

zMonthly November 23

Markets in risk-on mode

The storm in fixed income markets eased noticeably at the beginning of the month. Weaker-than-expected industrial data and a cooling US labour market led to a significant decline in government bond yields, which in turn fueled equity markets. Fed Chairman Jerome Powell's statement that he was not confident that interest rates were restrictive enough to beat inflation only briefly dampened sentiment. The release of US inflation figures for October provided another strong boost to equity markets. With the data coming in slightly below expectations, many market participants concluded that interest rates had peaked. As a result, rates fell further and stock market complacency, as measured by the VIX volatility index, reached a temporary low. Following the rally, some stock indices were trading close to their highs for the year. Components manufacturer Lem had the best half-year in its history. Despite a decline in order intake, the positive medium-term trend remains intact. In addition to a sluggish operating performance, the private bank Julius Baer had to report an increase in loan loss provisions and was drawn into the downward spiral of the Signa insolvency. Insurer Baloise expects significantly higher claims for the full year due to an above-average number of major loss events. The fund increased by 3.1% in November (SPI +4.6%).

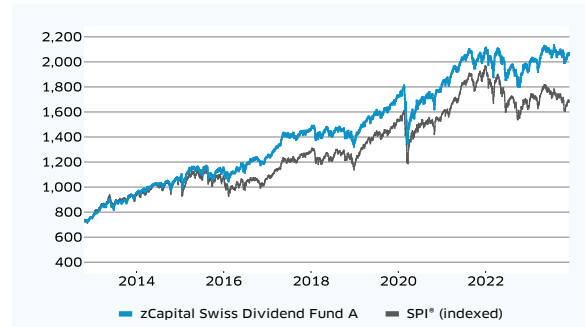
Purchases of large caps

During the month we added to our positions in Novartis, Roche, Nestlé, Swisscom, Holcim and ABB. We slightly reduced our positions in VAT Group, Swiss Re and Logitech.

Conflicting market signals

Weaker-than-expected US economic data and a falling US dollar confirm our baseline scenario of a US recession in the course of next year. Many market participants are currently betting on a soft landing with several interest rate cuts in 2024. However, given the rise in consumers' longer-term inflation expectations and the Fed's mandate to bring inflation down to its target corridor of below 2%, this is likely to be a rather unrealistic scenario. Such aggressive rate cuts are only conceivable in the event of a significant economic slowdown. However, markets would then enter a phase of falling earnings estimates, which in the past has usually led to lower share prices. We do not expect any major swings until the end of the year and therefore maintain our positioning.

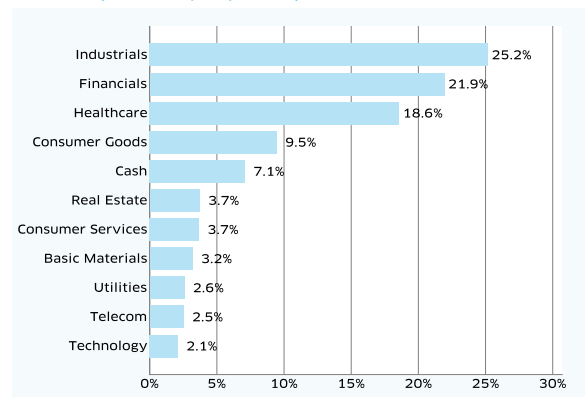
Performance since Launch (as of 30/11/2023)



Performance (as of 30/11/2023)

MTD (Fund / Benchmark)	3.1% / 4.6%
YTD	7.4% / 3.7%
1 year	5.2% / 0.3%
3 years p.a.	5.4% / 3.1%
5 years p.a.	7.7% / 6.2%
10 years p.a.	8.3% / 6.1%
Since launch p.a.	9.7% / 7.7%

Sectors (as of 30/11/2023)



Largest Positions (as of 30/11/2023)

1	Nestle	9.4%
2	Novartis	9.3%
3	Roche	9.1%
4	ABB	5.4%
5	Zurich Insurance Group	4.2%
6	Holcim	3.9%
7	Swiss Re	3.4%
8	Swisscom	2.5%
9	Givaudan	2.5%
10	SGS	2.4%
11	PSP Swiss Property	2.3%
12	Accelleron	2.2%
13	Logitech	2.1%
14	Swiss Life	2.1%
15	Inficon	2.0%

Investment Strategy

The zCapital Swiss Dividend Fund invests in Swiss equities that pay an attractive, reliable dividend or where dividend income is expected to grow. The fund invests in 30 to 40 companies from the universe of the SPI® (Swiss Performance Index). Around half of the fund assets is invested in blue chips and the other half in second-line stocks. zCapital pursues a long-term, active investment style. The stock selection is based on a combination of fundamental company analyses with a proprietary dividend analysis tool. Key ESG aspects and macroeconomic factors are also included in the decision-making process.

