

## zMonthly March 26

### Markets gripped by the Middle East conflict

At the start of the month, equity markets reacted with losses to American and Israeli air strikes on Iran. The situation subsequently escalated following Iran's retaliatory measures against Israel and US military bases in several Gulf states. Attacks on energy infrastructure also pushed commodity prices higher. The blockade of the Strait of Hormuz, through which around 20% of global oil shipments pass, caused the price of a barrel of Brent crude to rise significantly, surpassing USD 100. Concerns about the impact of rising energy costs on economic growth and inflation, coupled with uncertainty about the war's duration, have led to setbacks in the stock markets and rising yields in the bond markets. Turbocharger manufacturer Accelleron exceeded its own forecasts and analysts' expectations for the 2025 financial year, prompting its share price to reach a new record high. Skin care specialist Galderma delivered strong annual results and a positive outlook. The company also raised its peak sales forecast for the blockbuster drug Nemluvio from over USD 2 bn to over USD 4 bn. Although measurement technology specialist Inficon expects further growth in the current year, its outlook fell short of expectations, putting pressure on the share price. The fund lost 6.1% in March (SPI Extra -6.5%).

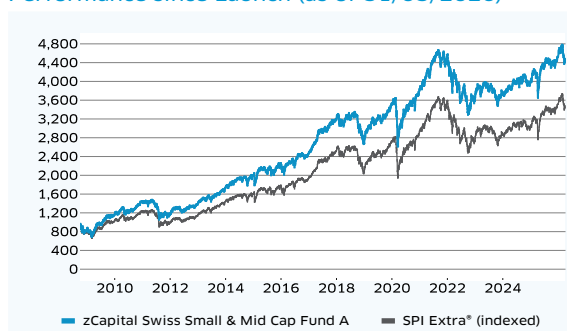
### Galderma placement

We participated in the large Galderma share placement. As a result of this transaction, the private equity investors have completely exited the Zug-based company. We also increased our holdings in Siegfried and Belimo. Conversely, we reduced our holdings in VAT Group, Comet, Sonova and SIG Group.

### High uncertainty

Should the war and the paralysing situation in the Middle East persist, the negative consequences for the real economy would intensify. We're starting to hear from companies that customers are delaying major investment projects. The confused communication from the White House is not helping matters. Many investors now question the reliability of US government messaging. This has increased uncertainty. Oil prices and the bond market will be crucial in determining future stock market performance. President Trump and Treasury Secretary Bessent pay close attention to yields on 10-year Treasury bonds. Since the start of the war, the yield on these bonds has risen by 35 basis points to reach 4.3%. If they rise above 4.5%, the President will likely need to exercise restraint. The situation in Iran and the closure of the Strait of Hormuz remain unpredictable. Consequently, volatility on the stock markets is likely to remain high. We are sticking to our strategy with discipline.

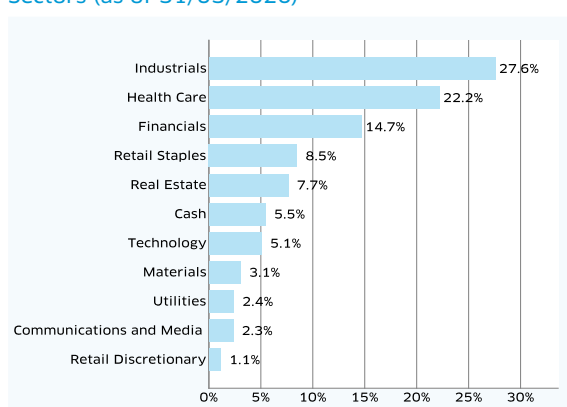
### Performance since Launch (as of 31/03/2026)



### Performance (as of 31/03/2026)

<b>MTD (Fund / Benchmark)</b>	-6.1% / -6.5%
<b>YTD</b>	-1.1% / -1.0%
<b>1 year</b>	10.1% / 12.3%
<b>3 years p.a.</b>	4.9% / 5.2%
<b>5 years p.a.</b>	1.7% / 1.8%
<b>10 years p.a.</b>	7.1% / 6.9%
<b>Since launch p.a.</b>	9.2% / 7.6%

