

This is a marketing communication.
Please refer to the prospectus/information document of the fund and to the KIID/KID (as applicable) before making any final investment decisions.

For professional investors only

July 29, 2022

Spain

Risk profile (SRR) ¹⁾

1	2	3	4	5	6	7
---	---	---	---	---	---	---

Credit Suisse (Lux) Small and Mid Cap Alpha Long/Short Fund

a subfund of CS Investment Funds 2 - Class IBH USD

Investment policy

The CS (Lux) Small and Mid Cap Alpha Long/Short Fund aims to generate absolute positive returns by exploiting the inefficiencies of the small and mid-cap markets in Europe with a focus on German speaking countries. The portfolio managers buy the equities they think will perform best, while at the same time selling stocks in companies that, in their views, will underperform the market. The objective is to create a portfolio that has lower volatility, less correlation with the equity markets and a better risk-adjusted performance than a long-only fund.

Fund facts

Fund manager	Felix Meier
Fund manager since	26.07.2010
Location	Zurich
Management company	Credit Suisse Fund Management S.A.
Fund domicile	Luxembourg
Fund currency	EUR
Close of financial year	31. May
Total net assets (in millions)	251,74
Inception date	29.09.2017
Management fee p.a. ²⁾	1,00%
Ongoing charge ²⁾	1,35%
Subscription ³⁾	Weekly
Redemption ³⁾	Weekly
Performance fee in % with Highwatermark	20,00
Swinging single pricing (SSP) ⁵⁾	Yes
Unit class	Category IBH (capital growth)
Unit class currency	USD
ISIN number	LU0525286158
Bloomberg ticker	CSSMLSU LX
Net Asset Value	1'145,71

⁵⁾ For more details, please refer to the relevant chapter "Net Asset Value" of the Fund's prospectus.

Fund statistics

	1 year	3 years
Annualized volatility in %	9,73	7,55

Fund Exposures

Total gross exposure	168,94
Long exposure	94,02
Short exposure	-74,92
Net exposure	19,10
Number of long positions	95,00
Number of short positions	51,00

Market Cap ⁴⁾

	Long (%)	Short (%)
Large Cap	11,39	26,01
Mid Cap	63,24	38,49
Small Cap	19,40	10,42

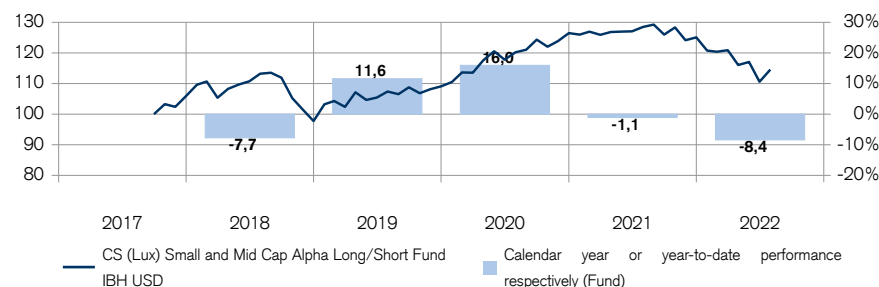
Top 2 long transactions

Buy	SHOP APOTHEKE EUROPE NV
Buy	K & S
Sell	AROUNDTOWN PROPERTY HOLDINGS
Sell	ESSILORLUXOTTICA



Net performance in USD (rebased to 100) and yearly performance

Past performance does not predict future returns. Neither simulated nor historical performance is a reliable indicator for current or future performance.



Net performance in USD

	1 month	3 months	YTD	1 year	3 years	5 years
Fund	3,60	-1,29	-8,41	-10,82	6,69	-
Benchmark	0,53	-3,56	-12,09	-14,74	11,69	-

Historical monthly performance in %

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2022	-3,46	-0,31	0,42	-4,00	0,84	-5,52	3,60	-	-	-	-	-	-8,41
2021	-0,39	0,77	-0,81	0,73	0,11	0,07	1,12	0,61	-2,53	1,86	-3,25	0,75	-1,10
2020	1,30	2,84	-0,07	3,57	2,50	-2,27	2,04	0,71	2,72	-1,86	1,51	2,10	15,95
2019	5,59	1,05	-1,83	4,65	-2,32	0,73	1,87	-0,80	2,11	-1,77	1,21	0,87	11,59
2018	3,47	0,95	-4,79	2,75	1,32	0,96	2,24	0,28	-1,43	-5,96	-3,54	-3,71	-7,73
2017	-	-	-	-	-	-	-	-	-	-	-0,86	3,47	2,58

Market commentary

In July, European small-cap equities recovered strongly. Fears of a coming recession, high reported inflation figures, hawkish central banks, and the war in Ukraine still weighed on market sentiment. However, major central banks raised short-term interest rates and inflation worries have been easing. Amid weaker expectations for growth, commodity prices in general have come down. Long bond yields fell as well, supporting price/earnings expansion. This environment supported quality growth stocks. The style shift was a major boost to the positive performance in July, as we tend to pick quality growth in the long book.

