

zMonthly July 25

Sharp fluctuations during the reporting season

Global stock markets got off to a mixed start in the second half of the year. The passing of Trump's 'One Big Beautiful Bill' primarily boosted the US stock market. In other regions, however, the approaching tariff pause caused caution. After the deadline passed without incident on 9 July, the US president announced that he would impose 30% tariffs on goods from the EU and Mexico from 1 August, but the negative market reaction was limited. Investors trusted their experience that such announcements often amount to little more than hot air. And they were right. First, the US agreed with Japan, and then with the EU, on unilateral tariffs of 15%. In Switzerland, the reporting season started off with a few surprises. Turbocharger manufacturer Accelleron impressed with a significant increase in sales during the first half of the year. The forecast for 2025 was significantly increased, resulting in a strong rally in the stock. ABB delivered better-than-expected second-quarter results across the board. Among other factors, the industrial group benefited from the construction of new data centres in the US. PC accessories manufacturer Logitech defied trade barriers and reported better-than-expected quarterly results thanks to strong sales in Europe and Asia. The fund gained 0.7% in July (SPI -0.1%).

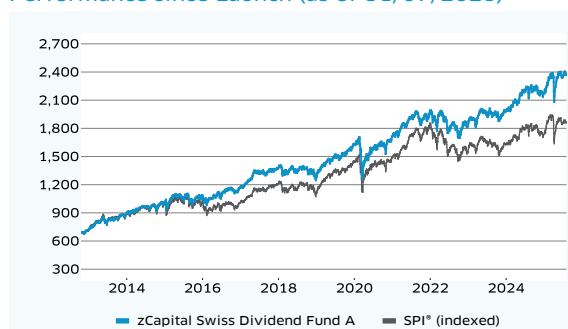
Profit-taking at Accelleron

In the month under review, we realised gains at Accelleron following strong share price performance. Conversely, we made additional purchases in Nestlé, Novartis, Roche, Logitech, PSP Swiss Properties, and ABB.

Tariff shock for Switzerland

The Federal Council, trade associations and companies had hoped for a reasonable deal with Donald Trump. However, things turned out differently — for now, at least. From 7 August, exports from Switzerland shall be subject to a 39% tariff, which many companies will find untenable. As a small, innovative country, Switzerland has little room for manoeuvre. Trump wants more production in the US. He has already received significant investment pledges from the EU and Japan. By 2028, private companies are expected to invest a total of around USD 1.15 trillion. These investments are lacking in Europe and Japan, and will impact America's stagnant labour market. Consequently, wages and inflation are likely to rise. In their half-year reports, companies in the industrial sector spoke of great uncertainty and low visibility. US tariffs and trade barriers are causing production shifts, project delays, and extra warehousing. This is resulting in additional costs and lower margins. So far this year, market participants have remained positive on the stock markets, without sufficiently pricing in risks. This could now come back to haunt them.

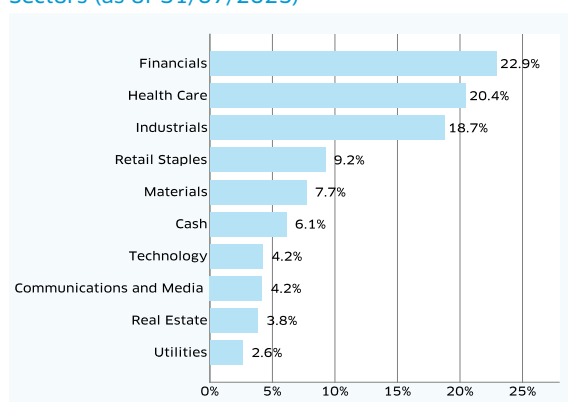
Performance since Launch (as of 31/07/2025)



Performance (as of 31/07/2025)

MTD (Fund / Benchmark)	0.7% / -0.1%
YTD	9.2% / 6.8%
1 year	5.6% / 1.0%
3 years p.a.	8.5% / 4.6%
5 years p.a.	8.6% / 5.9%
10 years p.a.	8.0% / 5.6%
Since launch p.a.	10.0% / 8.0%

Sectors (as of 31/07/2025)



Largest Positions (as of 31/07/2025)

1	Novartis	9.4%
2	Nestle	9.2%
3	Roche	9.1%
4	ABB	5.8%
5	Zurich Insurance Group	5.1%
6	Givaudan	3.4%
7	Swiss Re	3.2%
8	Swisscom	2.7%
9	SGS	2.5%
10	Logitech	2.3%
11	BKW	2.3%
12	Baloise	2.3%
13	Holcim	2.2%
14	Accelleron	2.1%
15	Julius Baer	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 31/07/2025)

Net Asset Value	CHF 2,367.03 per Share A
Total Assets	CHF 863 m
Investment Exposure	94.1%
Number of Companies	36

Statistics 3 Years (as of 31/07/2025)

Volatility Fund p.a.	10.5%
Beta (current)	0.8
Dividend yield of invested companies *	3.4%
Large caps in percentage of portfolio	58.9%

* 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 31/07/2025.

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 31/05/2025	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 2.45 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 31/07/2025)

	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%	-0.6%	-0.8%	2.5%	-1.1%	0.7%						9.2%

* since Launch date (22 October 2012)

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