

Named portfolio manager/adviser(s):

Achim Wagner (since launch)

Peer group: European Mainstream incl UK

Equities

Location: Zurich

Launch date: September 2009

Fund size (February 2011): €41.2m

Contact group: +41 44 267 67 00 or

www.bellevue.ch

Further information on S&P's fund coverage can be found at www.FundsInsights.com



Report date April 2011

Investment style

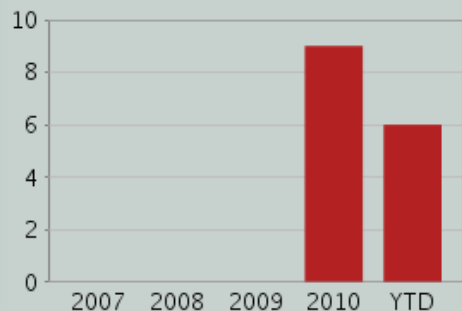
	Value	Blend	Growth
Large-Cap			
Mid-Cap			
Small-Cap			

Performance statistics

	Launch
Fund	27.4%
Standard & Poor's peer median	17.4%
Index**	19.0%
Fund rank	194/2432

Note: returns are cumulative

Calendar year decile ranks



Decile ranking in discrete annual periods. First decile shown as rank 10, second decile as rank nine, with tenth decile as rank one.

Performance Data Source - © 2011 Lipper Inc. All rights reserved. All statistical data on this report has been run to 31 January 2011 on NAV to NAV basis, with gross income reinvested, in EUR.

Standard & Poor's opinion (March 2011)

This fund has been managed by Achim Wagner since its launch in September 2009. Wagner is an experienced investor who has been a portfolio manager since 1993 and had four years as an analyst before that.

He came to Bellevue Asset Management to launch a hedge fund, but has since closed that offering. This product is his sole focus. Wagner has some support from two other European manager/analysts, plus wider group resources, but he always conducts his own work on ideas generated by team members.

This fund is viewed by the manager as a long-only fund with added flexibility that he can use when conditions allow. The core of the portfolio is invested in a combination of structural growth stocks and shorter-term, more cyclical names. In addition, there is also the potential for alpha extension through a long/short portfolio. The inclusion of this in the fund is dependent on the manager finding short ideas, which are then matched by an appropriate exposure to high-conviction long positions. This alpha extension could lead to a 130:30 long:short split, but the manager has not yet approached this level. Finally the manager also has the option of reducing net exposure to 60%.

The portfolio is subject to risk constraints which aim to limit overall risk and to ensure that stock selection drives returns. This has clearly been the case over the relatively short period since launch, with particular strength seen in late 2010.

Overall, the combination of an experienced manager and a new, flexible approach results in an S&P A (New) rating.

Fund manager & team

Achim Wagner is the lead portfolio manager for this strategy. He works closely with Miroslav Zuzak and to a lesser degree with Birgitte Olsen who manages a different European strategy but provides stock level input.

Wider group resources are also used with selected input taken from the monthly strategy meeting and the emerging Europe, healthcare, and hedge fund teams, as well as the bank's sell-side analysts.

Achim Wagner - business management & statistics (University of Trier), started his career in 1989 as an analyst at Deutsche Bank, before moving into a fund management role in 1993. He joined LODH in 1996 as a European manager before moving to LV Asset Management in 2002. In 2008 he joined Bellevue Asset Management.

Management style

This fund aims to outperform its STOXX Europe 600 index by 3% a year, with a tracking error of less than 6%. A flexible approach is used and the manager will opportunistically move the net position of the fund within a general range of 60-100%, but it is likely that the portfolio will be close to 100% invested. There is also the opportunity for alpha extension up to the 130:30 (long versus short) levels. This is mainly determined by the availability of strong short ideas, which for individual stocks are actioned through CFDs. Conviction long positions will then be increased accordingly.

Stock selection on the long side starts with various filters to reduce the universe due to liquidity, balance-sheet risks and communication with investors. Long-term structural growth stocks are sought (with marginal ROIC greater than WACC), but valuations must be reasonable, while more cyclical names will also be bought with a shorter time frame. Normalised EBIT margins and ROIC are key measures in the latter case.

Risk controls are in place including a maximum +/-5% industry deviation (except banks) and a maximum +3% active stock weighting. A maximum of 80 names will be held (60 long, 20 short).

BB EUROPEAN OPPORTUNITIES FUND

Sub-fund of Luxembourg domiciled Sicav - Part 1

Fund owner: Bellevue Asset Management

Fund manager/adviser: Bellevue Asset Management

STANDARD & POOR'S



Portfolio & performance analysis (February 2011)

The portfolio currently has no exposure on the short side, as the manager reduced portfolio risk in January 2011. The net market exposure position is 100%. At the sector level deviations from index have also been decreased, with overweights now including IT (+4.0%), consumer discretionary (+5.5%) and materials (+3.1%). The largest underweights are to utilities (-4.0%), consumer staples (-3.3%) and energy (-3.2%).

Relative to index the fund shows a bias to mid- and small-cap names, while Style Research shows a bias towards earnings revisions.