Portfolio Structure (as of 30/11/2023)

Net Asset Value	CHF 2,071.51 per Share A
Total Assets	CHF 548 m
Investment Exposure	92.9%
Number of Companies	36

Statistics 3 Years (as of 30/11/2023)

Volatility Fund p.a.	10.9%
Beta (current)	0.8
Dividend yield of invested companies *	3.9%
Large caps in percentage of portfolio	57.6%

* This figure includes the weighted future dividend yields from the companies invested in, as estimated by zCapital. It does not provide any indication of the final level of dividend that will be paid out by the "zCapital Swiss Dividend Fund". As of 30/11/2023.

Termsheet

Fund-Name	zCapital Swiss Dividend Fund (Class A)
Asset Manager	zCapital AG, Zug
Swiss Security Number / ISIN	19466655 / CH0194666555
Price Publications	www.zcapital.ch, www.swissfunddata.ch, www.fundinfo.com
Bloomberg / Reuters	ZCAPDIV SW Equity / 19466655.S
Benchmark	Swiss Performance Index SPI®
Morningstar-Rating	★★★★★
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% p.a.
Issue Fee / Redemption Fee	None
Total Expense Ratio (TER) as of 31/05/2023	1.01%
Fund Management Company / Custodian Bank	LLB Swiss Investment AG, Zürich / Bank Julius Bär & Co. AG, Zürich
Subscriptions and Redemptions	On each bank working day at Net Asset Value (NAV). Subscriptions and redemptions which are placed with the Custodian Bank by 3.45 pm CET on a bank business day (Order Day), are processed on the next bank working day (Valuation Day) based on the Order Day's closing price.
Auditor	PricewaterhouseCoopers AG, Zurich

Monthly Performance (as of 30/11/2023)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
2012										-0.9%*	1.6%	1.5%	2.2%*
2013	4.9%	4.3%	3.2%	2.2%	0.2%	-2.1%	1.9%	-0.3%	2.8%	3.4%	1.2%	1.7%	25.8%
2014	0.5%	2.7%	1.5%	1.0%	1.6%	-0.5%	0.1%	1.6%	0.8%	-0.1%	2.9%	-0.1%	12.7%
2015	-3.0%	6.9%	2.3%	0.8%	0.6%	-4.2%	5.2%	-4.8%	-2.7%	4.6%	2.2%	-0.2%	7.3%
2016	-2.8%	-1.6%	1.8%	1.8%	3.9%	-1.1%	2.0%	1.9%	0.7%	-2.0%	-0.3%	3.5%	7.8%
2017	0.8%	3.3%	3.0%	3.7%	3.3%	-1.5%	1.4%	-1.8%	2.4%	0.9%	0.6%	0.3%	17.5%
2018	0.4%	-3.0%	-0.0%	2.9%	-3.3%	0.9%	3.1%	-0.1%	-0.3%	-1.3%	-0.8%	-5.5%	-7.0%
2019	6.2%	3.4%	1.5%	3.7%	-1.3%	3.1%	0.4%	0.4%	2.0%	1.3%	1.9%	1.8%	27.1%
2020	0.7%	-6.9%	-6.4%	5.2%	3.0%	2.3%	-0.5%	2.9%	0.2%	-5.1%	8.5%	2.8%	5.7%
2021	-0.3%	-0.1%	6.2%	0.4%	2.5%	2.3%	1.3%	1.5%	-5.4%	2.4%	-0.8%	4.9%	15.3%
2022	-2.7%	-1.8%	2.9%	1.3%	-3.5%	-6.1%	3.8%	-2.1%	-5.0%	4.7%	3.2%	-2.0%	-7.9%
2023	4.4%	-0.4%	1.3%	3.5%	-1.1%	0.5%	1.2%	-1.8%	-0.1%	-3.2%	3.1%		7.4%

* since Launch date (22 October 2012)

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