### Sectors (as of 31/03/2026)



### Largest Positions (as of 31/03/2026)

<b>1</b>	Galderma Group	6.7%
<b>2</b>	Helvetia Baloise	5.3%
<b>3</b>	Lindt & Sprüngli	5.0%
<b>4</b>	Sandoz Group	4.9%
<b>5</b>	SGS	4.7%
<b>6</b>	Schindler	4.4%
<b>7</b>	PSP Swiss Property	3.3%
<b>8</b>	Julius Baer	3.3%
<b>9</b>	VAT Group	3.1%
<b>10</b>	Swiss Prime Site	2.7%
<b>11</b>	Roche	2.7%
<b>12</b>	Temenos	2.6%
<b>13</b>	Straumann	2.6%
<b>14</b>	Huber + Suhner	2.3%
<b>15</b>	Belimo	2.1%

## Investment Strategy

The zCapital Swiss Small & Mid Cap Fund invests in Swiss small and mid-cap stocks and measures itself against the SPI Extra® (all SPI® stocks without SMI® or without the 20 largest securities). The fund assets are invested in a broadly diversified portfolio of 50 to 70 companies. zCapital strives to consistently exceed the benchmark return with a long-term, active investment style. Investment decisions are based on fundamental company analyses, considering and assessing corporate governance and other key ESG aspects. Macroeconomic factors are also included in the decision-making process.

## Portfolio Structure (as of 31/03/2026)

<b>Net Asset Value</b>	CHF 4,481.78 per Share A
<b>Total Assets</b>	CHF 1167 m
<b>Number of Companies</b>	61

## Statistics 3 Years (as of 31/03/2026)

<b>Volatility Fund / Index p.a.</b>	10.8% / 11.7%
<b>Tracking Error</b>	1.6%
<b>Information Ratio</b>	-0.3

## Termsheet

<b>Fund-Name</b>	zCapital Swiss Small & Mid Cap Fund (Class A)
<b>Asset Manager</b>	zCapital AG, Zug
<b>Swiss Security Number / ISIN</b>	4534164 / CH0045341648
<b>Price Publications</b>	www.zcapital.ch, www.swissfunddata.ch, www.fundinfo.com
<b>Bloomberg / Reuters</b>	ZCAPSWI SW Equity / 4534164.S
<b>Benchmark</b>	SPI Extra® (Swiss small & mid cap equities)
<b>Morningstar-Rating</b>	★★★★
<b>Minimum Investment / Reference Currency</b>	No minimum investment required / CHF
<b>Fund Type / Distribution</b>	Swiss Securities Fund / Authorized for public distribution in Switzerland and Germany
<b>Fund Management Company / Custodian Bank</b>	LLB Swiss Investment AG, Zürich / Bank Julius Bär & Co. AG, Zürich
<b>Management Fee (incl. Fund Management and Custodian Fees)</b>	1.5% p.a., of which 0.1% donated to charities which engage in "Children and Education"
<b>Issue Fee / Redemption Fee</b>	None / 0.25% in favour of the fund
<b>Total Expense Ratio (TER) as of 30/11/2025</b>	1.50%
<b>Subscriptions and Redemptions</b>	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.
<b>Auditor</b>	PricewaterhouseCoopers AG, Zurich

## Yearly Performance (as of 31/03/2026)

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
<b>Fund</b>	-14.5%*	40.2%	23.4%	-18.4%	17.8%	26.0%	15.2%	12.8%	9.3%	29.0%	-14.4%	28.7%	9.2%
SPI Extra®	-18.5%*	29.6%	20.1%	-19.1%	13.9%	27.7%	11.4%	11.0%	8.5%	29.7%	-17.2%	30.4%	8.1%
	2021	2022	2023	2024	2025	2026							
<b>Fund</b>	19.0%	-21.1%	5.0%	5.2%	14.2%	-1.1%							
SPI Extra®	22.2%	-24.0%	6.5%	3.8%	16.9%	-1.0%							

\* since Launch date (6 October 2008)

## Monthly Performance (as of 31/03/2026)

2026	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
<b>Fund</b>	1.9%	3.3%	-6.1%										-1.1%
SPI Extra®	2.2%	3.6%	-6.5%										-1.0%

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, the zCapital Swiss Small & Mid Cap 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.