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BBGI GROUP Global Investments

BBGI OPP2 COMPLIANT STRATEGIES & INDICES CHF

A BBGI exclusivity since 1999

October 2025

Annualized performance of +4.87% to +5.60%

Limited increase and heightened vigilance in October

POSITIVE PERFORMANCES FOR ALL THREE BBGI OPP2 COMPLIANT INDICES IN OCTOBER

BBGI OPP2 Compliant Index « Low Risk »	**+1.20%**	**(YTD +2.71%)**
BBGI OPP2 Compliant Index « Medium Risk »	**+1.33%**	**(YTD +3.67%)**
BBGI OPP2 Compliant Index « Dynamic Risk »	**+1.45%**	**(YTD +4.63%)**

Comments (performances in Swiss Francs)

The BBGI OPP2 Compliant indices remained in positive territory in September. The low-risk index gained +1.20%, the moderate-risk strategy followed a similar path, advancing +1.33%, and the dynamic-risk approach achieved the highest performance of the month (+1.45%). Since the beginning of the year, the three strategies have posted positive performances of +2.71%, +3.67%, and +4.63%, respectively. Bond markets remained positive in October. The domestic segment rose +0.53%, slightly outperformed by the international segment (+0.77%). However, the trend since the beginning of the year remains mixed, with positive results on the domestic market (+1.12%) and negative results internationally (-4.56%). The trend reversed for the real estate sector this month. The international class moved into negative territory (-0.38%), while the Swiss segment advanced by +3.24%. Over the year as a whole, the trajectories are confirmed. The domestic class is up +8.67%, while the international class is down -4.56%. International equities posted the best performance in October (+3.45%), and Swiss equities regained value with a performance of +1.39%. Since January, the domestic sector has continued to perform best (+9.76%), with international markets also recording solid growth (+7.26%). Commodities continued their upward trend, posting strong performance both for the month and for the year (+2.54% and +8.51%, respectively). Private equity remains in negative territory (-4.56%) and is also down for the year (-5.43%). Alternative management advanced +0.28% in October, with an annual result of +3.03%.

Financial market developments (performances in local currencies, USD)

Investor enthusiasm remained fairly positive in October in the United States, despite another US government shutdown with potentially serious effects on growth and consumption. Given the current context, with little prospect of a quick resolution between Democrats and Republicans, this could become the longest shutdown ever and have drastic effects on the economy. The enthusiasm for technology and artificial intelligence continued to support sentiment, enabling US indices to post further gains. However, central banks were relatively inactive and dampened expectations of further rapid rate cuts. In the United States, the job market deteriorated further, suggesting an economic slowdown. On the political front, tensions between the US and China have reignited, while the US administration announced new sanctions against Russia. Against this backdrop, investors still seem unwilling to take into account the increasingly negative factors. FOMO therefore appears to be the main driver of the current trend, supported by small investors. While Q3 results showed good resilience in corporate earnings, it remains to be seen whether the trend can remain positive in the context of the expected slowdown, with US valuations at an all-time high of almost 25x expected earnings. October will undoubtedly be a month of transition, as suggested by the hesitation and low volatility observed across all asset classes. Swiss bonds (+0.5%) and international bonds (-0.2%) remained stable, while Swiss equities (+1.3%) and international equities (+2%) rose slightly and securitized real estate and commodities (+1.3%) also remained flat. Private equity is once again down, falling 2.4% and 11.9% since the start of the year, bucking the trend of other asset classes. On the foreign exchange markets, the six-month stabilization of the dollar should be followed by a recovery in the greenback at the end of the year. In the equity markets, we recommend a more defensive strategy overall, particularly in the United States and Switzerland, as long as the 39% tariffs remain in place and the franc does not weaken.

PERFORMANCE OF ASSET CLASSES

OCTOBER

+ 3.45%	International equities
+ 3.24%	Swiss real estate
+ 2.54%	Commodities
+ 1.39%	Swiss equities
+ 0.77%	International bonds
+ 0.53%	Swiss bonds
+ 0.28%	Hegde funds
- 0.38%	International real estate
- 4.56%	Private equity

YTD

+ 9.76%	Swiss equities
+ 8.67%	Swiss real estate
+ 8.51%	Commodities
+ 7.26%	International equities
+ 3.03%	Hegde funds
+ 1.12%	Swiss bonds
- 3.38%	International real estate
- 4.56%	International bonds
- 5.43%	Private equity

COMMENTS
BY ASSET CLASS

Bonds

The downward trend in long-term rates remains valid, although there were no major movements in October. The 10-year Treasury yield slipped below 4% and is likely to ease further, unless core inflation ultimately rises above 3%. The Fed's renewed cautious stance is slowing the downward trend as we await statistics pointing to a slowdown, leaving a real rate differential of around 100 basis points. In the eurozone, ten-year yields (2.6%) have stabilized at a level close to core inflation (2.4%), with a theoretical real yield of just 0.2%. The global bond index fell slightly (-0.25%) and we believe it should continue to make gains over the coming months. We believe that the likelihood of further rate cuts is greater in the United States, Australia, and the United Kingdom than in the eurozone, and we favor diversification in these regions. However, caution should be exercised with regard to high yield, where yields are likely to rise in the event of a recession. We recommend taking profits in this segment.

