

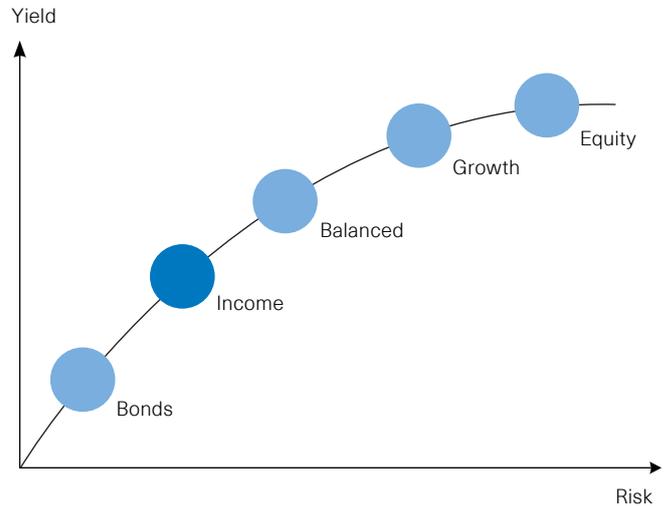
Strategy: Income CHF

Investor Profile and Investment Objective Income CHF

Investments in this category are ideal for investors who do not want to miss out entirely on opportunities for higher earnings with equities or foreign currencies but do not still only want to accept a limited amount of risk. Investment objective is the generation of regular income from interest and dividend earnings, supplemented by potential capital gains in order to secure real preservation of assets over the long term.

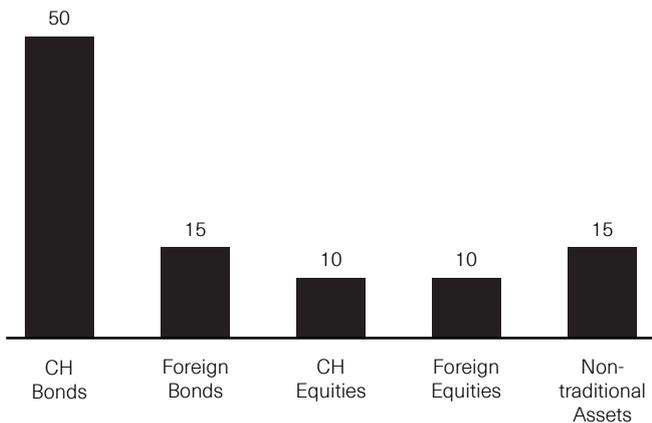
Investment Vehicles

Predominantly fixed income. Underweighted share of equities and non-traditional assets (real estate, commodities and precious metals).



