

zMonthly October 23

Swiss equities fall below levels at the start of the year

October once again lived up to its reputation as a bad month for stock markets. Following the buyers' strike in August and September, selling pressure increased. Further rising interest rates and the geopolitical escalation in the Middle East made for a bumpy start. Commodity prices reacted first and foremost to the Hamas militia's attack on Israel, while the initial nervousness in the equity markets quickly subsided. On the back of positive economic data from the US, interest rates on 10-year US government bonds briefly broke through the 5% mark, reaching their highest level since the global financial crisis. This was one reason why equity markets came under renewed pressure. It was compounded by several disappointing quarterly results, which led to some significant share price reactions. Roche shares came under pressure after third-quarter figures were slightly weaker than expected and disappointing study results heightened growth concerns. At its Investor Day, Galenica raised its medium-term growth targets, which was well received by investors. The healthcare group aims to reduce greenhouse gas emissions from all its operations, processes and supply chains by 25% until 2025. The fund lost 4.0% in October.

Roche bought

We bought additional shares in Roche as we believe the market's growth concerns are overdone. We also added to our positions in Galenica and Comet. Ypsomed and Logitech were slightly reduced.

Economic risks on the rise

According to several companies, consumers were more cautious than expected, especially in October, and destocking continued. Several profit warnings abroad and in Switzerland, such as Forbo and Medmix, confirm this. With interest rates likely to remain higher for longer than many market participants expect, equity markets will have to find a new valuation level. Money market investments and bonds once again offer alternative investment opportunities. In addition, there is a significant risk that the economy will cool down or even slip into recession next year. Although some stocks now offer attractive entry levels, the market is unlikely to have found a bottom yet.

Performance since Launch (as of 31/10/2023)



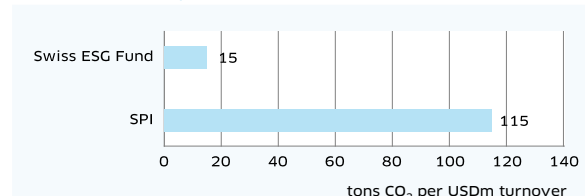
Performance (as of 31/10/2023)

MTD	-4.0%
YTD	1.8%
1 year	3.1%
Since launch p.a.	0.0%

ESG Key Figures (as of 31/10/2023)

MSCI ESG Rating	AA
RepRisk Rating	AA
zRating (Fund / SPI)	69 / 68
Estimated global warming Fund	<1.5°C
Companies which contribute positively to the UN SDGs (Fund / SPI)	80% / 59%

Carbon Intensity (as of 31/10/2023)



Largest Positions (as of 31/10/2023)

1	Roche	9.2%
2	ABB	5.5%
3	Givaudan	5.1%
4	Zurich Insurance Group	4.7%
5	Swiss Re	4.4%
6	Schindler	3.5%
7	U-Blox	3.5%
8	Galenica	3.1%
9	SGS	3.1%
10	PSP Swiss Property	2.8%

Investment Strategy

The zCapital Swiss ESG Fund invests in Swiss equities which zCapital believes qualify as sustainable companies and have an attractive risk and return profile. The fund's assets are invested in a concentrated portfolio of 25 to 35 stocks from the SPI (Swiss Performance Index) universe. In addition to ESG integration, companies which violate social and environmental criteria are excluded. The sustainability of companies is also promoted through engagement and voting. zCapital invests with a long-term horizon and pursues an active selection process.

