Umbrella-Fund of Swiss law of the type "Other funds for traditional investments"

zCapital

Audited annual report as of November 30, 2019

Sub Funds:

Swiss Dividend Fund
Swiss Small & Mid Cap Fund

The English version of the annual report is a free translation from the original, which was prepared in German.

Contents

3 – 4 **Facts and figures**
Organization
Fund characteristics
Key figures

5 – 10 **Swiss Dividend Fund**
Statement of Assets
Statement of Income (A-Class and ZA-Class)
Statement of Investments
Transactions during the reporting period
(If they no longer appear in the statement of net assets)

11 – 16 **Swiss Small & Mid Cap Fund**
Statement of Assets
Statement of Income (A-Class and ZA-Class)
Statement of Investments
Transactions during the reporting period
(If they no longer appear in the statement of net assets)

17 **Supplementary information to the annual report**

18 **Additional information for the distribution of Shares in Germany**

19 **Short form report of the audit company for collective investment schemes on the financial statements**

20 **Report of the investment manager regarding the exercise of participation and voting rights**

Facts and figures

Organization

Board of directors of the Fund Management Company
Natalie Epp, Präsidentin
Bruno Schranz, Vizepräsident
Hans Stamm

Management of the Fund Management Company
Dominik Rutishauser (from January 1, 2019)
Marcel Weiss (until December 31, 2018)
Ferdinand Buholzer

Fund Management Company
LLB Swiss Investment AG
Claridenstrasse 20
CH-8002 Zurich
Phone +41 58 523 96 70
Fax +41 58 523 96 71

Custodian Bank
Bank Julius Bär & Co. AG
Bahnhofstrasse 36
CH-8001 Zurich

Investment Manager of the Fund
zCapital AG
Baarerstrasse 82
CH-6300 Zug
Phone +41 41 729 80 80

Distribution channels
zCapital AG

Auditors
PricewaterhouseCoopers AG
Birchstrasse 160
CH-8050 Zurich

Fund characteristics Swiss Dividend Fund

The primary investment objective of the subfund Swiss Dividend Fund is to achieve long-term capital growth by investing in an equity portfolio of companies that are included in the Swiss Performance Index SPI® Total Return or that are domiciled in or carry out the bulk of their business activities in Switzerland and which post or are likely to post above-average and/or rising dividend income. The subfund invests over a long-term horizon using an active, structured selection process based on a bottom-up approach. The process identifies companies with an attractive risk/return profile that offer or are expected to offer attractive dividend income and are deemed to be undervalued. The subfunds' investments are not selected according to sectoral criteria; investments may focus on a limited number of economic sectors.

Key figures Swiss Dividend Fund

	30.11.2019	30.11.2018	30.11.2017
Net fund assets in million CHF	490.33	441.06	419.98
Number of units A-Class	128 976	129 094	101 292
Number of units ZA-Class	110 147	119 800	126 903
Asset value per unit A-Class in CHF	1 902.75	1 659.61	1 735.17
Asset value per unit ZA-Class in CHF	2 223.56	1 893.28	1 924.49
Performance A-Class	27.10%[1]	-7.04%[1]	17.46%[1]
Performance ZA-Class	27.42%[1]	-6.77%[1]	17.75%[1]
Benchmark SPI® Total Return	30.59%[1]	-8.57%[1]	19.92%[1]
TER A-Class	1.01%	1.01%	1.02%
TER ZA-Class	0.76%	0.76%	0.76%
PTR	0.50	0.41	0.20
Transaction costs in CHF[2]	272 949	299 484	217 425

[1] Calculated on a calendar year.
[2] Incidental costs for the purchase and sale of investments incurred by the investment fund are charged to the fund assets.
Past performance is no guarantee for future results. The performance data do not take on the issue and redemption of units and costs incurred.

Facts and figures

Fund characteristics Swiss Small & Mid Cap Fund

The primary investment objective of the subfund Swiss Small & Mid Cap Fund is to achieve above-average long-term growth in value by investing in an equity portfolio of Swiss small and mid cap companies. That have their head office or carry out the bulk of their business activities in Switzerland.
"Small and mid caps" are defined as companies that are currently listed on the SPI EXTRA® or have an equivalent capitalization.

The subfund invests over a long-term horizon using an active, structured selection process based on a bottom-up approach. The process identifies companies with an attractive risk/return profile that are deemed to be undervalued. The subfund's investments are not selected according to sector criteria; they may focus on a small number of economic sectors.