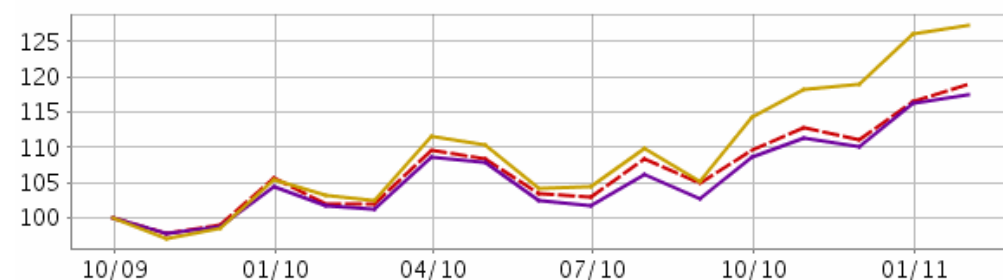
Over the course of the past year there has been a clear move towards consumer discretionary and industrials, both of which have moved from underweights to overweights. Names added include Autoliv, Fiat and Ipsos. Consumer staples and energy have been the main source of funds.

We only have limited past performance data for this fund, given its launch date of September 2009. Returns over this period have, however, been strong relative to mainstream Europe incl UK funds and the benchmark. Given the greater flexibility available to this fund manager compared to the peer group, we would expect the fund to show above-median returns and it has clearly achieved this during 2010.

Against the benchmark, attribution since inception shows a good level of outperformance, with almost all of this being derived from stock selection. Selection has been strong across IT, healthcare, consumer discretionary, consumer staples and telecoms. At the stock level, Infineon was the strongest contributor, followed by Novo Nordisk, BMW, Software and Autoliv.

By way of a longer-term track record, the manager was involved in the management of the LV Asset Management European ex UK Growth fund between 2003 and 2007. That fund had a strong track record over this period.

Cumulative performance



— Bellevue F (Lux) BB Europ Opportunities I EUR
— European Mainstream incl UK Equities — S&P Europe 350 TR USD

Portfolio characteristics (1 February 2011)

No. of holdings	60
Turnover ratio (%)	100
% in top 10	25

Asset allocation

	%
Consumer discretionary	12.7
Consumer staples	12.1
Energy	5.7
Financials	21.3
Health care	6.4
Industrials	12.9
Information technology	6.6
Materials	14.1
Telecoms	5.7
Utilities	1.3
Cash	1.2

Top 10 holdings

	%
Royal Dutch	3.4
Rio Tinto	3.0
Vodafone	2.6
ING Groep	2.4
Infineon Technologies	2.3
Repsol	2.3
Sberbank	2.2
BNP Paribas	2.2
Allianz	2.2
BMW	2.1

* In top 10 holdings a year ago

Discrete performance (calendar years)

	2010			YTD 31/01/2011			
	%	Rank	%	Rank	%	Rank	
Fund	4.3	42.8	31.9	19.6	293/2513	1.1	1341/2703
Index**	1.3	43.9	29.5	10.3		2.2	
Median				11.1		1.1	

** S&P Europe 350 EUR

Fund benchmark: STOXX Europe 600 TR

Share class screened: LU0449548428 (Ord)

S&P's fund management research reports are, based mainly on public information, we don't audit the information and we may rely on unaudited information when we prepare the reports which are for institutional use only. A report is not investment advice, a financial promotion, or a recommendation to purchase, hold, sell or trade any security. A report should not be relied on when making an investment decision as the report is for information purposes only and not tailored to a specific investor. Past fund performance is no guarantee of future performance and we accept no responsibility if, in reliance on a report you act or fail to act in a particular way. We are paid for our fund management reports normally by the fund issuer. Our fees are based upon the analysis and time involved in the research process and are not conditional on awarding a fund a rating. Fund companies select the funds they want us to rate and may elect not to have published the rating they are subsequently awarded. Our fund management reports are continuously monitored and updated reports are posted to www.fundinsights.com. The funds described in this report are generally not available to US investors and are only available to US investors, if at all, who are "accredited investors" as that term is defined in Section 501 of Regulation D of the Securities Act of 1933, as amended or to investors who are deemed to be "qualified purchasers" as that term is used in Rule 2a51-1 under the Investment Company Act of 1940.

S&P and our affiliates provide a wide range of services to, or relating to, many organizations, including issuers of securities, investment advisers, broker-dealers, investment banks, other financial institutions and financial intermediaries, and accordingly may receive fees or other economic benefits from those organizations, including organizations whose securities or services we rate, include in model portfolios, evaluate or otherwise address. The views expressed in a report reflect our committee's views and the committee's compensation is not related to specific rating or to the views expressed in a report. The trade marks of "Standard & Poor's" and "S&P" are the property of Standard & Poor's Financial Services LLC and are protected by registration in several countries. All rights in those marks are reserved. Copyright © 2010 The McGraw Hill Companies, Ltd 20 Canada Square, Canary Wharf, London, E14 5LH and all of its licensor sources. All rights reserved. No part of this publication shall be reproduced, stored in any retrieval system or transmitted in any form electronic or otherwise without the prior written consent of S&P. Any part of the publication by S&P of which this page is a part is made accessible subject to the terms and conditions which are accessible at the url address below ("S&P Terms") - by accessing and viewing this page and/or and pages associated with or attached to it you accept the S&P Terms. Go to <http://www.fundinfo.standardandpoors.com>. This report is issued subject to the laws of England and all matters arising from it or its use shall be subject to the exclusive jurisdiction of the Courts of England. Because of the possibility of human or mechanical error by our sources, S&P or others, we can't guarantee the accuracy of any information and are not responsible for any errors.