Best contributors in the long book included Eckert&Ziegler and STMicroelectronics. Eckert&Ziegler, a specialist provider of isotopes for industrials and radiopharmaceuticals, reported a profit increase. STMicroelectronics, a European manufacturer of a broad-based range of semiconductors, delivered good Q2 results and raised its fiscal-year 22 guidance. Increased adoption of semiconductor products by new verticals, especially related to the automotive sector, underpins STMicroelectronics' solid trends with an order backlog that covers 18-24 months.

The worst contributors included Software AG and K&S AG. Software AG provides database and enterprise integration software. The company had to lower its guidance after softer-than-expected bookings in Q2. Shares of potash supplier K&S AG were down due to pressure on prices for potash in some of its markets.

The best contributors in our short book included Banco Comercial Português (BCP) and S4 Capital. We shorted the Portuguese bank BCP as a hedge in an environment where spreads between core Europe and peripheral Europe have started to widen again. Moreover, BCP's capital position might come under pressure due to the Polish mortgage moratoria that came into law recently. Digital advertising and marketing operator S4 Capital plc saw a drop in the share price after they presented a profit warning on July 21 that was largely attributable to control issues. The group had been growing fast both organically and via acquisitions, and the cost/control issue in their content vertical business was larger than expected. We closed the position and took profit.

The worst contributor in our short book included Swiss online broker Swissquote and bioethanol producer Cropenergies. Fears have been fading about a G7 push for waivers on biofuels mandates because of high food prices. Swissquote shares recovered with rising markets. However, online brokers are highly dependent on number of trades executed and new client acquisitions – both becoming more difficult during market corrections.

Net exposure was slightly below average levels at month-end for risk-management reasons and due to a weak fundamental outlook. However, we see chances to pick up some good quality growth stocks at favorable levels when peak inflation hopes become clearer, long bond yields level out, and market volatility is back on lower levels.

¹⁾ The fund's risk and reward profile shows the variations in value an investment in this fund would have undergone over the past five years, whereby simulated performance data is used in the case of missing history. The fund's risk rating may change in the future. Please note, higher possible gains generally also mean higher possible losses. The lowest risk category does not mean that the fund is risk free.

²⁾ If the currency of a financial product and/or its costs is different from your reference currency, the return and cost may increase or decrease as a result of currency fluctuations.

³⁾ Subscription frequency: weekly, 5bd notice, Redemption frequency: weekly, 10bd notice

⁴⁾ Classification: Small Cap up to EUR 1.5 bn market cap, Mid Cap between EUR 1.5bn and EUR 15bn and the above EUR 15bn Large Cap.

Top 2 short transactions

Short	THE SWATCH GROUP
Short	BASF reg
Cover	BASF reg
Cover	HEIDELBERGCEMENT

Allocation by Country in %

	Long	Short	Net
Switzerland	1,79	-12,44	-10,65
Germany	63,37	-40,85	22,51
Austria	0,27	-0,03	0,24
Belgium	0,73	-0,29	0,44
Denmark	0,18	-1,03	-0,85
Spain	1,02	-0,28	0,75
Finland	2,73	-0,34	2,40
France	3,14	-3,94	-0,81
United Kingdom	2,41	-5,81	-3,40
Ireland	0,00	-1,32	-1,32
Italy	8,88	-4,98	3,91
Luxembourg	0,26	-1,23	-0,97
Norway	1,94	-0,11	1,82
Netherlands	5,31	-1,26	4,04
Poland	0,00	-0,02	-0,02
Portugal	0,74	-0,03	0,71
Sweden	1,25	-0,97	0,28