Key figures Swiss Small & Mid Cap Fund

	30.11.2019	30.11.2018	30.11.2017
Net fund assets in million CHF	921.73	824.81	964.34
Number of units A-Class	52 243	60 226	61 777
Number of units ZA-Class	203 171	212 061	229 643
Asset value per unit A-Class in CHF	3 517.93	2 962.91	3 247.03
Asset value per unit ZA-Class in CHF	3 632.09	3 048.01	3 325.79
Performance A-Class	28.73%[1]	-14.44%[1]	28.97%[1]
Performance ZA-Class	29.38%[1]	-14.00%[1]	29.62%[1]
Benchmark SPI Extra®	30.42%[1]	-17.23%[1]	29.73%[1]
TER A-Class	1.50%	1.51%	1.51%
TER ZA-Class	1.00%	1.01%	1.01%
PTR	0.52	0.62	0.60
Transaction costs in CHF[2]	542 547	732 356	668 972

[1] Calculated on a calendar year.
[2] Incidental costs for the purchase and sale of investments incurred by the investment fund are charged to the fund assets.
Past performance is no guarantee for future results. The performance data do not take on the issue and redemption of units and costs incurred.

Statement of Assets

	30.11.2019 CHF	30.11.2018 CHF
Bank Balances	38 363 219	36 068 143
Debtors	1 283 938	1 127 424
Equities	450 727 460	403 907 512
Other assets	–	1 004
Total Fund Assets	**490 374 617**	**441 104 083**
Liabilities	-48 042	-42 989
Net Fund Assets	**490 326 575**	**441 061 094**

Outstanding units	units	units
Number of units outstanding at the beginning of the reporting period A-Class	129 094	101 292
New issued units	36 256	44 665
Redeemed units	-36 374	-16 863
Number of units outstanding at the end of the reporting period A-Class	**128 976**	**129 094**
Number of units outstanding at the beginning of the reporting period ZA-Class	119 800	126 903
New issued units	21 889	37 050
Redeemed units	-31 542	-44 152
Number of units outstanding at the end of the reporting period ZA-Class	**110 147**	**119 800**

Net asset value per unit	A-Class in CHF	ZA-Class in CHF
30.11.2019	1 902.75	2 223.56

Change in net assets	CHF
Net fund assets at the beginning of the reporting period	441 061 094
Distribution	-7 699 064
Net cash flow from issued and redeemed units	-18 796 721
Total result of the financial year	75 761 266
Net fund assets at the end of the reporting period	**490 326 575**

Statement of Income A-Class

	1.12.2018 – 30.11.2019 CHF	1.12.2017 – 30.11.2018 CHF
Income on bank deposits	–	–
Income on shares (dividends)	6 416 509	4 699 283
Equalisation income on subscriptions	532 367	1 061 339
Total income	**6 948 876**	**5 760 622**
less:		
Bank charges and debit interest	1 036	895
Negative interest	50 772	22 461
Auditor fees	5 629	5 105
Management fees (0.97%)	2 224 858	1 793 270
Custodian fees (0.02%)	48 326	38 879
Other expenses	15 290	12 807
Equalisation income on redemptions	836 742	279 570
Total expenses	**3 182 653**	**2 152 987**
Net income	**3 766 223**	**3 607 635**
Realized capital gains and losses	11 429 577	9 345 771
Net realized gain	**15 195 800**	**12 953 406**
Unrealized capital gains and losses	22 492 060	-13 183 346
Total result	**37 687 860**	**-229 940**

Allocation of income	A-Class CHF
Net income 2018	3 766 223
Income brought forward	1 320 282
Income available for distribution	5 086 505
Income to be distributed to investors	3 559 730
Balance to be brought forward	1 526 775
Distribution per unit	27.60
Withholding tax 35%	9.66
Distribution capital gains per unit	30.50

The net income of the A class is distributed, subject to Swiss withholding tax. The distribution of capital gains is free of tax.