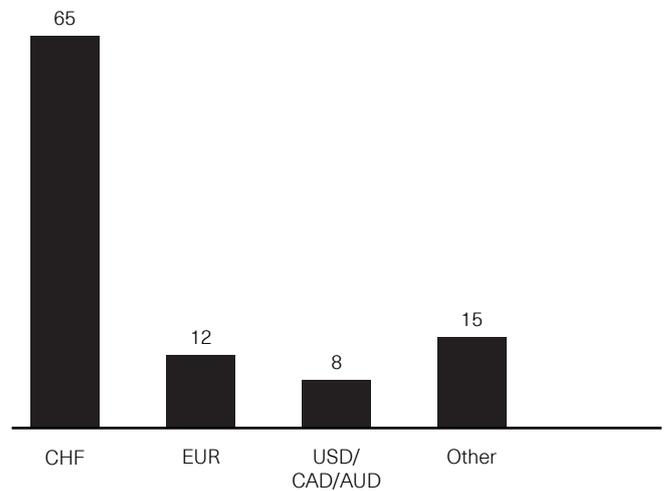
Asset Classes

in %



Currencies

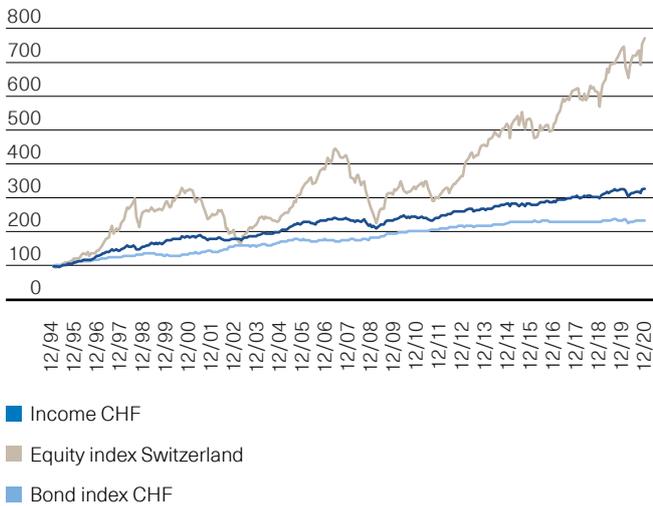
in %



Backtesting

Performance Sample Portfolio Income CHF

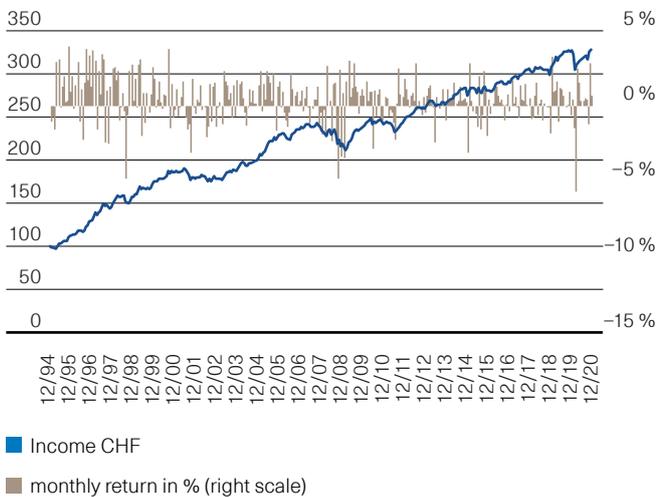
Performance index in CHF, 12/94=100



Performance Sample Portfolio Income CHF with Monthly Returns

Performance index in CHF, 12/94=100

Monthly Return



	Investment Proposal	Bonds	Equities
Return p.a.	4.7 %	3.3 %	8.2 %
Standard Deviation p.a.	5.1 %	2.9 %	14.5 %

In the past, a portfolio with the structure of the Income CHF investment proposal has achieved an average return of 4.7 % p.a. The standard deviation, a measure to quantify the dispersion of returns, amounted to 5.1 % p.a. This implies that the return in 68 % of all one-year periods lies within a bandwidth of one standard deviation about the average return, i.e. between -0.4 % and 9.7 %.

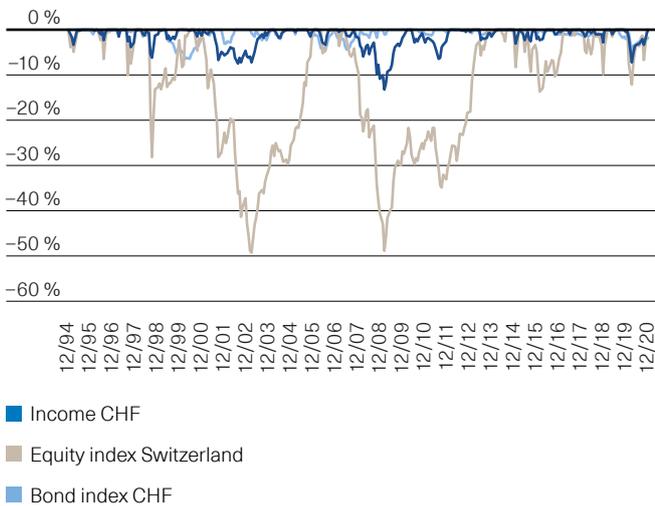
Bandwidth of Historical Monthly Returns	Investment Proposal	Bonds	Equities
Minimum	-5.7 %	-4.0 %	-18.1 %
Maximum	4.0 %	3.3 %	12.2 %

The lowest return of the Income CHF strategy in a calendar month lies at -5.7 %, the highest return at 4.0 %.

Backtesting

Temporary Loss in Value Since the Last Highest Value

Cumulative loss of value

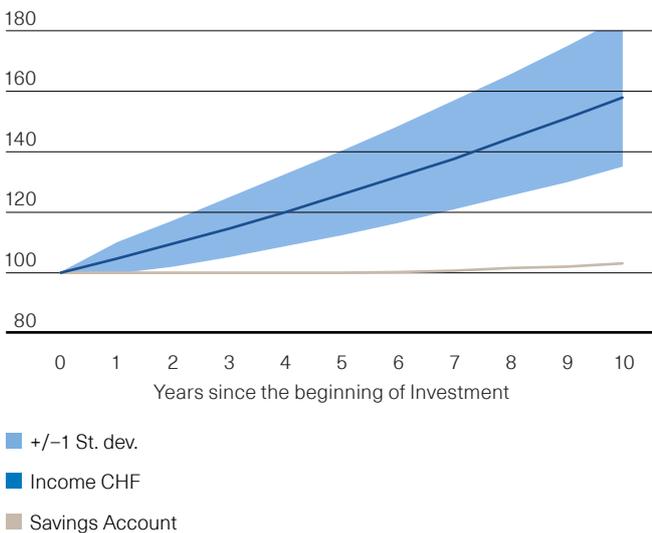


	Investment Proposal	Bonds	Equities
Maximum Temporary Loss of Value	-13.2 %	-6.4 %	-49.3 %
Duration of the Maximum Loss Phase (Months)	30	34	76

Based on a highest value reached once in the past, one must accept a cumulative loss of value of a maximum of 13.2 % in the Income CHF strategy. The temporary loss phases lasted up to 30 months before the last highest value was exceeded again. In spite of these weak phases, the Income CHF investment strategy was able to demonstrate a positive average return over the whole period of 4.7 % p.a.

Anticipated Performance of the Sample Portfolio in Comparison to a Savings Account

Asset position (at beginning of investment = 100 CHF)



The channel shown shaded in blue reflects the performance scenarios for the Income CHF investment strategy, which moves in a bandwidth of +/- 1 standard deviation about the average yields. Normally, in 68 % of all cases the return lies within this bandwidth. The probability of obtaining a higher return from the Income CHF strategy than from a savings account within 2 years should accordingly exceed 84 %.

The performance portrayed and the calculations resulting therefrom are based on historical monthly index data in the period from 12/94 to 12/20. The calculation on the range of deviation is based on the concept of normal distribution.

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