

# AMG Substanzwerte Schweiz

AMG Value Stocks Switzerland  
Fact Sheet as of June 30, 2010

## Review June

The relevant Swiss indices traded in negative territory in June. The fund was able to roughly keep its level. The dust around the currency movements will settle again. It is clear that this situation creates sufferers and beneficiaries among the companies. During company visits in June the feedback regarding the outcome was neutral. Many Swiss firms gain as much in US\$ as they lose in Euro. The negative trend in the Euro could be in its end phase; a rebound is in the cards.

In the fund's portfolio only a few companies could have some difficulties with a lower Euro. Vetropack could see some impact, but as the company has some production sites in Euroland only the currency translation matters.

All the visited companies reported a strong pick-up of their business since March. It is expected that their half year results will therefore be better than mostly anticipated. The further development of the current economic environment is difficult to foresee, but the guidance the companies are giving is promising. At the moment investors and analysts are not prepared to price this situation into stocks which in turn results in record high risk premiums. There is no alternative in this environment than stocks (and gold!)

The annual report of the BIS is again very interesting to read. It warns against a prolonged money supply which can only mean that interest rate increases have to be expected. If that happens, many banks will have to fight for their result as the credit default risk in their portfolio will increase. From this viewpoint an investment in banks with a credit business still has to be avoided.

**Galenica** just reported about four successful clinical studies. The success story will further develop. The low valuation is very tempting. Galenica will remain one of the biggest positions of the fund.

**Verwaltungs- und Privatbank** has elected a new CEO. The new person convinces as he has an excellent experience in international private banking.

At the General Assembly of **Private Equity Holding** last week two new shareholder-friendly board-members were elected. It is expected that there will be positive developments within the company.

The fund increased its positions in Verwaltungs- und Privatbank, BFW Liegenschaften and Cie Fin Tradition. It sold some Mobimo as an end of the rally in the housing sector could be seen soon.

## Facts

Domicile of Fund:	Switzerland
Fund Management Company:	LB(Swiss) Investment AG, Zürich
Custodian Bank:	Bank Sarasin & Co. Ltd, Basel
Asset Manager:	LB(Swiss) Investments AG, Zürich
Investment Advisor:	AMG Analysen & Anlagen AG
	Erhard Lee, Roger Fischer
Tranche A (ISIN, Swiss Sec. No.):	CH0019597530, 1959753
Tranche B (ISIN, Swiss Sec. No.):	CH0048476698, 4847669
Subscription/Redemption:	daily, no charges
Performance Fee:	8% over 2% hurdle, with High Water Mark
High Water Mark plus Hurdle:	CHF 1'489.03 - Tranche A (per 31.12.2010) CHF 1'522.29 - Tranche B (per 31.12.2010)
Management Fee PM:	1.00%
TER (Total Expense Ratio):	1.25% (as of 31.12.2009)

## Tranche A: Monthly Performance

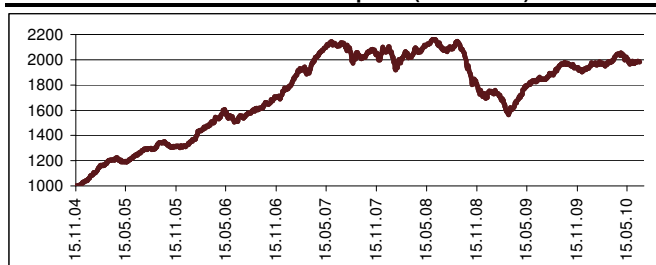
	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	Year
2010	1.0%	0.2%	4.0%	1.6%	-4.2%	-0.3%							2.2%
2009	-1.2%	-10.2%	2.6%	10.8%	4.9%	2.8%	0.2%	4.4%	3.4%	-1.0%	-2.7%	1.7%	15.3%
2008	-8.0%	6.1%	-0.3%	2.1%	3.3%	-0.5%	-2.6%	2.9%	-5.7%	-13.0%	-5.6%	-0.6%	-21.1%
2007	7.0%	0.8%	4.1%	4.0%	3.1%	-1.4%	0.5%	-3.9%	-1.1%	3.2%	-2.3%	3.5%	19.8%
2006	5.2%	3.3%	2.9%	4.5%	-0.9%	-0.6%	2.0%	3.1%	1.7%	2.1%	1.4%	5.8%	34.9%
2005	5.8%	4.0%	3.7%	-1.3%	1.3%	4.0%	3.2%	0.3%	3.9%	-3.0%	0.0%	2.3%	26.8%
2004											0.4%	5.3%	5.7%

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## Key Figures

Total Net Asset Value:	CHF 225.5 mm
<b>Net Asset Value (Tranche A):</b>	<b>CHF 1'332.82</b>
Number of Shares Issued:	116'315
<b>Net Asset Value (Tranche B) - reinvested:</b>	<b>CHF 1'362.68</b>
Number of Shares Issued (Tranche B):	51'679

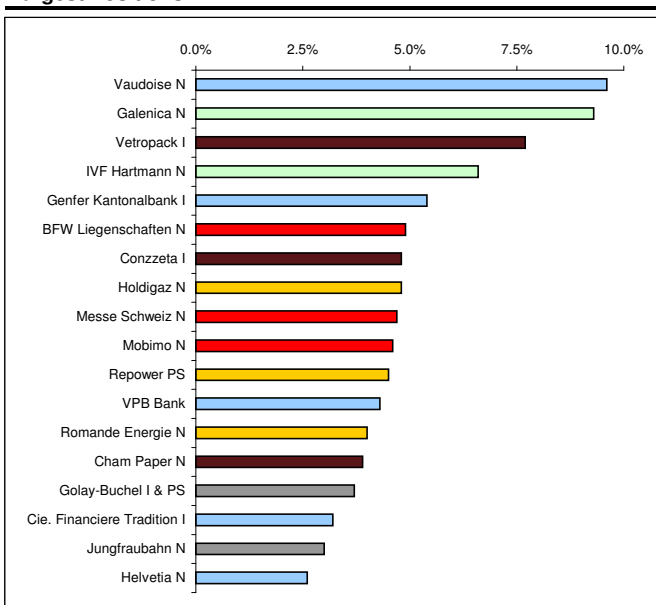
## Tranche A: Performance since Inception (15.11.2004)



## Tranche A: Performance since Inception

<b>101.1%</b>	
Volatility (100 days):	5.9%
Sharpe Ratio (Yearly, 3% Risk Free Rate):	1.00
Beta (1 Year, SPI Small & Mid Cap Price Index):	0.12

## Largest Positions



## Breakdown by Sectors

Industry	17.4%
Real Estate	12.3%
Utilities	15.9%
Health Care	19.5%
Financials	25.2%
Others	8.9%
Cash	0.8%

## Exposure

Long Position:	106.1%
Hedge Position:	6.9%
Net Position:	99.2%
Absolut Position:	113.0%
Cash:	0.8%

## Tranche A: Payments

20.03.2006	CHF 93.00 Capital Redemption, CHF 7.00 Dividend
21.03.2007	CHF 163.00 Capital Redemption, CHF 7.00 Dividend
26.03.2008	CHF 170.00 Capital Redemption, CHF 8.40 Dividend
22.03.2010	CHF 30.00 Capital Redemption, CHF 170.00 Dividend