Statement of Income ZA-Class

	1.12.2018 – 30.11.2019 CHF	1.12.2017 – 30.11.2018 CHF
Income on bank deposits	–	–
Income on shares (dividends)	6 552 404	6 836 780
Equalisation income on subscriptions	686 444	880 615
Total income	**7 238 848**	**7 717 395**
less:		
Bank charges and debit interest	1 088	1 229
Negative interest	52 012	29 671
Auditor fees	5 734	6 783
Management fees (0.72%)	1 686 572	1 774 215
Custodian fees (0.02%)	49 198	51 626
Other expenses	15 491	17 382
Equalisation income on redemptions	1 110 527	1 441 493
Total expenses	**2 920 622**	**3 322 399**
Net income	**4 318 226**	**4 394 996**
Realized capital gains and losses	11 403 986	9 964 328
Net realized gain	**15 722 212**	**14 359 324**
Unrealized capital gains and losses	22 351 194	-17 432 743
Total result	**38 073 406**	**-3 073 419**

Allocation of income	ZA-Class CHF
Net income 2018	4 318 226
Income brought forward	1 708
Income available for distribution	4 319 934
Income to be accumulated to investors	4 317 761
Balance to be brought forward	2 173
Accumulation per unit	39.20
Withholding tax 35%	13.72

The net income of the ZA class is retained for reinvestment, subject to Swiss withholding tax.

Statement of investments as per November 30, 2019

Description	Currency	Balance at (in 1000 resp. piece) 30.11.2019	Purchases	Sales	Price at 30.11.2019	Valuation CHF	as % of total assets
Securities							
Equities (traded on an exchange)						**450 727 460**	**91.91**
ABB NA	CHF	1 010 000	205 000	75 000	21.870	22 088 700	4.50
Adecco Group NA	CHF	96 000		21 000	61.820	5 934 720	1.21
Allreal NA	CHF	59 000	7 000	5 500	191.400	11 292 600	2.30
APG SGA NA	CHF	3 100			289.000	895 900	0.18
Baloise NA	CHF	58 000	14 000	17 000	173.800	10 080 400	2.06
BKW NA	CHF	150 000	25 000	10 000	70.300	10 545 000	2.15
Burkhalter NA	CHF	122 500	122 500		71.700	8 783 250	1.79
Cembra Money Bank NA	CHF	114 000	16 000	12 000	104.100	11 867 400	2.42
Conzzeta -A- NA	CHF	2 560		800	972.000	2 488 320	0.51
EMS-Chemie NA	CHF	12 500	4 000	9 500	620.500	7 756 250	1.58
Flughafen Zürich NA	CHF	48 000	6 000	4 000	177.300	8 510 400	1.74
Givaudan NA	CHF	3 550	600	1 550	2 939.000	10 433 450	2.13
Glarner KB NA	CHF	118 000			31.400	3 705 200	0.76
Helvetia NA	CHF	40 000	40 000		136.500	5 460 000	1.11
Inficon NA	CHF	11 000		2 000	724.500	7 969 500	1.63
Kuehne & Nagel NA	CHF	50 000	6 000	14 000	162.600	8 130 000	1.66
LafargeHolcim NA	CHF	360 000	185 000	60 000	51.560	18 561 600	3.79
Liechtensteinische Landesbank NA	CHF	153 800	8 177	3 377	63.800	9 812 440	2.00
Logitech NA	CHF	360 000	90 000	65 000	43.710	15 735 600	3.21
Nestlé NA	CHF	414 000	20 000	61 000	103.920	43 022 880	8.77
Novartis NA	CHF	525 000	123 000	70 000	92.060	48 331 500	9.86
Partners Group NA	CHF	16 000	11 500	8 500	843.200	13 491 200	2.75
PSP Swiss Property NA	CHF	69 000		20 000	130.100	8 976 900	1.83
Roche GS	CHF	144 000	18 000	28 500	308.200	44 380 800	9.05
Roche I	CHF	13 000			304.800	3 962 400	0.81
Romande Energie NA	CHF	2 460			1 190.000	2 927 400	0.60
Schweiter Technologies I	CHF	8 000		700	1 144.000	9 152 000	1.87
SGS NA	CHF	5 250	1 900	950	2 602.000	13 660 500	2.79
St.Galler KB NA	CHF	19 000	19 000		443.500	8 426 500	1.72
Sunrise Communications NA	CHF	110 000	75 000	35 000	78.450	8 629 500	1.76
Swiss Re NA	CHF	135 000		24 000	108.300	14 620 500	2.98
Swisscom NA	CHF	24 000	1 000	1 500	517.600	12 422 400	2.53
Tamedia NA	CHF	46 500			92.500	4 301 250	0.88
Valiant NA	CHF	86 000	10 000		97.100	8 350 600	1.70
VAT Group NA	CHF	28 000		52 000	144.700	4 051 600	0.83
Zurich Insurance Group NA	CHF	56 000	8 000	6 000	392.300	21 968 800	4.48
Total securities						**450 727 460**	**91.91**
Cash and other assets						39 647 157	8.09
Total fund assets						490 374 617	100.00
Liabilities						-48 042	-0.01
Total net assets						**490 326 575**	

Divergences in the totals may be attributed to rounding differences.