Performance Data Source - © 2011 Lipper Inc. All rights reserved. The performance information contained herein: (1) is proprietary to Lipper and/or its content providers; (2) may not be copied or distributed; and (3) is not warranted to be accurate, complete or timely. Neither Lipper nor its content providers are responsible for any damages or losses arising from any use of this information.

Symbols and definitions

Long-only fund ratings

AAA The fund demonstrates the highest standards of quality in its sector based on its investment process and management's consistency of performance as compared to funds with similar objectives.

AA The fund demonstrates very high standards of quality in its sector based on its investment process and management's consistency of performance as compared to funds with similar objectives.

A The fund demonstrates high standards of quality in its sector based on its investment process and management's consistency of performance as compared to funds with similar objectives.

Fund-of-hedge-funds ratings

Absolute return fund ratings

Specialist fund ratings

AAA The fund demonstrates the highest standards of quality based on its investment process, risk awareness and consistency of performance relative to its own objectives.

AA The fund demonstrates very high standards of quality based on its investment process, risk awareness and consistency of performance relative to its own objectives.

A The fund demonstrates high standards of quality based on its investment process, risk awareness and consistency of performance relative to its own objectives.

Ucits III flexible beta fund ratings

AAA The fund demonstrates the highest standards of quality based on its investment process, risk awareness and consistency relative to its own objectives and relative to comparable flexible beta funds.

AA The fund demonstrates very high standards of quality based on its investment process, risk awareness and consistency relative to its own objectives and relative to comparable flexible beta funds.

A The fund demonstrates high standards of quality based on its investment process, risk awareness and consistency relative to its own objectives and relative to comparable flexible beta funds.

All fund ratings

Not Rated (NR) Funds designated as Not Rated currently do not meet the requisite performance standards and/or the minimum qualitative criteria to achieve a fund rating.

Under Review (UR) Ratings are placed Under Review when significant management changes occur at the fund manager or fund management team level and Standard & Poor's Fund Services has not had the opportunity yet to evaluate their impact on the qualitative appraisal.

(New) Signifies where a major event has occurred for which there is no fund-specific track record available. This includes: funds recently launched, the implementation of a new investment process or mandate and may include structural changes within a fund team.

Tenure Review (TR) The fund manager/team involved in the management of the fund does not currently have the minimum 12 months' relevant investment management experience required to be eligible to be considered for a rating.

Long-term fund management rating LTFMR The fund has been rated in the A/AA/AAA fund rating band for five consecutive years or more, and continues to hold a rating.

Bond fund volatility ratings

The bond fund volatility rating is our current opinion of a fund's sensitivity to changing market conditions. Volatility ratings evaluate the fund's sensitivity to interest rate movement, credit risk, investment diversification or concentration, liquidity, leverage and other factors. For V1-V4 categories, risk is considered relative to a portfolio composed of government securities and denominated in the base currency of the fund.

V1 Bond funds that possess low sensitivity to changing market conditions. These funds possess an aggregate level of risk that is less than or equal to that of a portfolio comprising government securities maturing within one to three years, and denominated in the base currency of the fund. These funds possess an aggregate level of risk that is less than or equal to that of a portfolio comprising the highest quality fixed income instruments with an average maturity of 12 months or less. Within this category, certain funds are designated with a plus sign (+), indicating extremely low sensitivity to changing market conditions.

V2 Bond funds that possess low to moderate sensitivity to changing market conditions. These funds possess an aggregate level of risk that is less than or equal to that of a portfolio comprising government securities maturing within three to seven years, and denominated in the base currency of the fund.

V3 Bond funds that possess moderate sensitivity to changing market conditions. These funds possess an aggregate level of risk that is less than or equal to that of a portfolio comprising government securities maturing within seven to 10 years, and denominated in the base currency of the fund.

V4 Bond funds that possess moderate to high sensitivity to changing market conditions. These funds possess an aggregate level of risk that is less than or equal to that of a portfolio comprising government securities maturing beyond 10 years and denominated in the base currency of the fund.

V5 Bond funds that possess high sensitivity to changing market conditions. These funds may be exposed to a variety of significant risks including high concentration risks, high leverage, and investments in complex structured and/or less liquid securities.

V6 Bond funds that possess the highest sensitivity to changing market conditions. These funds include those with highly speculative investment strategies with multiple forms of significant risks, with little or no diversification benefits.

Absolute return fund N ratings

The N rating is Standard & Poor's indication of a fund's potential capital stability in normal markets. It is a qualitative rating but is based on annualised weekly downside deviation. N1 is the most stable and N9 the least.