

Sustainable Performance Group

Monthly Report February 2011

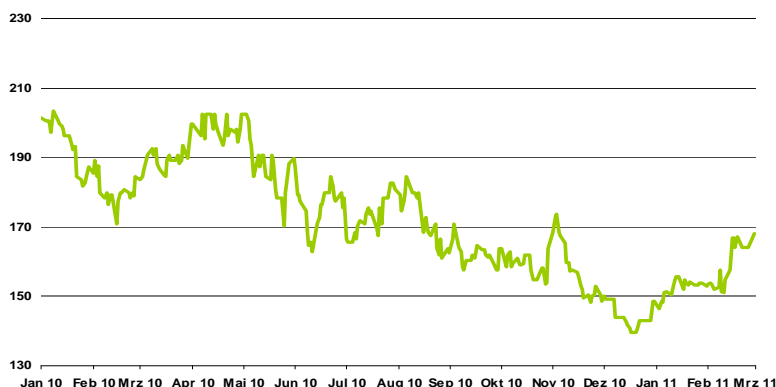
PORTFOLIO COMMENT

Despite the political turmoil stirred up in the past month by the situation in Libya, a major oil exporter, the equity market continued its rally in February. The oil price posted a hike of more than 10%, which allowed the entire energy sector to achieve gains. Within the SPG portfolio it was Noble that made the biggest contribution to performance. But this investment is not based on the correlation with the oil price, but chiefly on the hefty exposure to the natural gas business. It is expected that gas will become more important as an energy source during the transition phase from fossil fuels over to renewables. Over the next few years many old, unprofitable coal-fired power stations will come to the end of their service life and will be replaced with gas-powered plants with a much better carbon footprint. The uncertainty surrounding the future carbon tax is likely to force many utility companies to rethink their strategy. The hike in energy prices was also good news for the shares of solar energy firms, which also enjoyed a price rally despite the usual high level of volatility. Positive news came from Green Mountain Coffee Roasters (Green Mountain). The leading provider of coffee capsules in the USA entered into a collaboration with Dunkin' Donuts. Green Mountain meets very high standards in sustainable coffee production. By contrast, China Green suffered a setback, dropping more than 20% despite the absence of any concrete corporate news. The entire agricultural sector came under considerable pressure due to inflationary fears in China.

PORTFOLIO COMPANY: KSB

The German company KSB supplies innovative pump and valve technologies for a broad range of applications, encompassing everything from building services through to industry, water, energy and mining. KSB has production facilities across the globe, with sales personnel in more than 100 countries. KSB can boast many years' experience in the design and construction of pumps for demanding applications such as water treatment and water transportation. The company has an excellent reputation and its products are characterized by a high level of quality and reliability. KSB concentrates on achieving low lifespan costs for its own products and endeavors to raise their energy efficiency levels. KSB is more broadly diversified in comparison with its competitors, leading to somewhat lower margins but a more stable business performance and greater flexibility.

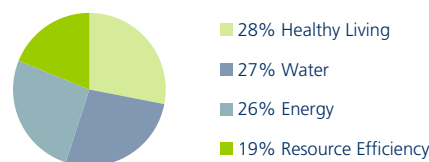
SHARE PRICE DEVELOPMENT (IN CHF)



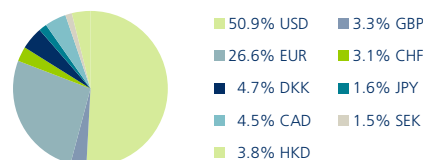
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INVESTMENT THEMES



CURRENCIES



TEN LARGEST POSITIONS

Company	In %
inge watertechnologies	4.0
Johnson Controls	3.5
Green Mountain Coffee Roasters	3.1
Thermo Fisher Scientific	3.0
Mylan	3.0
Noble	2.9
Yingli Green Energy	2.9
Novo Nordisk	2.8
KSB	2.7
American Water Works	2.6

PERFORMANCE

	YTD	1 Month	in CHF
Share Price	13.13%	9.80%	168.00
NAV	4.64%	0.81%	184.39
Premium/Discount			-8.9%

MARKET CAPITALIZATION + CONVERTIBLE BOND

CHF 163'146'000.00