Statement of investments as per November 30, 2019

Breakdown

Shares, PS, GS by industry as well as bank balances	Valuation in CHF	%
Industry	109 330 590	22.35
Financials	107 783 040	22.04
Health care	96 674 700	19.78
Consumer goods	43 022 880	8.80
Liquidity	38 363 219	7.84
Telecommunications	21 051 900	4.30
Real estate	20 269 500	4.14
Raw, auxiliary, operating materials	18 189 700	3.72
Technology	15 735 600	3.22
Suppliers	13 472 400	2.75
Non-Basic Consumer goods	5 197 150	1.06
Total	**489 090 679**	**100**

Fair value hierarchy

The following table shows the fair value hierarchy of the investments. Fair value is the price, that would be received to sell an asset in an orderly transaction between market participants at the measurement date.

		Valuation		
Investment type	Total amount	Valuated at prices quoted on an active market	Valuation based on observable market parameters	Valuation method not based on market data (valuation models)
Equities	450 727 460	450 727 460	–	–
Bonds	–	–	–	–
Investments in other collective investment schemes	–	–	–	–
Derivatives	–	–	–	–
Total	**450 727 460**	**450 727 460**	**–**	**–**

Divergences in the totals may be attributed to rounding differences.

Transactions during the reporting period

(If they no longer appear in the statement of net assets)

Currency	Description	Purchases	Sales
Securities			
Equities			
CHF	Alcon NA	100 000	100 000
CHF	ALSO NA		54 000
CHF	Belimo NA		1 200
CHF	GAM NA		590 000
CHF	Helvetia NA		9 000
CHF	mobilezone NA		739 886
CHF	Stadler Rail NA	198 000	198 000

Incl. merger, split, reorganisation, redemption etc. Bonds in thousand.

Statement of Assets

	30.11.2019 CHF	30.11.2018 CHF
Bank Balances	71 106 380	81 878 954
Debtors	1 674 766	1 644 758
Equities	849 057 050	741 388 410
Other income	–	–
Total Fund Assets	**921 838 196**	**824 912 122**
Liabilities	-112 481	-102 265
Net Fund Assets	**921 725 715**	**824 809 857**

Outstanding units	units	units
Number of units outstanding at the beginning of the reporting period A-Class	60 226	61 777
New issued units	10 831	14 032
Redeemed units	-18 814	-15 583
Number of units outstanding at the end of the reporting period A-Class	**52 243**	**60 226**
Number of units outstanding at the beginning of the reporting period ZA-Class	212 061	229 643
New issued units	22 269	33 488
Redeemed units	-31 159	-51 070
Number of units outstanding at the end of the reporting period ZA-Class	**203 171**	**212 061**

Net asset value per unit	A-Class in CHF	ZA-Class in CHF
30.11.2019	3 517.93	3 632.09

Change in net assets	CHF
Net fund assets at the beginning of the reporting period	824 809 857
Distribution	-1 337 079
Net cash flow from issued and redeemed units	-48 528 689
Total result of the financial year	146 781 626
Net fund assets at the end of the reporting period	**921 725 715**

Statement of Income A-Class

	1.12.2018 – 30.11.2019 CHF	1.12.2017 – 30.11.2018 CHF
Income on bank deposits	–	–
Income on shares (dividends)	2 952 620	2 821 974
Commission from issues/redemptions of units	126 864	177 866
Equalisation income on subscriptions	80 108	9 289
Total income	**3 159 592**	**3 009 129**
abzüglich:		
Bank charges and debit interest	442	418
Negative interest	48 548	36 384
Auditor fees	2 303	2 459
Management fees (1.47%)	2 498 707	2 883 500
Custodian fees (0.02%)	35 927	41 437
Other expenses	5 994	6 413
Equalisation income on redemptions	104 393	9 912
Partial transfer of expenses to realized capital gains and losses	–	-55 861
Total expenses	**2 696 314**	**2 924 662**
Net income	**463 278**	**84 467**
Realized capital gains and losses	5 757 365	21 310 511
Partial transfer of expenses to realized capital gains and losses	–	-55 861
Total realized capital gains and losses	5 757 365	21 254 650
Net realized gain	**6 220 643**	**21 339 117**
Unrealized capital gains and losses	22 090 536	-37 056 296
Total result	**28 311 179**	**-15 717 179**

Allocation of income	A-Class CHF
Net income 2018	463 278
Income brought forward	41 066
Income available for distribution	504 344
Income to be distributed to investors	355 255
Balance to be brought forward	149 089
Distribution per unit	6.80
Withholding tax 35%	2.38

The net income of the A class is distributed, subject to Swiss withholding tax.

