

# AMG Europe

Monthly Report September 2019

## Review

In recent weeks, the trade dispute between the USA and China has been dominated by a more conciliatory tone, but it is still too early to expect a sustained easing. The macroeconomic data in Europe is still lukewarm, but sentiment indicators are pointing to a brightening. The ECB has once again strengthened its expansive monetary policy stance. In addition, the weak economic growth in the individual member states is slowly increasing the willingness for fiscal policy stimuli. Optimism on the financial markets has risen again accordingly.

With the issue of the expected EUR 900 million convertible bond, **Wirecard** also formally seals its partnership with Softbank. This promising cooperation will give Wirecard access to Softbank's portfolio companies as well as to the markets of Japan and South Korea, which Wirecard has not yet served. New innovative digital financing and payment products are also to be developed together with Softbank. In September, we established the IT service provider **Bechtle** as a new member of the fund. On the capital market day at the IT Forum Rhein-Main-Neckar, the company confirmed that demand will remain high due to the current trend toward digitization. The integration of Inmac Wstore, acquired in 2018, is proceeding according to plan and additional acquisitions for market consolidation are planned. Once again **BKW** was able to offer a very good set of figures. Revenue rose by 7% in the first half of 2019, while EBIT increased disproportionately by 21%. The outlook for the coming year is also very good. In addition to good service business, higher electricity prices will have a positive impact from 2020 on the one hand, and the closure of the Mühleberg nuclear power plant will cut costs on the other. **SAF Holland**, the axle manufacturer for trucks, has reduced its annual guidance for the current and the coming year. This was triggered by the macroeconomic slowdown both in Europe and in India and China. The profit warning was surprising for the market, especially after SAF Holland had confirmed its annual targets in the telephone conference in mid-August after a very good first half of the year. It was pleasing to see that all members of SAF Holland's top management built up private positions in the Company's shares following the decline in the share price. **Hornbach-Gruppe** recorded a strong increase in both sales and earnings in the first half of 2019. Due to the positive business development in the first six months, the Management Board raised its forecast for the 2019/20 fiscal year as a whole and now expects a sales increase in the mid to higher single-digit percentage range as well as an increase in EBIT adjusted for non-operating earnings effects by more than 20% compared with the previous year.

## Facts

Domicile of Fund:	Switzerland
Fund Management Company:	LLB Swiss Investment Ltd, Zurich
Custodian Bank:	Frankfurter Bankgesellschaft, Zurich
Investment Manager:	AMG Fondsverwaltung AG, Zug +41 41 726 71 71, www.amg.ch
Reference currency:	EUR
Launch date:	01.04.2007
ISIN:	CH0027940730 (A) / CH0048476664 (B) CH0297417534 (C)
Distributions:	Dividend & Capital Gain distributing (A + C) Dividend distributing only (B)
Subscription / Redemption:	Daily / no fees
Performance Fee:	none
Management Fee:	1.0% (A + C); 1.5% (B)
TER (30.06.2019):	1.25% (A); 1.75% (B); 1.25% (C)
Tax transparency:	Switzerland, Austria
Tax Status Germany:	Equity Fund within the meaning of the German investment tax law (InvStG) with part. release
Registered for public distribution:	Switzerland, Germany

## Breakdown by Currencies

EUR	79.0%	CHF	10.7%
DKK	5.9%	NOK	3.4%

## Distributions

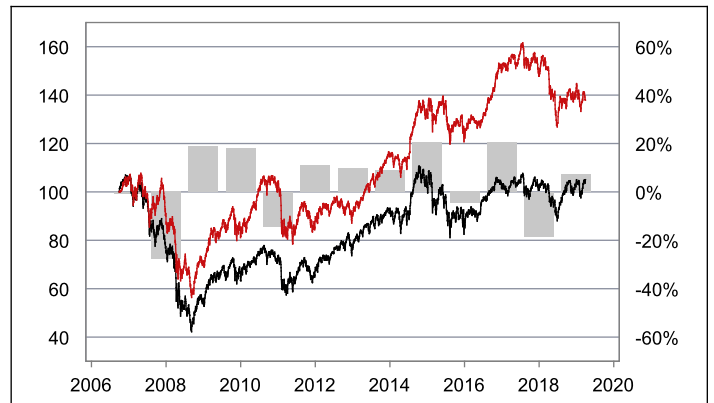
22.03.2010	Dividend	EUR 1.97
12.03.2013	Dividend	EUR 2.00
18.03.2015	Dividend	EUR 1.40

## Key Figures

<b>Net Asset Value (Tranche A):</b>	<b>EUR 130.60</b>
Number of Shares Issued:	343'063
<b>Net Asset Value (Tranche B):</b>	<b>EUR 124.88</b>
Number of Shares Issued:	47'337
<b>Net Asset Value (Tranche C, CHF-hedged):</b>	<b>CHF 138.92</b>
Number of Shares Issued:	139'750
Total Net Asset Value:	EUR 68.6 Mio.

## Performance - Tranche A (Distributions included)

	1 Month	3 Months	12 Months	3 Years*	5 Years*	since inception*
Fund	-0.2%	-2.7%	-8.3%	2.0%	4.0%	2.6%
Stoxx600@	3.6%	2.2%	2.6%	4.7%	2.8%	0.4%
						*p.a.
	2019	2018	2017	2016	2015	since inception
Fund	7.4%	-18.6%	20.3%	-4.6%	20.6%	38.0%
Stoxx600@	16.4%	-13.2%	7.7%	-1.2%	6.8%	5.1%



■ AMG Europe ■ Stoxx600@ indexed ■ Yearly performance (right scale)

Please find the detailed overview under [www.amg.ch](http://www.amg.ch)

## Risk Ratios (rolling over the last 3 Years)

Volatility (p.a.):	10.1%
Sharpe Ratio (-0.42% Risk Free Rate):	0.24
Beta (vs. Stoxx600@):	0.73

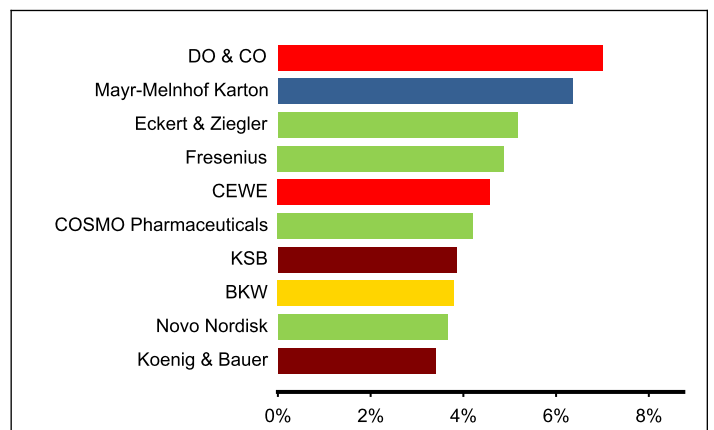
## Breakdown by Sectors

Health Care	22.7%
Industry	20.1%
Basic Materials	14.1%
Consumer Disc.	13.2%
Utilities	6.4%
Technology	5.1%
Financials	4.2%
Consumer Staples	3.0%
Communication	2.2%
Cash	9.1%

## Exposure

Long Position:	90.9%
Hedge Position:	12.0%
Net Position:	79.0%
Absolut Position:	102.9%

## Largest Positions



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**AMG** Fonds