Julius Baer Multibond -
Absolute Return Bond Fund
(UCITS)

JB BF Absolute Return-EUR

Julius Bär Funds
Exclusively managed by Swiss & Global AM
A member of the GAM group

Share class Ca / Currency EUR 31.10.2014

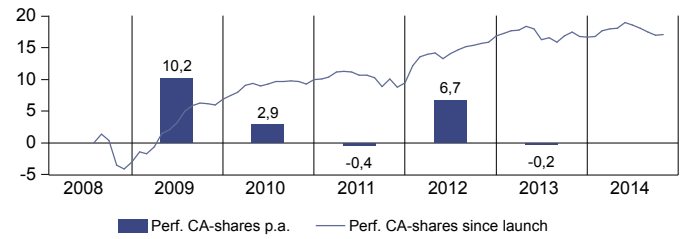
Investment focus and suitability

The fund invests worldwide in bonds of the most various maturities, credit ratings, countries and currencies, as well as in derivative financial instruments in accordance with the absolute return approach The fund allows investors to delegate investment decisions to experienced specialists. The investment aim is to achieve positive returns, irrespective of market performance.

Fund classification	Bond Funds: Absolute / Total Return						
Investment risk	1	2	**3**	4	5	6	7

Lower risk — Higher risk

Performance in %



in %	YTD	1M	3M	6M	1Y	3Y p.a.	5Y p.a.	10Y p.a.	since launch p.a.
Fund	0.29	0.04	-0.87	-0.92	-0.40	2.06	1.97	n.a.	2.55
BM	0.20	0.00	0.04	0.11	0.22	0.41	0.64	n.a.	1.02

Rolling perf.	31.10.2013 - 31.10.2014	31.10.2012 - 31.10.2013	31.10.2011 - 31.10.2012	31.10.2010 - 31.10.2011	31.10.2009 - 31.10.2010
Fund	-0.40	1.60	5.05	0.34	3.34
BM	0.22	0.14	0.88	1.23	0.73

Past performance is not an indicator of current or future trends. The performance values refer to the net asset value and are calculated without the commission and costs incurred on issue, redemption or swapping (e.g. transaction and custody costs of the investor).

Statistics

Average maturity in years	6.52	Modified Duration	-2.13
Yield to Maturity (nominal) (%)	3.42		

Important legal information

Sources: Bloomberg, Rimes, Swiss & Global. Please note the important legal information at the end of this document. Before subscribing, read the prospectus and the KIID which are available at www.jbfundnet.com or from your distributor.

Base data

NAV per share	**EUR 100,24**
Total fund assets	EUR 6`701,06 m
Base currency	EUR
Available currencies	CHF, EUR, GBP, USD
Share class	Ca (distribution)
Security code ISIN	LU0370946252
Security code CH	4317200
Invest. Manager	GAM International Management Ltd.
Fund Management Company	Swiss & Global Asset Management (Luxembourg) S.A.
Legal structure	SICAV under Luxembourg law
Date activated	30.04.2004
Share class launch	31.07.2008
Domicile	Luxembourg
Benchmark	ICE LIBOR EUR 3 Months
Last distribution	EUR 2.50 (Pay date: 19.11.2013)
Total expense ratio	1.26%
Management Fee	0.55% + Perf. Fee[1]
Commission	Issue: max. 3.00% Redemption: max. 2.00%[2]
EU Savings tax	on distribution: yes on redemption: yes
Registered in	AE AT BE CH CY DE EE ES FI FR GB IE IT LI LT LU LV NL NO SE

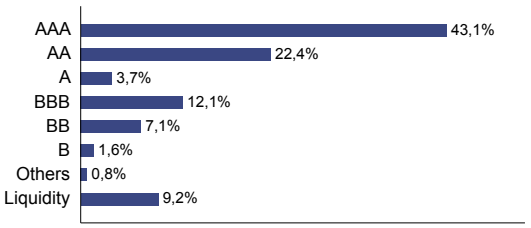
[1] Performance Fee: 10% of the outperformance vs. Benchmark (= Hurdle Rate); incl. High Watermark

[2] Only if no issuing commission was charged.

Largest positions

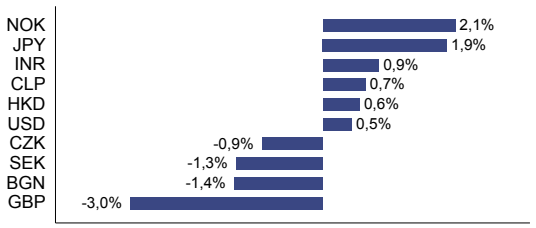
Security	Interest rate	Country	%
US Treasury Bonds	1,250%	US	4,62
Italy	3,000%	IT	2,94
US Treasury Bonds	1,500%	US	2,81
Germany	0,000%	DE	2,73
US Treasury Bonds	1,875%	US	2,57
Total			15,67

Structure by rating



The rating breakdown is primarily based on the lower rating of Moody's or S&P; thereafter, a cascade system with additional ratings applies.

Active currency risk Top 5 / Bottom 5



Derivative financial instruments are taken into account with their exposure in the fund structures. The sum of the structures may deviate from 100% if the fund is invested in these instruments.

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Comments

Market review
A very volatile month. Huge swings in UST not justified by data news. Similar swings in FX - Yen up, then down more; NOK and RUB still weak with oil. ZAR yields dipped; PIIGS did not. Most credit spreads moved wider yet non-European equities ended up. Brazilian election concluded; markets sanguine.

Performance contribution and portfolio changes
Intermediate UST's helpfully rallied more than, say, Italy futures. Long Yen at start was closed / reversed. Equity puts helped limit convertibles downside to mid-month, then lightened as market bounced. FX swings useful given long options stance. Steeper yield curves sub 5 year profitable then trimmed. The BRL helpfully behaved better than market consensus.

Outlook and strategy
Japan trumps Fed's QE move: ECB next? $ is very popular but still rises. Bonds remain expensive to history and health.

Opportunities
The fund invests in a broadly diversified bond universe and seeks various opportunities for returns.

The fund gives investors easy access to the emerging markets. Many of these countries may offer attractive potential returns in various asset classes.

A highly qualified and experienced management actively manages the fund on the basis of a fundamental valuation approach. The objective is to identify the potential investments that, in the Investment manager's opinion, are most attractive and to generate interesting and profitable opportunities for investors.

The fund aims to generate long-term positive (absolute) returns in both rising and falling financial markets, coupled with risk diversification. The fund invests broadly across various bond categories, currencies and countries, in accordance with its flexible investment strategy.

Risks
The fund invests in bonds, which may be subject to significant fluctuations in value. Bonds are subject to issuer risk, credit risk and interest rate risk.

The fund may invest in derivatives, which are subject to the risks of their underlying markets or underlying instruments as well as issuer risks and often involve higher risks than direct investments.

The fund may invest in securities from emerging markets where prices can fluctuate significantly and where, in addition to social, political and economic uncertainties, operating and supervision conditions may deviate from the standards prevailing in developed markets.

The fund may invest in securities of issuers that the market does not view as having good creditworthiness. These securities are subject to comparatively high volatility, and the possibility that they may even lose their value completely cannot be ruled out.

The fund may invest in assets denominated in various currencies, giving rise to exchange rate risks which may be hedged. If the currency in which the past performance is displayed differs from the currency of the country in which an investor resides, due to exchange rate fluctuations, the performance shown may increase or decrease if converted into the investor's local currency.

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