Statement of Income ZA-Class

	1.12.2018 – 30.11.2019 CHF	1.12.2017 – 30.11.2018 CHF
Income on bank deposits	–	–
Income on shares (dividends)	11 425 101	11 201 467
Commission from issues/redemptions of units	490 369	681 743
Equalisation income on subscriptions	461 034	422 115
Total income	**12 376 504**	**12 305 325**
less:		
Bank charges and debit interest	1 681	1 580
Negative interest	191 175	140 074
Auditor fees	9 060	9 429
Management fees (0.97%)	6 515 242	7 330 880
Custodian fees (0.02%)	141 509	159 092
Other expenses	23 586	24 750
Equalisation income on redemptions	303 077	984 422
Total expenses	**7 185 330**	**8 650 227**
Net income	**5 191 174**	**3 655 098**
Realized capital gains and losses	22 983 181	76 990 656
Net realized gain	**28 174 355**	**80 645 754**
Unrealized capital gains and losses	90 296 092	-139 912 756
Total result	**118 470 447**	**-59 267 002**

Allocation of income	ZA-Class CHF
Net income 2018	5 191 174
Income brought forward	2 853
Income available for distribution	5 194 027
Income to be accumulated to investors	5 191 026
Balance to be brought forward	3 001
Accumulation per unit	25.55
Withholding tax 35%	8.94

The net income of the ZA class is retained for reinvestment, subject to Swiss withholding tax.

Statement of investments as per November 30, 2019

Description	Currency	Balance at (in 1000 resp. piece) 30.11.2019	Purchases	Sales	Price at 30.11.2019	Valuation CHF	as % of total assets
Securities							
Equities (traded on an exchange)						**849 057 050**	**92.10**
Allreal NA	CHF	75 000	13 000		191.400	14 355 000	1.56
ALSO NA	CHF	30 000		25 000	158.400	4 752 000	0.52
ams I	CHF	160 000	160 000	100 000	48.250	7 720 000	0.84
APG SGA NA	CHF	4 600		400	289.000	1 329 400	0.14
Ascom NA	CHF	450 000	450 000		9.980	4 491 000	0.49
Baloise NA	CHF	230 000	5 000	30 000	173.800	39 974 000	4.34
Barry Callebaut NA	CHF	14 720	1 490	900	2 010.000	29 587 200	3.21
Belimo NA	CHF	1 800	800	700	6 600.000	11 880 000	1.29
BKW NA	CHF	225 000	101 000	96 000	70.300	15 817 500	1.72
Bucher Industries NA	CHF	15 000	15 000		320.400	4 806 000	0.52
Cembra Money Bank NA	CHF	170 000		15 000	104.100	17 697 000	1.92
Clariant NA	CHF	350 000		710 000	20.660	7 231 000	0.78
Conzzeta -A- NA	CHF	8 300	1 700	5 600	972.000	8 067 600	0.88
Dätwyler I	CHF	10 000		20 000	172.800	1 728 000	0.19
dormakaba NA	CHF	10 000	9 500	1 000	677.000	6 770 000	0.73
Dufry NA	CHF	45 000		35 000	97.580	4 391 100	0.48
EMS-Chemie NA	CHF	27 000	2 000	17 000	620.500	16 753 500	1.82
Flughafen Zürich NA	CHF	90 000	8 000	23 000	177.300	15 957 000	1.73
Forbo NA	CHF	5 000	2 000	1 000	1 653.000	8 265 000	0.90
Galenica NA	CHF	200 000	120 000		60.150	12 030 000	1.31
Georg Fischer NA	CHF	15 000	1 000	4 000	979.500	14 692 500	1.59
Helvetia NA	CHF	158 000	158 000		136.500	21 567 000	2.34
Inficon NA	CHF	3 000		9 500	724.500	2 173 500	0.24
Julius Bär NA	CHF	480 000	480 000		47.080	22 598 400	2.45
Komax NA	CHF	50 000		10 000	217.600	10 880 000	1.18
Kuehne & Nagel NA	CHF	165 000		50 000	162.600	26 829 000	2.91
Lindt & Spruengli NA	CHF	440	95	30	85 300.000	37 532 000	4.07
Lindt & Spruengli PS	CHF	3 400		200	7 625.000	25 925 000	2.81
Logitech NA	CHF	800 000	30 000	60 000	43.710	34 968 000	3.79
OC Oerlikon NA	CHF	500 000	20 000	200 000	11.130	5 565 000	0.60
Orior NA	CHF	20 000			89.500	1 790 000	0.19
Partners Group NA	CHF	73 000	10 000	10 000	843.200	61 553 600	6.68
PIERER Mobility I	CHF	40 000		13 000	51.300	2 052 000	0.22
PSP Swiss Property NA	CHF	200 000		80 000	130.100	26 020 000	2.82
Romande Energie NA	CHF	6 000			1 190.000	7 140 000	0.77
Schindler NA	CHF	148 000		26 000	239.200	35 401 600	3.84
Schindler PS	CHF	56 000		24 000	249.300	13 960 800	1.51
Schweiter Technologies I	CHF	8 500		300	1 144.000	9 724 000	1.05
SFS Group NA	CHF	95 000		5 000	92.700	8 806 500	0.96
Siegfried NA	CHF	15 000	15 000		436.500	6 547 500	0.71
SIG Combibloc NA	CHF	450 000	450 000		13.840	6 228 000	0.68
SoftwareONE NA	CHF	470 000	655 000	185 000	19.960	9 381 200	1.02
Sonova NA	CHF	132 000	37 000	17 000	228.300	30 135 600	3.27
St.Galler KB NA	CHF	10 000	10 000		443.500	4 435 000	0.48
Stadler Rail NA	CHF	40 000	345 000	305 000	48.920	1 956 800	0.21
Straumann NA	CHF	34 000	2 000	5 000	962.000	32 708 000	3.55

