



# A security-oriented investment that doesn't pass up on attractive earnings opportunities – *Swiss Life Business Invest*

The Board of Trustees of the Swiss Life Collective Foundation 2<sup>nd</sup> Pillar has opted for a security-oriented and balanced investment strategy. To that end, it is using the Swiss Life Investment Foundation investment groups and their proven Swiss Life Best Select Invest Plus<sup>®</sup> approach combined with the proven expertise of Swiss Life Asset Managers' employees, who perform the asset management and coordinate the selection of the investment groups.

## *Advantages of the investment strategy*

- Broad asset diversification
- High proportion of first-class real estate
- Hedging of equity positions
- Hedging of foreign currencies
- Swiss Life Best Select Invest Plus<sup>®</sup> approach of the Swiss Life Investment Foundation

### **Advantages of Swiss Life Investment Foundation**

The Swiss Life Investment Foundation has over CHF 15 billion in assets plus a broad range of investment groups, which add value to asset management mandates. In addition to 700 pension funds, Swiss Life's employee pension fund invests most of its assets in the Swiss Life Investment Foundation. Since 2009, the Swiss Life Investment Foundation has followed a

unique investment philosophy based on the Swiss Life Best Select Invest Plus<sup>®</sup> approach. This approach centres on the objective selection of the best asset managers available combined with a modern portfolio structure (core satellite). Customers also benefit from the proven expertise of Swiss Life Asset Managers' employees and the competence of other specialised asset managers with a stellar track record.

The prominent investment consultant PPCmetrics AG supports the Swiss Life Investment Foundation in the role of independent investment controller for structuring investment groups, selecting the best possible asset managers and the ongoing monitoring and accompaniment of the selected asset managers.

## *Investment group overview*

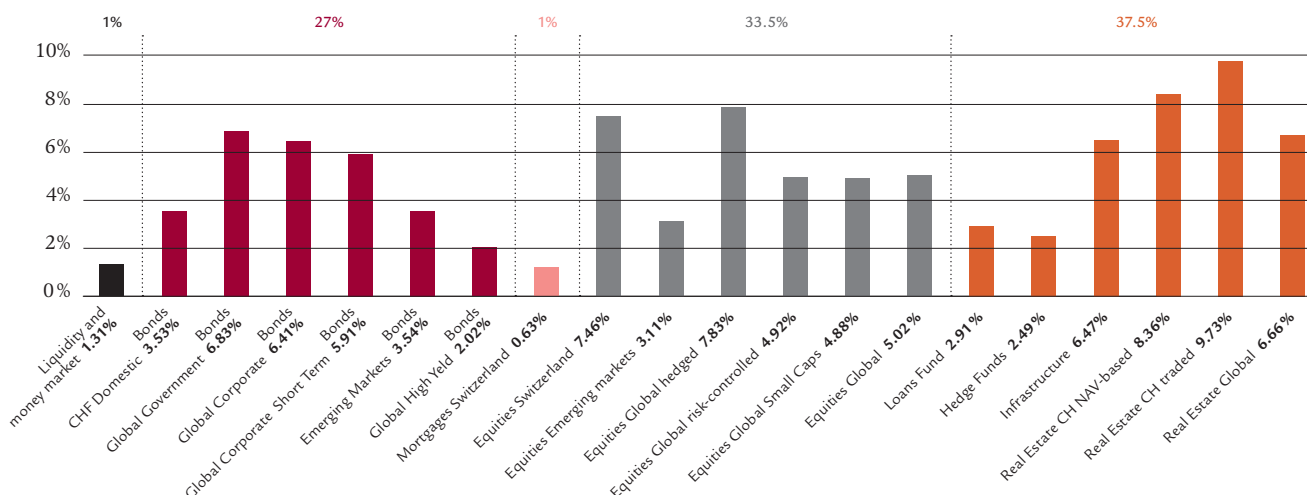
### **Bonds CHF Domestic**

Bonds from Swiss issuers in CHF. Investments in bonds with an average rating of at least A+.

### **Bonds Global Government**

Global portfolio of government and government-related entities. Investments in bonds with an average rating of at least A+. Foreign-currency risks are hedged against the Swiss franc.

### **Strategic asset allocation**



*The composition and weighting of the investment groups may change if the strategic asset allocation is adjusted.*

### **Bonds Global Corporate (CHF hedged)**

Global portfolio of corporate bonds. Investments are mainly in corporate bonds with an investment grade rating of (AAA to BBB-).

### **Bonds Global Corporate Short Term (CHF hedged)**

Global corporate bond portfolio with a remaining maturity of under three years for the most part. The short maturity significantly reduces potential price losses in the case of rising interest rates in the markets.

### **Bonds Emerging Markets (CHF hedged)**

Corporate bonds from emerging markets in hard currencies. The investments are mainly in corporate bonds with an investment grade rating of AAA to BBB-.

### **Global High Yield Bonds (CHF hedged)**

Global portfolio of high yield bonds in EUR, USD and GBP issued by private non-financial companies. High yield bonds enable diversification of the portfolio risk.

### **Equities Switzerland (large, mid, small caps)**

Portfolio of Swiss equities. Investments are made according to a core-satellite approach. Large caps are hedged through cost-effective passive products due to their market efficiency. Small and mid caps are actively managed.

### **Equities Foreign**

#### **(large, mid, small caps & emerging markets)**

Global equity portfolio. Investments follow according to a core-satellite approach. Large and mid caps are passively hedged, small caps and the Emerging Markets area are actively managed.

### **Equities Foreign Protect**

The dynamic equity hedging strategy with call and put options has the effect of reducing price losses in the event of sharply falling markets and of limiting participation in sharply rising markets.

### **Real Estate Switzerland (NAV-based and listed)**

Investments are made in directly held properties. The focus is primarily on residential properties and commercial premises. The portfolio is supplemented by funds investing in listed real estate.

### **Real Estate Foreign (CHF hedged)**

Investments will be made in directly held residential, office, retail, industrial and logistics properties in Europe.

### **Liquid Alternatives**

Alternative asset class with a low dependency on financial market developments. They enable more flexible investment techniques and are well positioned to benefit from bull and bear market phases. Such strategies are implemented by way of daily tradable funds.

### **Infrastructure**

Investments in infrastructural facilities in Europe and North America. The investments involve direct minority holdings in energy, renewable energies, water/waste-water, transport, social infrastructure and telecommunications.

### **Senior Secured Loans (CHF hedged)**

High-yield loans with variable interest payments and mostly first-class collateralisation. The investments are broadly diversified across issuers and industrial sectors and offer protection in an environment of rising interest rates due to the very short duration.

### **Mortgages Switzerland**

Investments in sustainable Swiss mortgages for residential, commercial or office properties.

### **Further information and individual advice**

Are you interested in Swiss Life Business Invest? Your advisor will be happy to advise you about joining the Swiss Life Collective Foundation 2<sup>nd</sup> pillar.

- Swiss Life Ltd, General-Guisan-Quai 40, P.O. Box, 8022 Zurich, Telephone 043 284 33 11
- [www.swisslife.ch/unternehmen](http://www.swisslife.ch/unternehmen)