

Vontobel Fund – European Equity

Marketing document for institutional investors in: AT, CH, DE, ES, FI, FR, GB, IT, LI, LU, NL, NO, PT, SE, SG (Professional Investors only).

Investors in France should note that, relative to the expectations of the Autorité des Marchés Financiers, this fund presents disproportionate communication on the consideration of non-financial criteria in its investment policy.

Summary

- The performance of the Fund was negative in July 2026 and underperformed the MSCI Europe ND.
- The Consumer Staples and Real Estate sectors were positive contributors to relative performance over the month. The Information Technology and Consumer Discretionary sectors were the largest detractors from relative performance.
- On a country basis, Greece and Norway contributed to relative performance, while the United Kingdom and United States detracted from relative performance.
- Relative to the benchmark, the Fund's largest sector overweights for the month were Consumer Discretionary and Consumer Staples while the largest sector underweights were Energy and Health Care.
- The fund's largest country overweights were the United Kingdom and Italy relative to the benchmark. The largest underweights were the France and Germany at the end of month.

Market developments

Global equities ended July essentially flat as geopolitical tensions and concerns around AI contributed to periods of market volatility. Conflict between the US and Iran re-erupted. Oil prices spiked and then pulled back on hopes of a de-escalation. Investors generally viewed the conflict as unlikely to result in a prolonged disruption to global energy supply. Central banks remained cautious. Both the Federal Reserve and the European Central Bank left interest rates unchanged, while signaling limited tolerance for any renewed inflationary pressures. Artificial intelligence (AI) remained a dominant market theme throughout July. However, investor attention shifted from the durability of AI-related demand to the potential returns on the substantial capital investments being made across the sector. Against this backdrop, US equities were flat. Corporate earnings broadly exceeded expectations and economic data continued to support a resilient growth narrative. Volatility in AI and technology stocks also weighed on emerging-market equities, which lagged stock markets of other major regions. Korean semiconductor and memory stocks came under pressure amid concerns about increasing Chinese competition. European equities outperformed the global benchmark, delivering positive performance for the month, with investors drawn to lower valuations and relatively low exposure to AI stocks.

Portfolio review

Purchases

AstraZeneca PLC

AZN is a leading European pharmaceutical company with major franchises in oncology, cardiology, and rare diseases. The company has one of the best long-term track records among its peers with respect to growth and R&D productivity. In addition, the company's medium-term outlook appears well underpinned based on pipeline success to date. Valuation also appears attractive given the quality of the business and solid near-term earnings momentum.

Sales

Rentokil Initial PLC

Rentokil's US turnaround will take longer than expected. There are also signs that the US industry is less robust than it used to be. While we wait to see how this develops, we reallocated to other opportunities.

Performance analysis

TOP3 Contributors:

COCA-COLA EUROPACIFIC PARTNE

CCEP 2Q/1H results beat and guided to top end of the FY26e range. Core EU business was ahead on volumes, whilst APAC operations ahead on margins.

DEUTSCHE BOERSE AG

Deutsche Boerse reported strong Q2 and benefitted from renewed volatility. Deutsche Boerse is a European financial infrastructure company. It generates revenues primarily from trading, clearing, custody and settlement activities, and data sales. In most of its businesses, it is either a monopoly or an oligopoly. Therefore, the economics are highly attractive. The trading businesses also tend to do well in periods of increased volatility, such as has been the case this year.

DNB BANK ASA

DNB 2Q beat on better investment bank and corporate loan fees, whilst NIM was broadly inline. We believe the bank is expected to see better NIM income 2H26e as local rate increase feeds through, whilst healthy local economy adds to corporate loan/FX fees.

TOP3 Detractors:

ASML HOLDING NV

Information reports that a Chinese state-backed company has begun manufacturing deep ultraviolet immersion (DUVi) machines. Per the article these DUV advances are still at an early stage, with the Chinese company planning to manufacture about five machines in 2026 and 20 in 2027. However, there have been false reports of Chinese progress in immersion lithography previously and it remains to be seen if this is a valid report. There has

been DUV tools shipped into local players, but availability/throughput continue to lag.

GAMES WORKSHOP GROUP PLC

While the company reported strong result, the Games Workshop underperformed on lower license revenue and increased tariffs.

Games Workshop is the leading fantasy miniature company in the world. It is vertically integrated, manufacturing miniatures and paints, and writes and publishes stories and game rules. It sells these products through its own retail network, through stockists, and online. It also licenses its IP to third parties to make video games, movies and tv shows. Its largest brand is called Warhammer 40,000.

INFINEON TECHNOLOGIES AG

Markets' concerns include potential share losses in key growth segments as competitors capitalize on supply constraints. After reporting its results, Texas Instruments (TXN) expected to gain share in the data center power delivery market beginning in the second half of 2026. Some analysts have previously flagged market share loss to Chinese competitors as a downside risk that

could lead to results falling below expectations. Lastly, we have seen some weak trends in high-voltage IGBTs for electric vehicles (EVs), an area currently undergoing restructuring which has been negatively affecting margins.

