

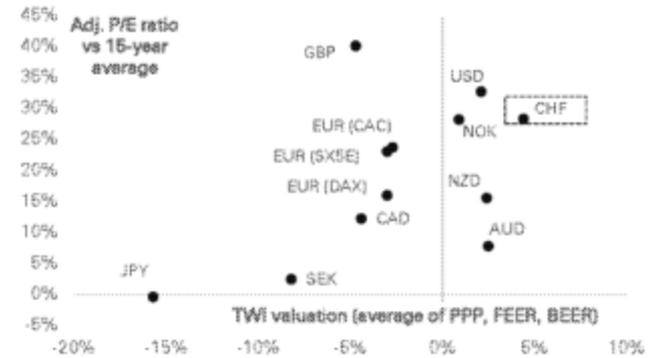


Figure 25: Swiss home bias has created a CHF 400bn underweight in foreign portfolio assets



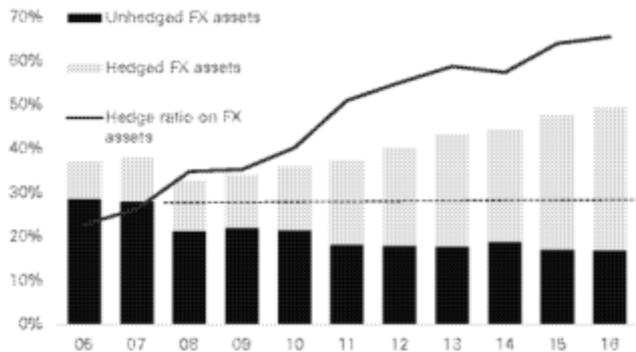
Source: Deutsche Bank, Haver Analytics

Figure 26: Home bias increasingly costly as foreign stocks significantly better valued, not least due to FX



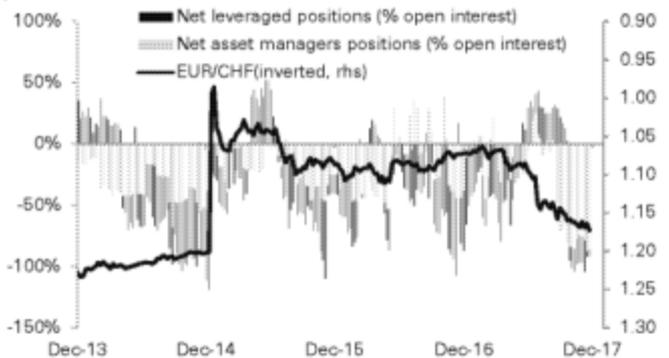
Source: Deutsche Bank, Bloomberg Finance LP, Haver Analytics, Macrobond

Figure 27: Beyond outflows, Swiss pension managers are likely to reduce excessive hedge ratios on existing FX assets



Source: Deutsche Bank, Complementa

Figure 28: Leveraged investors are not positioned for CHF downside



Source: Deutsche Bank, Bloomberg Finance LP

Figure 29: Falling sight deposits reducing pressure on SNB to start selling off FX reserves



Source: Deutsche Bank, Bloomberg Finance LP

Figure 30: CHF/JPY is particularly cheap not just on standard PPP but also on equity prices



Source: Deutsche Bank, Bloomberg Finance LP