

zMonthly December 25

Swiss stock market with year-end rally

Anticipating an imminent interest rate cut by the US Federal Reserve, stock markets rose across the board at the beginning of the month. Fed Chair Jerome Powell did not disappoint investors, lowering the key interest rate by a further 25 basis points. However, more important than the interest rate move was the announcement that the Fed would purchase USD 40 billion worth of US Treasury bills per month to pump liquidity back into the financial system. In contrast, the Swiss National Bank made no adjustments to its monetary policy, leaving its key interest rate at 0%. The mixed results of US tech companies Oracle and Broadcom damped the euphoria surrounding artificial intelligence and briefly weighed on the American stock markets. Meanwhile, the US inflation data for November came as a surprise. The published price changes were well below economists' expectations. This was attributed by observers to distortions related to the government shutdown. Nevertheless, the lower inflationary pressure was received positively by the markets. Shares in flavour and fragrance manufacturer Givaudan came under pressure after a conference call with analysts caused uncertainty about the company's financial performance in the fourth quarter. Composite materials specialist Schweiter Technologies also had to backtrack. A weak final quarter led the company to adjust its own expectations. Overall, 2026 was a very positive year for Swiss equities. Thanks to a year-end rally and the strong performance of some index heavyweights, the SPI increased by 17.8%. The fund gained 17.0% year-on-year.

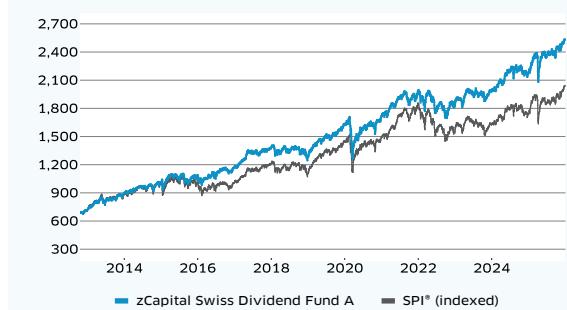
VZ Holding new to the portfolio

We participated in a share placement in VZ Holding, thereby establishing a new position. We made further purchases in Kühne+Nagel, Helvetia Baloise and Givaudan. Conversely, we reduced our exposure to VAT Group, Julius Bär and Luzerner KB.

2026: More of the same?

Due to the Swiss National Bank's zero interest rate policy, conditions in Switzerland are like those experienced during the pandemic, when the market spoke of a shortage of investment opportunities. Despite the challenging geopolitical environment, US tariffs and the strong domestic currency, Swiss equities have performed well. The issue with this asset class's strong performance was the lack of earnings growth last year. However, things are expected to improve in 2026, with analysts estimating earnings growth of 9% for the SPI. From today's perspective, we consider this to be ambitious. The biggest risk to the stock markets overall is a noticeable slowdown in the US economy, unless the AI boom with its substantial investment can counteract this. Overall, we expect similar issues to influence the markets in the new year, with a US president who will continue to cause surprises and unrest. In this environment, it is worth maintaining a diversified portfolio of quality stocks and accepting the expected volatility.

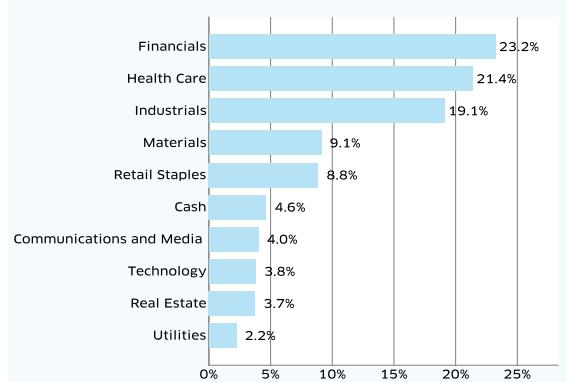
Performance since Launch (as of 30/12/2025)



Performance (as of 30/12/2025)

MTD (Fund / Benchmark)	1.9% / 3.2%
YTD	17.0% / 17.8%
1 year	17.0% / 17.8%
3 years p.a.	11.7% / 9.9%
5 years p.a.	8.2% / 6.5%
10 years p.a.	8.9% / 7.2%
Since launch p.a.	10.3% / 8.5%

Sectors (as of 30/12/2025)



Largest Positions (as of 30/12/2025)

1	Roche	9.7%
2	Novartis	9.7%
3	Nestle	8.8%
4	ABB	5.5%
5	Zurich Insurance Group	5.1%
6	Givaudan	3.8%
7	Swiss Re	2.7%
8	Swisscom	2.7%
9	SGS	2.5%
10	Holcim	2.4%
11	Helvetia Baloise	2.3%
12	Cembra Money Bank	2.1%
13	Swiss Life	2.1%
14	Julius Baer	2.0%
15	Logitech	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 30/12/2025)

Net Asset Value	CHF 2,535.86 per Share A
Total Assets	CHF 970 m
Number of Companies	37

Statistics 3 Years (as of 30/12/2025)

Volatility Fund p.a.	9.9%
Beta (current)	0.8
Dividend yield of invested companies *	3.3%
Large caps in percentage of portfolio	59.5%

* 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 30/12/2025.

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 30/12/2025)

	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%	1.1%	-0.9%	2.0%	2.8%	1.9%	17.0%

* since Launch date (22 October 2012)