Outlook

In our view, the recent decline in AI-related capital expenditure (capex) beneficiaries is primarily sentiment-driven rather than the result of meaningful deterioration in the underlying fundamentals of the AI ecosystem. We continue to believe that the memory and semiconductor equipment companies we own are well positioned to benefit as the AI semiconductor cycle still has substantial runway ahead. We also expect energy infrastructure to remain an attractive long-term investment theme. As expectations for inflation and the path of interest rates shift, we seek to own businesses with strong pricing power. Amid current elevated market volatility, we remain focused on generating long-term growth through a diversified set of drivers.

Fund characteristics

Fund name	Vontobel Fund – European Equity
ISIN	LU0278085062
Share class	I EUR
Benchmark	MSCI Europe Index TR net
Inception date	3.4.2007

Historical performance (net returns, in %)

Time period	Fund	Benchmark	Time period	Fund	Benchmark
MTD	-2.9%	1.0%	2025	0.7%	19.4%
YTD	7.0%	11.8%	2024	11.5%	8.6%
1 year	2.5%	22.1%	2023	12.2%	15.8%
3 yrs p.a.	5.9%	14.0%	2022	-19.0%	-9.5%
5 yrs p.a.	3.1%	10.1%	2021	24.3%	25.1%
10 yrs p.a.	5.6%	9.3%	2020	4.6%	-3.3%
ITD p.a.	5.1%	5.5%	2019	28.6%	26.1%
			2018	-12.6%	-10.6%
			2017	11.1%	10.2%
			2016	-3.1%	2.6%

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.

Investment risks

- A company's stock price may be adversely affected by changes in the company, its industry or economic environment and prices can change quickly. Equities typically involve higher risks than bonds and money market instruments.
- The sub-fund's investments may be subject to sustainability risks. The sustainability risks that the sub-fund may be subject to are likely to have an immaterial impact on the value of the sub-fund's investments in the medium to long term due to the mitigating nature of the sub-fund's ESG approach. The sub-fund's performance may be positively or negatively affected by its sustainability strategy. The ability to meet social or environmental objectives might be affected by incomplete or inaccurate data from third-party providers. Information on how environmental and social objectives are achieved and how sustainability risks are managed in this sub-fund may be obtained from vontobel.com/sfdr.

Important legal information

This marketing document was produced by one or more companies of the Vontobel Group (collectively "Vontobel") for institutional clients, for distribution in AT, CH, DE, ES, FI, FR, GB, IT, LI, LU, NL, NO, PT, SE, SG (Professional Investors only). 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").

Neither the fund, nor the Management Company nor the Investment Manager make any representation or warranty, express or implied, with respect to the fairness, correctness, accuracy, reasonableness or completeness of an assessment of ESG research and the correct execution of the ESG strategy. As investors may have different views regarding what constitutes sustainable investing or a sustainable investment, the fund may

invest in issuers that do not reflect the beliefs and values of any specific investor. ESG investing and criteria employed may be subjective in nature. The considerations assessed as part of ESG processes may vary across types of investments and issuers and not every factor may be identified or considered for all investments. Information used to evaluate ESG components may vary across providers and issuers as ESG is not a uniformly defined characteristic. ESG investing may forego market opportunities available to strategies which do not utilize such criteria. There is no guarantee the criteria and techniques employed will be successful. Note: Unless otherwise stated in Fund documentation or included within the Fund's investment objective, information herein does not imply that the Fund has an ESG-aligned investment objective, but rather describes how ESG criteria and factors are considered as part of the overall investment process.

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 authorized distribution agencies and from the offices of the fund at 49 Avenue J.F. Kennedy, L-1855 **Lux-**

