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BBGI OPP2 COMPLIANT INDEX CHF

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November 2021

Tensions at the end of the month pushed the indices down

NEGATIVE PERFORMANCES FOR TWO OF THE THREE BBGI OPP2 COMPLIANT INDICES IN NOVEMBER

BBGI OPP2 Compliant Index « Low Risk »	**+ 0.35%**	**(YTD +4.39%)**
BBGI OPP2 Compliant Index « Medium Risk »	**- 0.11%**	**(YTD +7.37%)**
BBGI OPP2 Compliant Index « Dynamic Risk »	**- 0.57%**	**(YTD +10.42%)**

Comments (performances in Swiss Francs)

Two of the three BBGI OPP2 Compliant indices posted negative returns in November as a result of the panic that hit the financial markets at the end of the month. In fact, the "Low Risk" index is the only one which maintained a positive return (+0.35%) and this is due to its lower exposure to the commodity and equity sectors. The " Medium Risk " strategy declined by -0.11% and the " Dynamic Risk " index was the most affected this month, with a loss of -0.57%. However, all three BBGI OPP2 Compliant strategies have still achieved cumulative gains of +4.39%, +7.37% and +10.42% respectively in 2021. Bond markets are above the neutral performance line in November for the first time in 5 months. The domestic component even achieved the best performance of the month, with an increase of +1.42%. The international segment recorded a very modest gain (+0.01%). And as for the real estate sector, the industry registered a very mixed performance in November. The Swiss segment is back into positive territory (+0.76%) after four consecutive months of decline, while the international real estate segment erased part of its gains from last month and lost -1.88%. Equity markets suffered once more during the month. The domestic segment experienced a moderate profit taking effect (-0.51%) while the international component fell sharply by -2.04%. Commodities, which had been benefiting strongly from the reopening of the world economy, experienced the biggest decline of the month (-7.46%). As the new variant of Covid-19 "Omicron" appeared at the end of the month, the fear of new movement restrictions reappeared. Private equity, which made a spectacular rise last month, did not manage to escape the panic (-3.09%). Hedge funds also recorded a negative result in November (-1.38%).

Financial market developments (performances in local currencies, USD)

November ended poorly for all asset classes as concerns about economic growth returned following the surprise outbreak of a particularly contagious new variant in South Africa. The Omicron variant has thus brutally stirred up trouble in the middle of the Thanksgiving and Black Friday period, just a few weeks before the end of the year. It is certainly a good time to take profits before the end-of-year holidays, which could once again be marked by the return of new health restrictions and confinements. With vaccination rates rising in most developed countries, the Covid factor had largely lost its influence on investor psychology, so the Omicron variant is once again casting doubt on the upcoming economic outlook. The latest published inflation figures have also led to a change in the perception of investors and central banks on the evolution of inflation. The Federal Reserve now seems to have abandoned its positive rhetoric by finally admitting, twelve months later, that the rise in inflation would not be as temporary as it had initially hoped. The next Fed meeting in December could thus surprise with a firmer tone in favour of a "tapering" and a faster normalisation of key rates. Unless the arrival of Omicron is used as a convenient excuse for a delay, which would certainly aggravate the feeling that the Fed is already behind in its policy to control the inflationary trend. Rates are shifting in the capital markets, which seem to have opted that the Fed will be slowing down the announced tapering. In this context, the equity markets are taking into consideration the risks of a drop in profits and generally regressed by -2.04% over the month. International real estate followed the trend (-1.88%), while oil fell by -17.6% and returned to the $70 level after having almost reached the $85 a barrel threshold.

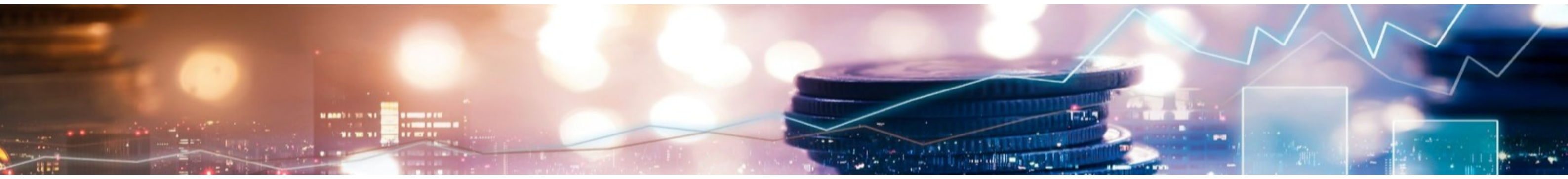
PERFORMANCE OF ASSET CLASSES

NOVEMBER

+ 1.42%	Swiss fixed Income
+ 0.76%	Swiss Real Estate
+ 0.01%	International fixed Income
- 0.51%	Swiss Equities
- 1.38%	Hedge Funds
- 1.88%	International Real Estate
- 2.04%	International Equities
- 3.09%	Private Equity
- 7.46%	Commodities