Equities

Scores are high across all equity markets. Risk ratios point to significant market fragility amid declining momentum, which could quickly reverse investor sentiment. The economic situation is less uncertain in Europe, and more attractive valuations could be a factor supporting the decoupling of trends. Europe would be preferable despite a similar score in a "normal" context, but in the event of rapid and significant profit-taking in the United States, the probability of high correlation remains significant. After significant gains since the April low, the markets seem to have priced in the positive news. We suggest increased vigilance and a more cautious approach to equity exposure.

Commodities

Commodities performed unevenly in October. Gold had a volatile month, reaching a record high of USD 4,294/oz before closing at USD 4,012/oz (+5%), showing an annual increase of nearly 54%. Supported by increased volatility, geopolitical tensions, and purchases by central banks, gold consolidated slightly at the end of the month, weighed down by a stronger dollar and profit-taking. Despite this technical pause, the underlying trend remains solid and favorable. Oil remains stable at around USD 64/bbl, in a market marked by a sharp increase in global supply and slowing demand. Production by OPEC+ and major non-member producers brought supply to 108 mb/d, while global stocks reached a four-year high, limiting any price recovery. Industrial metals have changed little, held back by weakness in manufacturing, and agricultural commodities have remained on a downward trend, with the exception of sugar, which continues to be supported by Asian demand.

BBGI OPP2 Compliant Indices (Monthly Indices)										
Performances in Swiss Francs	last 3 months			YTD	Current Year				Annualized performances	
	August 2025	September 2025	October 2025	Year to date	1st Quarter	2nd Quarter	3rd Quarter	4th Quarter	2024	Annualized perf fm 1984 to date**
BBGI OPP2 Compliant "Low Risk"	0.95%	0.25%	1.20%	**2.71%**	0.20%	-0.59%	1.90%		9.12%	4.87%
BBGI OPP2 Compliant "Medium Risk"	1.13%	0.30%	1.33%	**3.67%**	0.58%	-0.54%	2.28%		10.32%	5.25%
BBGI OPP2 Compliant "Dynamic Risk"	1.30%	0.34%	1.45%	**4.63%**	0.95%	-0.49%	2.67%		11.51%	5.60%
Assets										
Swiss Bonds	0.32%	0.47%	0.53%	**1.12%**	-1.38%	0.83%	1.15%		5.35%	3.48%
International Bonds	-0.02%	0.14%	0.77%	**-4.56%**	0.02%	-6.26%	1.01%		6.02%	2.79%
Swiss Real Estate	2.61%	-0.84%	3.24%	**8.67%**	1.92%	1.24%	2.02%		17.59%	6.38%
International Real Estate	2.54%	0.41%	-0.38%	**-3.38%**	-1.20%	-5.85%	4.27%		8.79%	4.74%
Swiss Stocks	2.31%	-0.94%	1.39%	**9.76%**	8.58%	-1.58%	1.29%		6.18%	8.34%
International stocks	0.82%	3.03%	3.45%	**7.26%**	-3.87%	0.15%	7.69%		27.09%	6.68%
Commodities *	1.56%	1.76%	2.54%	**8.51%**	7.79%	-4.20%	2.48%		1.04%	-0.74%
Private Equity *	-0.33%	-3.46%	-4.56%	**-5.43%**	-7.08%	6.94%	-0.27%		19.44%	22.74%
Hedge Funds *	0.74%	1.10%	0.28%	**3.03%**	-0.28%	1.00%	2.01%		0.77%	0.59%
* hedged in Swiss Francs										
Forex										
USD/CHF	-1.45%	-0.51%	1.03%	**-11.33%**	-2.55%	-10.31%	0.42%		7.84%	-2.90%
EUR/CHF	0.88%	-0.11%	-0.66%	**-1.25%**	1.73%	-2.25%	-0.03%		1.21%	-1.32%

****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

The systematic diversified strategies of the BBGI OPP2 COMPLIANT indices have produced returns of +4.87% to +5.60% annualized since 1984 to date.

The composition of our indices is available upon request.