

Sustainable Performance Group

Monthly Report August 2008

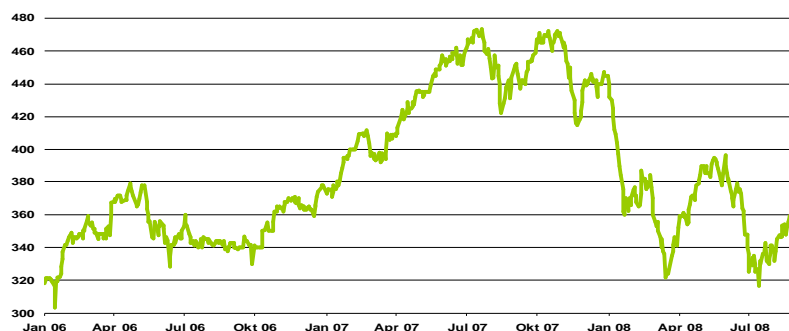
PORTFOLIO COMMENT

The SPG portfolio performed well in August, mainly thanks to the strong showing of the investment theme "Water". The US companies Toro and Layne Christensen also benefited from good quarterly results, as did the Swiss manufacturer of sanitary ware, Geberit. Despite a difficult market environment Geberit managed to achieve better than expected organic growth and an improved product mix. The "Energy" sector also made a positive performance contribution following a strong recovery by shares in solar companies. Sunpower's shares jumped 20% after it was awarded a contract to construct a 250 megawatt solar power station. In the "Healthy Living" cluster, SunOpta did even better. A new management should win back investors' confidence following the accounting problems disclosed at the start of the year. The portfolio was virtually unchanged in August. The holding in SGL Carbon was increased. Its dynamic earnings growth should continue next year too, thanks to the persistently high level of steel production in emerging markets, which makes its current stock market valuation look very attractive.

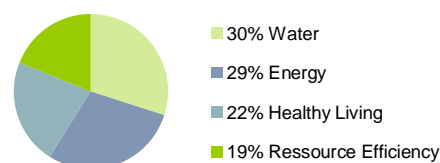
PORTFOLIO COMPANY: SGL GROUP

SGL Group - The Carbon Company - is one of the world's leading manufacturers of carbon-based products which benefits from the ongoing industrialization of emerging economies and thus, the increased consumption of resources such as steel and aluminum. Additionally, and as a result of energy and raw material shortages, there is currently a shift towards lightweight, strong, fuel efficient and energy efficient materials. The demand for these materials is coming from a wide variety of industries, which SGL serves by offering advance materials based on carbon and graphite. Examples of which are graphite for in Li-ion batteries, graphite crucibles and molds used to manufacture solar wafers, and graphite for diesel particles. SGL is the largest European manufacturer of carbon fibers and composites, a light weight yet strong material with increasing demand in the aerospace and automotive industries and other industrial applications. Growth in the carbon fibers and composites market is expected at 17% (CAGR 06-2010) driven primarily by the aerospace and the wind energy industries.

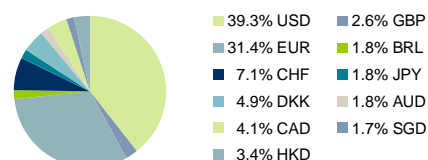
SHARE PRICE DEVELOPMENT (IN CHF)



INVESTMENT THEMES



CURRENCIES



TEN LARGEST POSITIONS

Company	Performance
Gamesa	4.3%
Itron	4.2%
Chaoda Modern Agriculture	3.9%
Yingli Green Energy	3.8%
Umicore	3.8%
Toro	3.7%
Vestas Wind System	3.7%
Andritz	3.6%
Q-Cells	3.4%
SGL Carbon	3.4%

PERFORMANCE

	YTD	1 Month	in CHF
Share Price	-17.1%	8.2%	369.00
NAV	-18.0%	9.2%	362.69
Premium/Discount			1.7%

TOTAL PORTFOLIO ASSETS (IN CHF)

CHF 294'224'000.-