

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. Insurance companies Zurich IG and Swiss Re reported encouraging results and announced dividend increases, which was well received by investors. Schindler once again exceeded EBIT margin expectations. Landis+Gyr, a specialist in smart electricity meters, had to lower its forecasts for the current financial year significantly, which triggered a slide in its share price. Our fund was unchanged in February.

Zehnder added to the portfolio

We took a new position in Zehnder. The indoor climate specialist is well positioned with its ventilation systems to benefit from the trend towards energy-efficient buildings and a recovery in residential construction in Europe. Further purchases were made in Landis+Gyr. We reduced our positions in Romande Energie, Galenica and Logitech.

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)



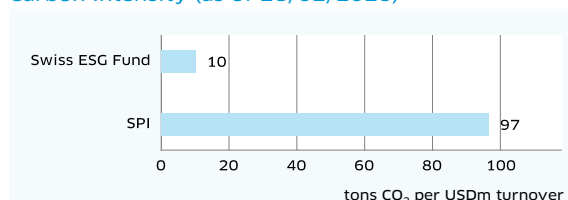
Performance (as of 28/02/2025)

MTD	0.0%
YTD	6.1%
1 year	10.6%
3 years p.a.	3.9%
Since launch p.a.	5.0%

ESG Key Figures (as of 28/02/2025)

MSCI ESG Rating	AA
RepRisk Rating	A
zRating (Fund / SPI)	69 / 67
Estimated global warming Fund	<1.5°C
Companies which contribute positively to the UN SDGs (Fund / SPI)	83% / 63%

Carbon Intensity (as of 28/02/2025)



Largest Positions (as of 28/02/2025)

1	Roche	9.6%
2	Novartis	8.2%
3	Zurich Insurance Group	6.3%
4	ABB	5.7%
5	Lonza	4.0%
6	Givaudan	3.9%
7	Swiss Re	3.8%
8	SGS	3.8%
9	Geberit	3.1%
10	Swisscom	3.1%

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.

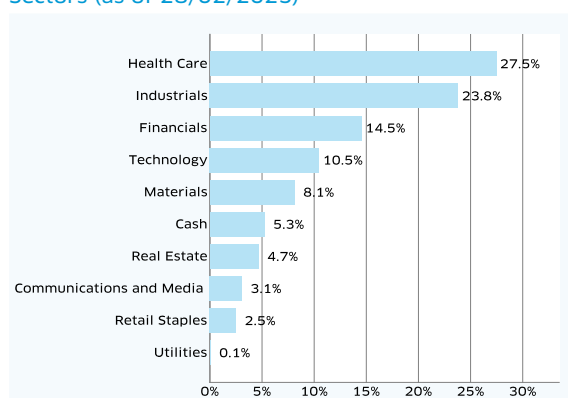
Impact of zCapital

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 28/02/2025)

Net Asset Value	CHF 1,185.64 per Share A
Total Assets	CHF 35 m
Investment Exposure	94.9%
Number of Companies	33

Sectors (as of 28/02/2025)



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
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)	1.25%
Issue Fee / Redemption Fee	none
Total Expense Ratio (TER) 30/11/2024	1.36%
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 28/02/2025)

	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%	5.6%	3.6%	11.4%
2024	-1.0%	2.1%	4.3%	-2.9%	4.8%	-0.3%	3.6%	-0.2%	0.3%	-4.1%	-0.4%	-0.9%	5.1%
2025	6.1%	0.0%											6.1%

* 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.