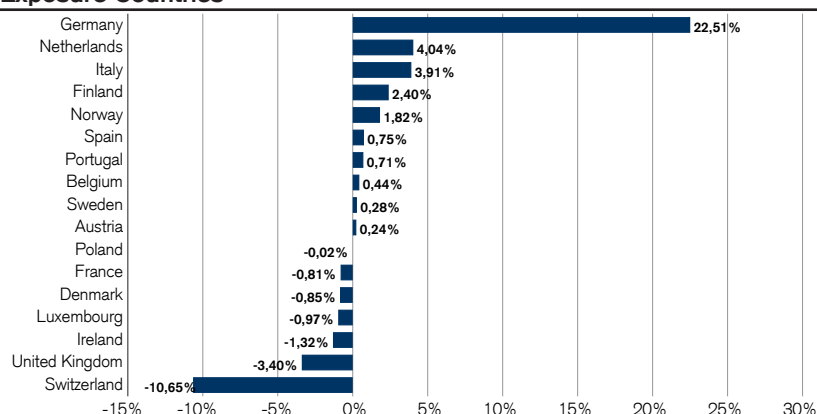
Allocation by Sector in %

	Long	Short	Net
Communication Services	8,35	-5,87	2,48
Consumer Discretionary	5,85	-10,36	-4,51
Consumer Staples	3,71	-3,12	0,60
Energy	2,38	-1,46	0,92
Financials	7,89	-9,88	-1,99
Health Care	15,43	-7,78	7,65
Industrials	23,01	-14,68	8,33
Information Technology	10,44	-6,47	3,97
Materials	11,37	-9,57	1,80
Real Estate	3,39	-4,42	-1,03
Utilities	2,22	-1,33	0,89

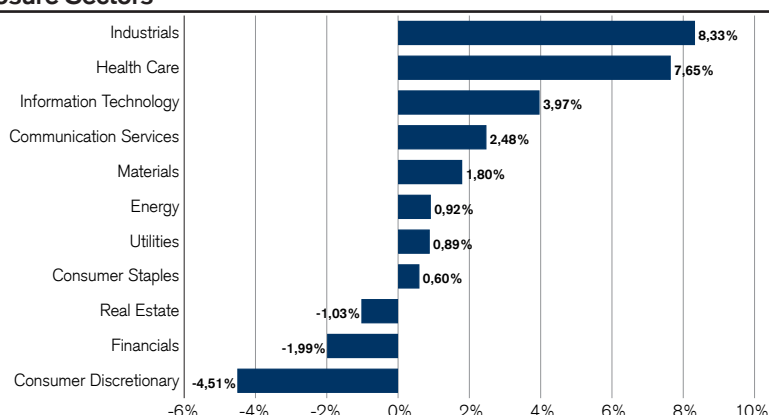
Contact

CREDIT SUISSE AG
Sucursal en España
Calle Ayala 42
28001 Madrid/Spain
Tel +34 91 791 60 00 Fax +34 91 791 60 10

Net Exposure Countries



Net Exposure Sectors



Potential risks

The Fund's risk and reward profile does not reflect the risk inherent in future circumstances that differ from what the Fund has experienced in the recent past. This includes the following events which are rare but can have a large impact.

- Credit risk: Issuers of assets held by the Fund may not pay income or repay capital when due. The Fund's investments have low credit risk.
- Liquidity risk: Assets cannot necessarily be sold at limited cost in an adequately short timeframe. The Fund's investments may be prone to limited liquidity. The Fund will endeavor to mitigate this risk by various measures.
- Counterparty risk: Bankruptcy or insolvency of the Fund's derivative counterparties may lead to payment or delivery default. The Subfund will endeavor to mitigate this risk by the receipt of financial collateral given as guarantees.
- Operational risk: Deficient processes, technical failures or catastrophic events may cause losses.
- Political and Legal risks: Investments are exposed to changes of rules and standards applied by a specific country. This includes restrictions on currency convertibility, the imposing of taxes or controls on transactions, the limitations of property rights or other legal risks.
- Sustainability risks: Sustainability risks are environmental, social or governance events or conditions can have a material negative effect on the return, depending on the relevant sector, industry and company exposure.
- The Fund's use of leverage may lead to an amplified reaction to market movements, i.e. increase the volatility of the Fund and may amount to a more substantial loss than in unleveraged products.

The investment promoted in this marketing material concerns the acquisition of units or shares in a fund and not of any underlying assets. The underlying assets are owned by the fund only.

The full offering documentations including complete information on risks may be obtained free of charge from a Credit Suisse representative or where available via FundSearch (credit-suisse.com/fundsearch).

