rates may fluctuate, bonds experience price losses as interest rates rise
- Market-related price fluctuations are possible
- foreign exchange risk
- Investments in money market instruments are associated with risks such as interest rate risk, inflation risk and economic instability.

Important Legal Information:

This marketing document was produced for institutional clients in Switzerland, Luxembourg and Singapore.

This document is for information purposes only and does not constitute an offer, solicitation or recommendation to buy or sell shares of the fund/fund units or any investment instruments, to effect any transactions or to conclude any legal act of any kind whatsoever. Subscriptions of shares of the fund should in any event be made solely on the basis of the fund's current sales prospectus (the "Sales Prospectus"), the Key (Investor) Information Document ("K(I)ID"), its articles of incorporation and the most recent annual and semi-annual report of the fund and after seeking the advice of an independent finance, legal, accounting and tax specialist. This document is directed only at recipients who are institutional clients, such as eligible counterparties or professional clients as defined by the Markets in Financial Instruments Directive 2014/65/EC ("MiFID") or similar regulations in other jurisdictions, or as qualified investors as defined by Switzerland's Collective Investment Schemes Act ("CISA").

This fund considers sustainability risks but does not promote environmental and/or social characteristic and does not have a sustainable investment objective.

Past performance is not a reliable indicator of current or future performance. Performance data does not take into account any commissions and costs charged when shares of the fund are issued and redeemed, if applicable. The return of the fund may go down as well as up, e.g. due to changes in rates of exchange between currencies. The value of the money invested in the fund can increase or decrease and there is no guarantee that all or part of your invested capital can be redeemed.

Interested parties may obtain the above-mentioned documents free of charge from the representative in Switzerland: Vontobel Fonds Services AG, Gotthardstrasse 43, 8022 Zurich, the paying agent in Switzerland: Bank Vontobel AG, Gotthardstrasse 43, 8022 Zurich, from the authorized distribution agencies and from the offices of the fund at 11-13 Boulevard de la Foire, L-1528 Luxembourg. Refer for more information on the fund to the latest prospectus, annual and semi-annual reports as well as the Key (Investor) Information Document ("K(I)ID"). These documents may also be downloaded from our website at vontobel.com/am. A summary of investors rights is available in English under the following link: www.vontobel.com/vamsa-investor-information.

The MSCI data is for internal use only and may not be redistributed or used in connection with creating or offering any securities, financial products or indices. Neither MSCI nor any other third party involved in or related to compiling, computing or creating the MSCI data (the "MSCI Parties") makes any express or implied warranties or representations with respect to such data (or the results to be obtained by the use thereof), and the MSCI Parties hereby expressly disclaim all warranties of originality, accuracy, completeness, merchantability or fitness for a particular purpose with respect to such data. Without limiting any of the foregoing, in no event shall any of the MSCI Parties have any liability for any direct, indirect, special, punitive, consequential or any other damages (including lost profits) even if notified of the possibility of such damages.

Source: Bloomberg Index Services Limited. BLOOMBERG® is a trademark and service mark of Bloomberg Finance L.P. and its affiliates (collectively "Bloomberg"). BARCLAYS® is a trademark and service mark of Barclays Bank Plc (collectively with its affiliates, "Barclays"), used under license. Bloomberg or Bloomberg's licensors, including Barclays, own all proprietary rights in the Bloomberg Barclays Indices. Neither Bloomberg nor Barclays approves or endorses this material, or guarantees the accuracy or completeness of any information herein, or makes any warranty, express or implied, as to the results to be obtained therefrom and, to the maximum extent allowed by law, neither shall have any liability or responsibility for injury or damages arising in connection therewith.

Except as permitted under applicable copyright laws, none of this information may be reproduced, adapted, uploaded to a third party, linked to, framed, performed in public, distributed or transmitted in any form by any process without the specific written consent of Vontobel. To the maximum extent permitted by law, Vontobel will not be liable in any way for any loss or damage suffered by you through use or access to this information, or Vontobel's failure to provide this information. Our liability for negligence, breach of contract or contravention of any law as a result of our failure to provide this information or any part of it, or for any problems with this information, which cannot be lawfully excluded, is limited, at our option and to the maximum extent permitted by law, to resupplying this information or any part of it to you, or to paying for the resupply of this information or any part of it to you. Neither this document nor any copy of it may be distributed in any jurisdiction where its distribution may be restricted by law. Persons who receive this document should make themselves aware of and adhere to any such restrictions. In particular, this document must not be distributed or handed over to US persons and

Glossary**Benchmark**

An index that is used to measure the performance of an investment fund with the purpose of tracking the return of such index or of defining the asset allocation of a portfolio or of computing the performance fees.

Duration (Modified Duration)

Duration is an indication of how much a bond's price could be affected by a change in interest rates.

Management Fee

Is a fee which covers all costs relating to possible services rendered in connection with investment management and distribution. Please refer to the fund's prospectus for a complete description.

NAV

The Net Asset Value (NAV) represents the value per share. It is calculated by dividing the total net asset value of the fund (the value of the fund's assets less its liabilities) by the number of shares outstanding.

Sharpe Ratio

The Sharpe ratio indicates the additional reward per unit of risk compared to a risk/free investment. It reveals how much performance was achieved at what level of risk.

TER

The fees and incidental costs charged on the management of collective investment schemes are to be disclosed using the internationally recognized Total Expense Ratio (TER). This ratio expresses the sum of all fees and incidental costs charged on an ongoing basis to the collective investment scheme's assets (operating expenses) taken retrospectively as a percentage of the net assets.

Volatility

Volatility (or risk or standard deviation) is an indicator of the range of fluctuation of the annualized performance of a fund over a certain period.