embourg, the facilities agent in **Austria**: Erste Bank der oesterreichischen Sparkassen AG, Am Belvedere 1, A-1100 Vienna, the representative in **Switzerland**: Vontobel Fonds Services AG, Gotthardstrasse 43, 8022 Zurich, the paying agent in Switzerland: Bank Vontobel AG, Gotthardstrasse 43, 8022 Zurich, the European facilities agent for **Germany**: PwC Tax and Advisory, Société coopérative - GFD, 2, rue Gerhard Mercator, L-2182 Luxembourg, Email: lu_pwc.gfd.facsvs@pwc.com, gfdplatform.pwc.lu/facilities-agent/, the information agent in **Liechtenstein**: LLB Fund Services AG, Äulestrasse 80, FL-9490 Vaduz. Refer for more information on the fund to the latest prospectus, annual and semi-annual reports as well as the key (investor) information documents ("KIID"). These documents may also be downloaded from our website at vontobel.com/am. A summary of investor rights (including information on representative actions for the protection of the collective interests of consumers under EU Directive 2020/1828) is available in English under: vontobel.com/vamsa-investor-information. Vontobel may decide to terminate the arrangements made for the purpose of marketing its collective investment schemes in accordance with Article 93a of Directive 2009/65/EC. **Finland**: The KID is available in Finnish. The KID is available in French. The fund is authorized to the commercialization in **France**. Refer for more information on the funds to the KID. **Italy**: Refer for more information regarding subscriptions in Italy to the Modulo di Sottoscrizione. For any further information: Vontobel Asset Management S.A., Milan Branch, Piazza degli Affari 2, 20123 Milano, telefono: 0263673444, e-mail: clientrela-tion.it@vontobel.com. **Netherlands**: The Fund and its sub-funds are included in the register of Netherlands's Authority for the Financial Markets as mentioned in article 1:107 of the Financial Markets Supervision Act ("Wet op het financiële toezicht"). **Norway**: The KID is available in Norwegian. Please note that certain sub-funds are exclusively available to qualified investors in Andorra or **Portugal**. In **Spain**, funds authorized for distribution are recorded in the register of foreign collective investment companies maintained by the Spanish CNMV (under number 280). The KID can be obtained in Spanish from Vontobel Asset Management S.A., Sucursal en España, Paseo de la Castellana, 91, Planta 5, 28046 Madrid. **Sweden**: The KID is available in Swedish. The fund and its sub-funds are not available to retail investors in **Singapore**. Selected sub-funds of the fund are currently recognized as restricted schemes by the Monetary Authority of Singapore. These sub-funds may only be offered to certain prescribed persons on certain conditions as provided in the "Securities and Futures Act", Chapter 289 of Singapore. This document was approved by Vontobel Pte. Ltd., which is licensed with the Monetary Authority of Singapore as a Capital Markets Services Licensee and Exempt Financial Adviser and has its registered office at 8 Marina Boulevard, Marina Bay Financial Centre (Tower 1), Level 04-03, Singapore 018981. This advertisement has not been reviewed by the Monetary Authority of Singapore. The fund is not authorized by the Securities and Futures Commission in **Hong Kong**. It may only be offered to those investors qualifying as professional investors under the Securities and Futures Ordinance. The contents of this document have not been reviewed by any regulatory authority in Hong Kong. You are advised to exercise caution and if you are in doubt about any of the contents of this document, you should obtain independent professional advice. This document was approved by Vontobel (Hong Kong) Ltd., which is licensed by the Securities and Futures Commission of Hong Kong and provides services only to professional investors as defined under the Securities and Futures Ordinance (Cap. 571) of Hong Kong and has its

registered office at 1901 Gloucester Tower, The Landmark 15 Queen's Road Central, Hong Kong. This advertisement has not been reviewed by the Securities and Futures Commission. The funds recognised under the Overseas Funds Regime (OFR) but not authorised in the **United Kingdom** and therefore not subject to the investor protection rules made under the Financial Services and Markets Act 2000 can be found in the FCA register under reference number 1061845. This information was approved by Vontobel Asset Management S.A., London Branch, with registered office at 4th Floor, 20 Fenchurch Street, London EC3M 3BY, authorized by the Commission de Surveillance du Secteur Financier (CSSF) and subject to limited regulation by the Financial Conduct Authority (FCA). Details about the extent of regulation by the FCA are available from Vontobel Asset Management S.A., London Branch, on request. Information about the fund may be obtained from Carne International Financial Services (UK) Limited acting as the facilities agent for the Fund in the UK, providing certain facilities at its offices at 29-30 Cornhill, London, EC3V 3NF, United Kingdom. The above mentioned documents, including the KIIDs available in English, may be downloaded from our website vontobel.com/am.

This document is not the result of a financial analysis and therefore the "Directives on the Independence of Financial Research" of the Swiss Bankers Association are not applicable. Vontobel and/or its board of directors, executive management and employees may have or have had interests or positions in, or traded or acted as market maker in relevant securities. Furthermore, such entities or persons may have executed transactions for clients in these instruments or may provide or have provided corporate finance or other services to relevant companies.

Any index referred to herein is the intellectual property (including registered trademarks) of the applicable licensor. Any product based on an index is in no way sponsored, endorsed, sold or promoted by the applicable licensor and it shall not have any liability with respect thereto. Refer to am.vontobel.com/terms-of-licenses for more details.

Although Vontobel believes that the information provided in this document is based on reliable sources, it cannot assume responsibility for the quality, correctness, timeliness or completeness of the information contained in this document. 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 must not be distributed in the USA.

Vontobel Asset Management AG
Gotthardstrasse 43, 8022 Zürich
Switzerland
T +41 58 283 71 11
info@vontobel.com | vontobel.com/am