

## zMonthly April 19

### All-time highs

Stock markets continued their uptrend from the beginning of the year. In April, both the SMI and the S&P 500 achieved multiple new all-time highs. Chinese economic data came in better than expected, somewhat easing concerns about the ongoing economic slowdown. There were also encouraging signs that trade dispute talks between the US and China are going well. Finally, the prospect of continued expansionary monetary policy pushed share prices higher. All in all, it would appear that investors are in a Goldilocks environment, with moderate economic growth, low inflation and low interest rates. ABB's share price rocketed after the abrupt, unexpected departure of its CEO. Despite a more challenging market environment, Ems-Chemie achieved higher-than-expected quarterly sales growth. Givaudan's reported growth also exceeded analysts' estimates. The fund posted a performance of +3.7% in April (SPI +4.4%).

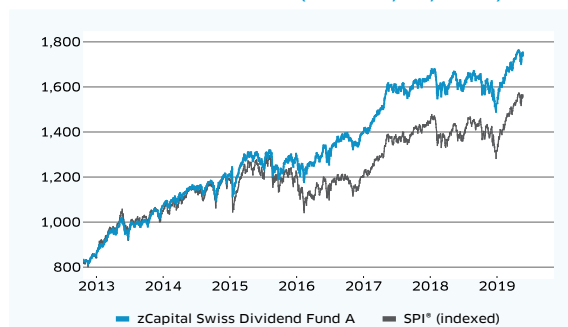
### Stadler Rail and Burkhalter in, Alcon out

We participated in the successful IPO of Thurgau-based train manufacturer Stadler Rail. We believe the share is an attractive diversifier within the industrial sector thanks to sound management, a strong market position and good growth prospects. Electrical engineering group Burkhalter has been included in the portfolio again. After a mixed performance in 2018, the company is now more optimistic about the future. With a dividend yield of 5%, we believe it represents an attractive entry point. We have already sold the Alcon shares allocated to us as part of the spin-off from Novartis, as the shares do not qualify for a dividend portfolio. We increased our positions in Novartis, BKW, LafargeHolcim and ABB, selling VAT Group, Ems-Chemie, Baloise and Logitech on the back of strong price gains.

### Widespread optimism

At the beginning of the year, hardly anyone would have thought new record highs would be achieved on multiple stock exchanges just four months after the sharp correction in Q4 2018. It's hard to explain from a fundamental perspective, but a combination of cheap money, hopes for more stimulus in China and technical factors all contributed to this trend. The longer the bull market lasts, the more professional investors will be forced to jump on the bandwagon or cover shorts. What's more, companies in the US with aggressive share buybacks are driving their share prices. Expectations of a significant profit recovery in the second half of the year have risen in recent weeks, and few believe that the US and China will be unable to reach a good trade deal. At current price levels, these expectations must not be disappointed. Despite the stock market surge, we are maintaining our modest risk appetite.

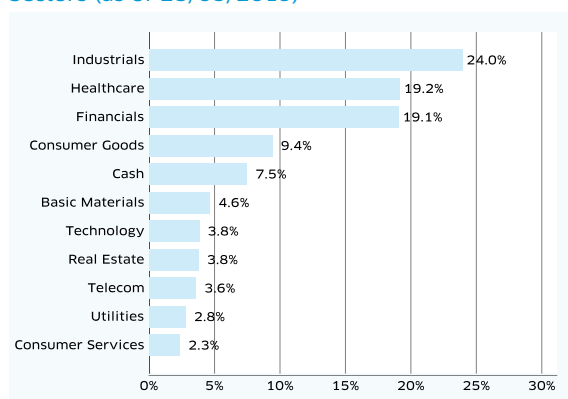
### Performance since Launch (as of 23/05/2019)



### Performance (as of 23/05/2019)

MTD (Fund / Benchmark)	-1.2% / -1.1%
<b>YTD</b>	<b>14.2% / 18.1%</b>
<b>1 year</b>	<b>6.5% / 10.5%</b>
<b>3 years p.a.</b>	<b>9.9% / 10.1%</b>
<b>5 years p.a.</b>	<b>8.6% / 6.3%</b>
<b>Since launch p.a.</b>	<b>11.8% / 9.9%</b>

### Sectors (as of 23/05/2019)



### Largest Positions (as of 23/05/2019)

<b>1</b>	Roche	9.6%
<b>2</b>	Novartis	9.4%
<b>3</b>	Nestle	9.3%
<b>4</b>	ABB	4.1%
<b>5</b>	Zurich Insurance Group	3.7%
<b>6</b>	LafargeHolcim	3.6%
<b>7</b>	Swiss Re	2.9%
<b>8</b>	Partners Group	2.9%
<b>9</b>	Logitech	2.8%
<b>10</b>	Swisscom	2.5%
<b>11</b>	Givaudan	2.3%
<b>12</b>	SGS	2.3%
<b>13</b>	EMS-Chemie	2.3%
<b>14</b>	BKW	2.1%
<b>15</b>	Cembra Money Bank	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 23/05/2019)

<b>Net Asset Value</b>	CHF 1,740.30 per Share A
<b>Total Assets</b>	CHF 477 m
<b>Investment Exposure</b>	92.5%
<b>Number of Companies</b>	38

## Statistics 3 Years (as of 23/05/2019)

<b>Volatility Fund p.a.</b>	9.8%
<b>Beta (current)</b>	0.8
<b>Dividend yield of invested companies *</b>	3.5%
<b>Large caps in percentage of portfolio</b>	50.3%

\* 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 30/04/2019.

## Termsheet

<b>Fund-Name</b>	zCapital Swiss Dividend Fund (Class A)
<b>Asset Manager</b>	zCapital AG, Zug
<b>Swiss Security Number / ISIN</b>	19466655 / CH0194666555
<b>Price Publications</b>	www.zcapital.ch, www.swissfunddata.ch, www.fundinfo.com
<b>Bloomberg / Reuters</b>	ZCAPDIV SW Equity / 19466655.S
<b>Benchmark</b>	Swiss Performance Index SPI®
<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>Management Fee (incl. Fund Management and Custodian Fees)</b>	1% p.a.
<b>Issue Fee / Redemption Fee</b>	None
<b>Total Expense Ratio (TER) as of 30/11/2018</b>	1.01%
<b>Fund Management Company / Custodian Bank</b>	LLB Swiss Investment AG, Zürich / Bank Julius Bär & Co. AG, Zürich
<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 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.
<b>Auditor</b>	PricewaterhouseCoopers AG, Zurich

## Monthly Performance (as of 23/05/2019)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
<b>2012</b>										-0.9%*	1.6%	1.5%	2.2%*
<b>2013</b>	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%
<b>2014</b>	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%
<b>2015</b>	-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%
<b>2016</b>	-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%
<b>2017</b>	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%
<b>2018</b>	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%
<b>2019</b>	6.2%	3.4%	1.5%	3.7%	-1.2%								14.2%

\* since Launch date (22 October 2012)