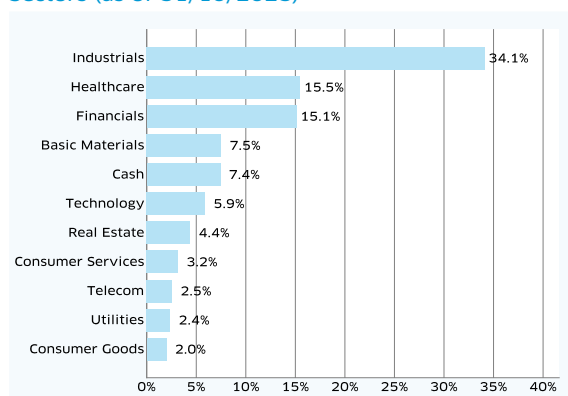
Impact of zCapital

zCapital plants each year 100 trees for every million Swiss francs of assets under management in the zCapital Swiss ESG Fund. In cooperation with myclimate, it is ensured that the trees are cared for in the long term. The project combines nature and climate protection with the creation of new sources of income for small farmers.

Portfolio Structure (as of 31/10/2023)

Net Asset Value	CHF 989.29 per Share A
Total Assets	CHF 19 m
Investment Exposure	92.6%
Number of Companies	32

Sectors (as of 31/10/2023)



Termsheet

Fund-Name	Swiss ESG Fund (Class A)
Asset Manager	zCapital AG, Zug
Swiss Security Number / ISIN	59273267 / CH0592732678
Price Publications	www.zcapital.ch, www.swissfunddata.ch, www.fundinfo.com
Bloomberg / Reuters	ZCAPESG SW Equity / 59273267.S
Minimum Investment / Reference Currency	No minimum investment required / CHF
Fund Type / Distribution	Swiss Securities Fund / Authorized for public distribution in Switzerland and Germany
Management Fee (incl. Fund Management and Custodian Fees)	1.25%
Issue Fee / Redemption Fee	none
Total Expense Ratio (TER) 31/05/2023	1.43%
Fund Management Company / Custodian Bank	LLB Swiss Investment AG, Zurich / Bank Julius Baer & Co. Ltd., Zurich
Subscriptions and Redemptions	On each bank working day at Net Asset Value (NAV). Subscription and redemption orders received by the custodian bank by 3.45 p.m. CET at the latest on a given bank business day (order day, T) will be settled on the next bank business day (valuation date) on the basis of the net asset value calculated on that date. The net asset value used to settle the order is therefore not known when the order is placed (forward pricing). The net asset value is calculated on the valuation date on the basis of the closing prices on the order day.
Auditor	PricewaterhouseCoopers AG, Zurich

Monthly Performance (as of 31/10/2023)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
2021		-0.9%	6.4%	1.2%	3.6%	4.2%	3.2%	2.0%	-6.1%	1.5%	-0.3%	4.5%	20.6%*
2022	-6.5%	-3.4%	1.6%	-1.1%	-3.8%	-6.9%	4.4%	-3.5%	-5.9%	4.4%	3.0%	-1.6%	-18.5%
2023	5.7%	-0.3%	0.2%	2.8%	-0.9%	0.1%	1.0%	-1.1%	-1.5%	-4.0%			1.8%

* since Launch date (29 January 2021)

This document is promotion material. This document of zCapital Ltd does not constitute an offer or recommendation for the purchase or sale of investment funds. The information herein is subject to change at any time. No liability is accepted for any incorrect information. Past performance is not a reliable indicator of current or future performance. The performance figures do not include commissions and costs, which arise at subscription and redemption of units. According to Swiss law, "zCapital Swiss ESG Fund" falls into the category of "Securities Fund". Investors are advised of the risks described in the fund prospectus. Investors have to be prepared to accept and be in a financial position to bear (possibly substantial) losses. The legal fund documents are available free of charge from zCapital Ltd, Baarerstrasse 82, 6300 Zug, Switzerland or on the website www.zcapital.ch. Ombudsman is Finanzombudsstelle Schweiz (FINOS). With respect to any sales restrictions, investors should seek independent advice on the applicable legal, financial or tax principles in the country concerned. This document is not intended for natural persons or legal entities for whom the use would breach the legal system of their state on account of their nationality or the domicile of the respective person or for other reasons. This applies in particular to persons with residence or domicile in the USA, Great Britain and Japan. The fund does not use a benchmark comparison.