

zMonthly February 25

Nervous stock markets

What sounded like a big bang at the beginning of the reporting month turned out to be a flash in the pan shortly thereafter. The tariffs on imports from Canada and Mexico announced by Donald Trump were put on hold for a month. This followed talks and concessions by the governments of the two affected countries. In the US, inflation remains an issue that concerns consumers. In the face of constant new tariff threats, consumers adjusted their inflation expectations upwards. In addition, consumer prices for January rose much more than expected. Fed Chairman Jerome Powell therefore made it clear that there was no rush to lower interest rates quickly. The stock markets were unimpressed by this and continued their record run. Uncertainty emerged towards the end of the month, with weak US economic data and investor concerns over Trump's unpredictable policies. Accordingly, this put pressure particularly on the US stock market. Testing and inspection group SGS delivered an impressive performance with improved profitability and a strong free cash flow, which was reflected in a positive share price reaction. Food company Nestlé beat estimates, in some cases significantly, and confirmed its margin targets for 2025, leading to a share price rally. Shares in private bank Julius Bär came under pressure after the weak outlook for 2025 disappointed investors. The fund rose by 2.8% in February (SPI +2.4%).

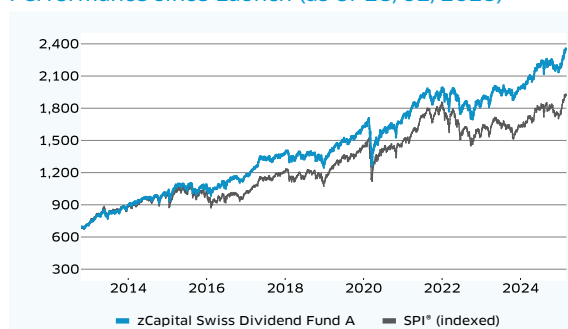
TX Group added to the portfolio

We initiated a position in TX Group in February, as we believe that the value of the Swiss Marketplace Group stake and the real estate portfolio is not yet adequately reflected in the share price. We also bought shares in VAT Group, BKW, Julius Bär and Hiag Immobilien. On the other side, we reduced our positions in Nestlé, Roche, Cembra Money Bank, Novartis, SGS, Logitech and Zurich IG.

More business-friendly politics in Germany?

The new German government is likely to be a coalition between the CDU/CSU and the SPD, with Friedrich Merz as chancellor. However, negotiations are likely to be difficult. All parties recognise the need to pull the country out of economic stagnation. There are several indications that the debt brake will be reformed to create room for investment in infrastructure and defence. There is also a good chance that the car industry, threatened by Donald Trump's tariffs, could benefit from relaxed environmental regulations and a delay in the ban on internal combustion engines. Finally, cutting red tape would improve the investment climate. More business-friendly politics in Germany would benefit many Swiss companies. At the moment, however, stock markets are being driven mainly by Trump's statements and tweets. Uncertainty and volatility remain high.

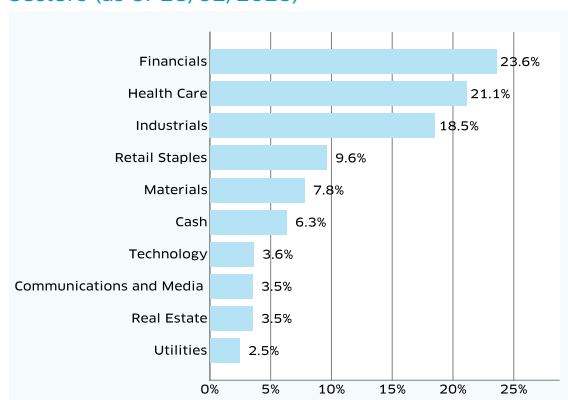
Performance since Launch (as of 28/02/2025)



Performance (as of 28/02/2025)

MTD (Fund / Benchmark)	2.8% / 2.4%
YTD	8.4% / 10.8%
1 year	15.8% / 15.5%
3 years p.a.	7.6% / 4.2%
5 years p.a.	9.1% / 7.6%
10 years p.a.	8.4% / 6.8%
Since launch p.a.	10.3% / 8.6%

Sectors (as of 28/02/2025)



Largest Positions (as of 28/02/2025)

1	Roche	9.8%
2	Nestle	9.6%
3	Novartis	9.5%
4	Zurich Insurance Group	5.2%
5	ABB	4.9%
6	Holcim	4.2%
7	Swiss Re	3.3%
8	Givaudan	3.1%
9	Swisscom	2.6%
10	Julius Baer	2.6%
11	SGS	2.4%
12	Baloise	2.2%
13	Sulzer	2.2%
14	DKSH	2.1%
15	Swiss Life	2.1%

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 28/02/2025)

Net Asset Value	CHF 2,349.21 per Share A
Total Assets	CHF 794 m
Investment Exposure	93.9%
Number of Companies	35

Statistics 3 Years (as of 28/02/2025)

Volatility Fund p.a.	10.3%
Beta (current)	0.8
Dividend yield of invested companies *	3.4%
Large caps in percentage of portfolio	59.7%

* 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 28/02/2025.

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 30/11/2024	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 28/02/2025)

	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%	1.7%	9.2%
2024	1.1%	1.1%	3.7%	-1.5%	4.9%	0.3%	2.5%	0.7%	-1.1%	-2.7%	0.9%	-1.1%	9.0%
2025	5.4%	2.8%											8.4%

* since Launch date (22 October 2012)

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