Divergences in the totals may be attributed to rounding differences.

Statement of investments as per November 30, 2019

Description	Currency	Balance at (in 1000 resp. piece) 30.11.2019	Purchases	Sales	Price at 30.11.2019	Valuation CHF	as % of total assets
Sulzer NA	CHF	55 000	10 000	85 000	107.200	5 896 000	0.64
Sunrise Communications NA	CHF	190 000	85 000	40 000	78.450	14 905 500	1.62
Swatch Group NA	CHF	300 000	75 000		53.300	15 990 000	1.73
Swiss Prime Site NA	CHF	200 000	25 000		105.600	21 120 000	2.29
Temenos NA	CHF	200 000	45 000	5 000	151.700	30 340 000	3.29
Valiant NA	CHF	145 000	5 000		97.100	14 079 500	1.53
VAT Group NA	CHF	50 000		80 000	144.700	7 235 000	0.78
Vifor Pharma NA	CHF	75 000	20 000	10 000	178.300	13 372 500	1.45
Vontobel NA	CHF	165 000	30 000		64.250	10 601 250	1.15
VZ Holding NA	CHF	12 000	1 500	12 500	298.000	3 576 000	0.39
Zug Estates -B- NA	CHF	4 900	1 400		2 080.000	10 192 000	1.11
Zur Rose Group NA	CHF	80 000	38 000	8 000	94.700	7 576 000	0.82
Total securities						**849 057 050**	**92.10**
Cash and other assets						72 781 146	7.90
Total fund assets						921 838 196	100.00
Liabilities						-112 481	-0.01
Total net assets						**921 725 715**	

Breakdown

Shares, PS, GS by industry as well as bank balances	Valuation in CHF	%
Industry	198 557 300	21.58
Financials	196 081 750	21.31
Consumer goods	121 141 200	13.17
Technology	91 652 200	9.96
Health care	82 763 600	8.99
Real estate	71 687 000	7.79
Liquidity	71 106 380	7.73
Consumer services	25 326 500	2.75
Basic materials	23 984 500	2.61
Suppliers	22 957 500	2.49
Telecommunications	14 905 500	1.62
Total	**920 163 430**	**99.99**

Fair value hierarchy

The following table shows the fair value hierarchy of the investments. Fair value is the price, that would be received to sell an asset in an orderly transaction between market participants at the measurement date.