YTD

+ 48.51%	Private Equity
+ 21.62%	Commodities
+ 19.74%	International Real Estate
+ 18.50%	International Equities
+ 16.55%	Swiss Equities
+ 3.32%	Swiss Real Estate
+ 2.18%	Hedge Funds
- 0.94%	International fixed Income
- 1.07%	Swiss fixed Income



COMMENTS BY ASSET CLASS

Fixed Incomes

Another mixed performance in November for almost all bond markets, which saw the rise in their long-term yields hampered by the emergence of the Omicron variant. Since the beginning of the year, the losses in the bond indices of the main currencies have ranged from -0.85% (High yield) to -6.25% (Australia) with an average result of -4.57%. In November, ten-year yields eased slightly on the announcement of a new variant. Central banks are aware of the persistent inflation and will certainly not question the announced normalization of their monetary policies, which are still extremely accommodating measures.

Equities

Equity markets were concerned at the end of the month about the risk of an economic slowdown caused by the possible return of sanitary measures and new confinements in connection with the outbreak of the Omicron variant. A rapid plunge in prices at the end of the month affected all markets, on average falling over the course of November by -2.19%. An adjustment to the earnings growth prospects and valuation levels are therefore underway. December could therefore once more witness profit-taking in a rather less optimistic environment.

Commodities

The wave of vaccinations that took place throughout the year led to a widespread removal of restrictions, particularly those related to international travel. The transport of goods was only slightly affected, but the transport of people suffered considerably. The reopening of the country's economies and the borders has provided strong support for oil demand. Adding to this the seasonal factor, we have seen a surge in crude oil prices, which has propelled the commodity segment higher. The sudden arrival of a new variant once again raised the prospect of restrictions, which directly affected crude oil prices and dragged the segment down by -7.46%.

Private Equity

After a spectacular performance during the last month (+12.31%), the sector did not escape the general panic that swept through the financial markets at the end of the month and therefore fell by -3.09% in November. The asset class nevertheless recorded the largest YTD gain of the index (+48.51%).

BBGI OPP2 Compliant Indices (Monthly Indices)

Performances in Swiss Francs	last 3 months			YTD	Current Year				Annualized performances	
	September 2021	October 2021	November 2021	Year to date	1st Quarter	2nd Quarter	3rd Quarter	4th Quarter	2020	Annualized perf fm 1984 to date**
BBGI OPP2 Compliant "Low Risk"	-1.52%	-0.24%	**0.35%**	**4.39%**	1.82%	4.64%	4.27%		2.63%	5.31%
BBGI OPP2 Compliant "Medium Risk"	-1.82%	0.50%	**-0.11%**	**7.37%**	3.11%	7.25%	6.95%		3.03%	5.65%
BBGI OPP2 Compliant "Dynamic Risk"	-2.12%	1.25%	**-0.57%**	**10.42%**	4.40%	9.90%	9.69%		3.37%	5.97%
Swiss Bonds	-1.29%	-0.78%	**1.42%**	**-1.07%**	-1.20%	-1.25%	-1.68%		2.92%	3.87%
International Bonds	0.00%	-1.91%	**0.01%**	**-0.94%**	1.84%	1.15%	0.98%		5.85%	3.75%
Swiss Real Estate	-0.28%	-3.66%	**0.76%**	**3.32%**	0.43%	6.73%	6.44%		20.68%	6.58%
International Real Estate	-3.72%	3.29%	**-1.88%**	**19.74%**	12.48%	18.97%	18.14%		20.46%	5.34%
Swiss Stocks	-5.66%	3.78%	**-0.51%**	**16.55%**	5.16%	15.15%	12.88%		30.59%	8.98%
International stocks	-2.23%	3.16%	**-2.04%**	**18.50%**	11.29%	17.42%	17.26%		24.48%	6.66%
Commodities *	4.90%	2.51%	**-7.46%**	**21.62%**	6.65%	20.56%	28.22%		4.19%	-1.93%
Private Equity *	-5.04%	12.31%	**-3.09%**	**48.51%**	12.52%	31.01%	36.44%		38.24%	17.69%
Hedge Funds *	-0.45%	0.80%	**-1.38%**	**2.18%**	1.01%	3.17%	2.79%		3.13%	0.89%
* hedged in Swiss Francs										
Forex										
USD/CHF	1.81%	-1.67%	**0.31%**	**3.49%**	6.60%	4.50%	5.25%		-8.42%	-2.78%
EUR/CHF	-0.20%	-1.87%	**-1.58%**	**-2.11%**	2.38%	1.45%	-0.24%		-0.40%	-1.94%

****Annualized data for international bonds, commodities, private equity and alternative investments are calculated from their introduction on January 1, 2009. International real estate was introduced in November 1989. The annualized performance of the EUR/CHF exchange rate has been calculated since December 1999.**

Sources : Bloomberg/BBGI