Data sources as of July 29, 2022: Credit Suisse, otherwise specified.

Important Information

This material constitutes marketing material of Credit Suisse Group AG and/or its affiliates (hereafter "CS").

This material does not constitute or form part of an offer or invitation to issue or sell, or of a solicitation of an offer to subscribe or buy, any securities or other financial instruments, or enter into any other financial transaction, nor does it constitute an inducement or incitement to participate in any product, offering or investment.

This marketing material is not a contractually binding document or an information document required by any legislative provision.

Nothing in this material constitutes investment research or investment advice and may not be relied upon. It is not tailored to your individual circumstances, or otherwise constitutes a personal recommendation, and is not sufficient to take an investment decision.

The information and views expressed herein are those of CS at the time of writing and are subject to change at any time without notice. They are derived from sources believed to be reliable.

CS provides no guarantee with regard to the content and completeness of the information and where legally possible does not accept any liability for losses that might arise from making use of the information. If nothing is indicated to the contrary, all figures are unaudited. The information provided herein is for the exclusive use of the recipient.

The information provided in this material may change after the date of this material without notice and CS has no obligation to update the information.

This material may contain information that is licensed and/or protected under intellectual property rights of the licensors and property right holders. Nothing in this material shall be construed to impose any liability on the licensors or property right holders. Unauthorised copying of the information of the licensors or property right holders is strictly prohibited.

The full offering documentation including, the prospectus or offering memorandum, the Key Investor Information Document (KIID), the Key Information Document (KID), the fund rules, as well as the annual and bi-annual reports ("Full offering documentation"), as the case may be, may be obtained free of charge in one of the languages listed below from the legal entity/entities indicated below and where available via FundSearch ([credit-suisse.com/fundsearch](https://www.credit-suisse.com/fundsearch)).

Information on your local distributors, representatives, information agent, paying agent, if any, and your local contacts in respect of the investment product(s) can be found below.

The only legally binding terms of any investment product described in this material, including risk considerations, objectives, charges and expenses are set forth in the prospectus, offering memorandum, subscription documents, fund contract and/or any other fund governing documents.

For a full description of the features of the products mentioned in this material as well as a full description of the opportunities, risks, and costs associated with the respective products, please refer to the relevant underlying securities prospectuses, sales prospectuses, or other additional product documents, which we will be pleased to provide to you at any time upon request.

The investment promoted in this marketing material concerns the acquisition of units or shares in a fund and not of any underlying assets. The underlying assets are owned by the fund only.

This material may not be forwarded or distributed to any other person and may not be reproduced. Any forwarding, distribution or reproduction is unauthorized and may result in a violation of the U.S. Securities Act of 1933, as amended (the "Securities Act"). The securities referred to herein have not been, and will not be, registered under the Securities Act, or the securities laws of any states of the United States and, subject to certain exceptions, the securities may not be offered, pledged, sold or otherwise transferred within the United States or to, or for the benefit or account of, U.S. persons.

In addition, there may be conflicts of interest with regard to the investment.

In connection with the provision of services, Credit Suisse AG and/or its affiliates may pay third parties or receive from third parties, as part of their fee or otherwise, a one-time or recurring fee (e.g., issuing commissions, placement commissions or trailer fees).

Prospective investors should independently and carefully assess (with their tax, legal and financial advisers) the specific risks described in available materials, and applicable legal, regulatory, credit, tax and accounting consequences prior to making any investment decision.

The alternative investment fund manager or the (UCITS) management company, as applicable, may decide to terminate local arrangements for the marketing of the shares/units of a fund, including terminating registrations or notifications with the local supervisory authority. A summary of investor rights for investing into European Economic Area domiciled investment funds managed or sponsored by Credit Suisse Asset Management can be obtained in English via www.credit-suisse.com/am/regulatory-information, local laws relating to investor rights may apply.

Copyright © 2022 Credit Suisse Group AG and/or its affiliates. All rights reserved.

Spain : Distributor - if this material is distributed by: Credit Suisse AG, Sucursal en España*, Calle Ayala 42, 28001 Madrid, España

Regulator / Supervisor legal entity: Comisión Nacional del Mercado de Valores ("CNMV"), Edison, 4, 28006 Madrid, Spain, Tel: 34 91 585 15 00, Website:

<https://www.cnmv.es/>

*Legal entity, from which the full offering documentation, the key investor information document (KIID), the fund rules, as well as the annual and bi-annual reports, if any, may be obtained free of charge.