		Valuation		
Investment type	Total amount	Valuated at prices quoted on an active market	Valuation based on observable market parameters	Valuation method not based on market data (valuation models)
Equities	849 057 050	849 057 050	–	–
Bonds	–	–	–	–
Investments in other collective investment schemes	–	–	–	–
Derivatives	–	–	–	–
Total	**849 057 050**	**849 057 050**	**–**	**–**

Divergences in the totals may be attributed to rounding differences.

Transactions during the reporting period

(If they no longer appear in the statement of net assets)

Currency	Description	Purchases	Sales
Securities			
Equities			
CHF	Aryzta NA		10 000
CHF	Comet NA		15 000
CHF	GAM NA		900 000
CHF	Helvetia NA		30 000
CHF	Meyer Burger Technology NA	8 800 000	8 800 000
CHF	mobilezone NA		375 000
CHF	Panalpina Welttransport NA	26 000	64 000
CHF	Rieter NA		12 000
CHF	Sensirion NA	10 000	50 000
CHF	Tecan Group NA		5 000
CHF	Valora NA		24 000

Incl. merger, split, reorganisation, redemption etc. Bonds in thousand.

Supplementary information to the annual report as of November 30, 2019

1. Fund Performance

No benchmark comparison is available for the subfunds of this fund. Past performance is no indicator for current or future results. Performance figures do not take into account any commissions charged on issue or redemption of units.

2. Soft commission agreements

For the period from December 1, 2018 to November 30, 2019 no "soft commission agreements" in the name of LLB Swiss Investment AG were applied and no soft commissions were received.

3. Principles for the valuation and the calculation of the net asset value

The valuation is effected as per § 16 of the fund contract

§ 16 Calculation of the net asset value

1. The net asset value of the investment fund and the share of assets attributable to the individual classes (prorated shares) are calculated in CHF at their market value as of the end of the financial year and for each day on which units are issued or redeemed. The fund assets will not be calculated on days when the stock exchanges / markets in the investment fund's main investment countries are closed (e.g., bank and stock exchange holidays).
2. Securities traded on a stock exchange or another regulated market open to the public shall be valued at the current prices paid on the main market. Other investments or investments for which no current market value is available shall be valued at the price which would probably be obtained upon a diligent sale at the time of the valuation. In such cases, the fund management company shall use appropriate and recognized valuation models and principles to determine the market value.
3. Open-ended collective investment schemes are valued at their redemption price / net asset value. If they are regularly traded on a stock exchange or another regulated market open to the public, the fund management company may value such funds in accordance with sec. 2.
4. The value of money market instruments that are not traded on a stock exchange or another regulated, market open to the public is determined as follows: the valuation price of such investments is successively adjusted in line with the redemption price, taking the net purchase price as the basis and ensuring that the investment returns calculated in this manner are kept constant. If there are significant changes in the market conditions, the valuation principles for the individual investments will be adjusted in line with the new market returns. If there is no current market price in such instances, the calculations are as a rule based on the valuation of money market instruments with the same characteristics (quality and domicile of the issuer, issuing currency, term to maturity).
5. Bank credit balances are valued on the basis of the amount due plus accrued interest. If there are significant changes in the market conditions, the valuation principles for time deposits will be adjusted in line with the new circumstances.
6. The net asset value of units of a given class is determined by the proportion of the fund's assets as valued at the market value attributable to the given unit class, minus any of the investment fund's liabilities that are attributed to the given unit class, divided by the number of units of the given class in circulation. It will be rounded to one centime.
7. The percentages of the market value of the Fund›s net assets (fund assets less liabilities) attributable to the individual unit classes is determined for the first time at the initial issue of more than one class of units (if this occurs simultaneously) or the initial issue of a further unit class. The calculation is made on the basis of the assets accruing to the Fund for each unit class. The percentage is recalculated when one of the following events occurs:
   a) when units are issued and redeemed;
   b) on the relevant date for distributions, provided that (i) such distributions are only made for individual unit classes (distribution classes); (ii) the distributions of the various unit classes differ when expressed as a percentage of the respective net asset values; or (iii) different commission or expenses are charged on the distributions of the various unit classes when expressed as a percentage of the distribution;
   c) when the net asset value is calculated, as part of the allocation of liabilities (including due or accrued expenses and commissions) to the various unit classes, provided that the liabilities of the various unit classes are different when expressed as a percentage of the respective net asset value, especially if (i) different commission rates are applied for the various unit classes or (ii) class-specific expenses are charged;
   d) when the net asset value is calculated, as part of the allocation of income or capital gains to the various unit classes, provided the income or capital gains stem from transactions made solely in the interests of one unit class or several unit classes but disproportionately to their share of the net fund assets.

4. Information about Affairs of Special Economic or Legal Importance

Publication of March 22, 2019

(Minor) changes were made to the prospectus of the fund with regard to the limitations in the investment policy. The respective publication was made on March 22, 2019.

The full text of the publication is available in German at the Fund Management Company.

Additional information for the distribution of Shares in Germany

The following information is directed at potential buyers in the Federal Republic of Germany, in that it more precisely lays out and expands the prospectus with regard to sales in the Federal Republic of Germany:

Information Office

The information office in the Federal Republic of Germany is the
ODDO BHF Aktiengesellschaft
Bockenheimer Landstraße 10
D - 60323 Frankfurt am Main

Redemption and Exchange Orders, Payments

Investors in Germany can submit their redemption and exchange orders at their institution maintaining the custody account in Germany. This institution will forward the orders to be handled at the custodian bank of the fund or request the redemption in its own name to be credited to the account of the investor.
Fund distributions, redemption revenues and other payments to the investor in Germany also go through the institution maintaining the custody account in Germany. It will credit the payments to the account of the investor.

Information

Copies of the sales prospectus, key investor information document (KIID), fund contract, annual and semi-annual report, issuing and redemption prices (as well as possible exchange prices) are available at not charge from the information office.

Price Publications and Other Notifications

The issuing and redemption prices as well as all other legally required notifications to the investor are published in the Internet at www.swissfunddata.ch.

Short form report of the audit company for collective investment schemes on the financial statements

As audit company for collective investment schemes, we have audited the accompanying financial statements of the umbrella fund zCapital, which comprise the statement of net assets and the income statement, the statement on the appropriation of available earnings and the disclosure of the total costs as well as the supplemental disclosures in accordance with art. 89 para. 1 lit. b – h of the Swiss Collective Investment Schemes Act (CISA) (pages 3 to 17 of the annual report) for the year ended November 30, 2019.

Responsibility of the Fund Management Company's Board of Directors

The Board of Directors of the Fund Management Company is responsible for the preparation of the financial statements in accordance with the requirements of the Swiss Collective Investment Schemes Act, the related ordinances as well as the investment fund agreement and the prospectus. This responsibility includes designing, implementing and maintaining an internal control system relevant to the preparation of financial statements that are free from material misstatement, whether due to fraud or error. The Board of Directors of the Fund Management Company is further responsible for selecting and applying appropriate accounting policies and making accounting estimates that are reasonable in the circumstances.

Responsibility of the audit company for collective investment schemes

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Swiss law and Swiss Auditing Standards. Those standards require that we plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers the internal control system relevant to the entity's preparation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the existence and effectiveness of the entity's internal control system. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of accounting estimates made, as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements for the year ended November 30, 2019 comply with the Swiss Collective Investment Schemes Act, the related ordinances as well as the investment fund agreement and the prospectus.

Report on other legal requirements

We confirm that we meet the legal requirements on licensing according to the Auditor Oversight Act (AOA) and art. 127 CISA as well as on independence (art. 11 AOA) and that there are no circumstances incompatible with our independence.

PricewaterhouseCoopers AG

Andreas Scheibli,
Audit Expert, Auditor in charge

René Vogel,
Audit Expert

Zurich, January 27, 2020

Report of the investment manager regarding the exercise of participation and voting rights

The participation rights for the zCapital Funds are included in the register and the associated membership and voting rights are exercised in accordance with the voting policy of zCapital AG which has been approved by LLB Swiss Investment AG.

zCapital AG has summarised the exercise of membership and voting rights for the zCapital Funds. zCapital AG has produced this report at its own responsibility.

Participation in General Meetings

	Number of General Meetings
Delegation to independant proxy	63
Personal attendance	5
Summary	**68**

Exercise of voting rights in General Meetings

	Number of votings	Approvals	Refusals	Abstentions	in line with recommendation of board	Against recommendation of board
Members of the board of directors	677	611	66	0	611	66
Capital Measures	36	31	5	0	31	5
Standard agenda items	565	468	97	0	470	95
Compensation components	157	105	52	0	105	52
Reorganization	1	1	0	0	1	0
Shareholder requests	6	4	2	0	4	2
Summary	**1 442**	**1 220**	**222**	**0**	**1 222**	**220**