

zMonthly June 24

SNB surprises markets again

In June, the focus was on the interest rate decisions of the major central banks. While the European Central Bank cut interest rates for the first time since 2019, as expected, the US Federal Reserve left its key interest rate range unchanged. Most market observers had anticipated this decision, given the continued strength of the US economy and persistent inflationary pressures. Even the Fed's indication that it expected only one more rate cut this year failed to dampen sentiment. The latest US inflation report for May, which showed a slight decline, added to optimism. Government bond yields fell and US equity markets continued their record run, widening the gap with European equity indices. The French President's announcement of early parliamentary elections was partly responsible for Europe's weaker performance. This caused nervousness in the markets. In addition, the euro weakened significantly against the Swiss franc. This and the moderate Swiss inflation rate were probably the main reasons for the Swiss National Bank's surprise interest rate cut of a further 25 basis points to 1.25%. Luzerner Kantonbank has raised its forecast for this year's group profit on the back of generally improved earnings. The fund gained +0.4% in June (SPI -0.5%).

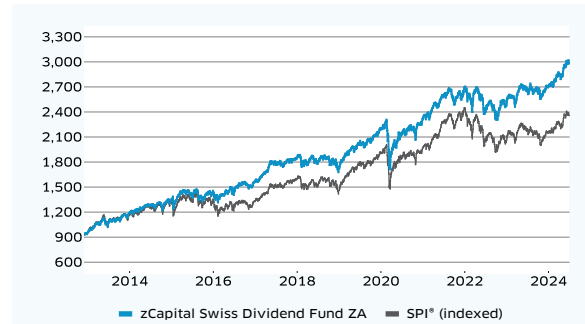
Sulzer added to the portfolio

In June, we built up a position in Sulzer for the first time. At its investor day, the industrial group formulated new, attractive medium-term targets. We see considerable potential for future dividend growth. We also bought Nestlé, Zurich, Roche, Kühne + Nagel and PSP Swiss Property. Profits were realised on Mobilezone, ABB and Inficon.

Economic hopes fading

Many companies are pinning their hopes on a recovery in demand in the second half of the year. This hope has not yet been fulfilled. On the one hand, there are signs of weakness in consumer spending in the US, and on the other hand, companies do not see a turnaround in incoming orders. Poor consumer sentiment is reflected in a less dynamic global economy. A lack of orders and a high cost base usually lead to lower margins. We expect some companies to announce cost-cutting measures or restructuring programs in their half-year reports. The share prices of some cyclical companies have already priced in a lot of negative news. However, we currently see more upside potential for defensive businesses, for example in the healthcare sector. Volumes tend to be lower during the upcoming summer holidays, so we expect the stock market to be more volatile.

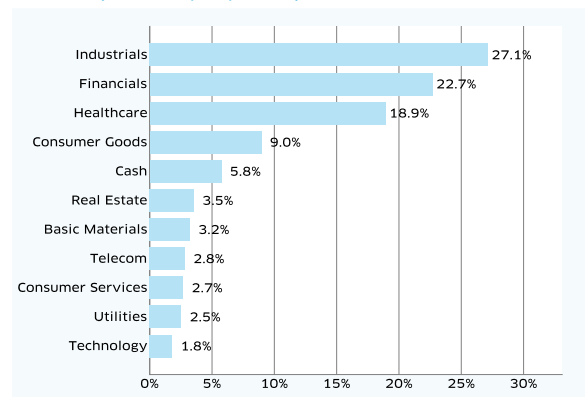
Performance since Launch (as of 28/06/2024)



Performance (as of 28/06/2024)

MTD (Fund / Benchmark)	0.4% / -0.5%
YTD	10.1% / 9.3%
1 year	12.1% / 8.1%
3 years p.a.	4.9% / 1.1%
5 years p.a.	8.1% / 5.9%
10 years p.a.	8.9% / 6.5%
Since launch p.a.	10.6% / 8.4%

Sectors (as of 28/06/2024)



Largest Positions (as of 28/06/2024)

1	Roche	9.4%
2	Novartis	9.3%
3	Nestle	8.9%
4	ABB	6.3%
5	Zurich Insurance Group	4.9%
6	Holcim	4.0%
7	Swiss Re	3.2%
8	Swisscom	2.8%
9	Kühne + Nagel	2.5%
10	SGS	2.5%
11	Givaudan	2.5%
12	Baloise	2.3%
13	PSP Swiss Property	2.0%
14	Accelleron	2.0%
15	DKSH	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 28/06/2024)

Net Asset Value	CHF 2,983.39 per Share ZA
Total Assets	CHF 651 m
Investment Exposure	94.2%
Number of Companies	36

Statistics 3 Years (as of 28/06/2024)

Volatility Fund p.a.	10.7%
Beta (current)	0.8
Dividend yield of invested companies *	3.6%
Large caps in percentage of portfolio	59.1%

* 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 28/06/2024.

Termsheet

Fund-Name	zCapital Swiss Dividend Fund (Class ZA)
Asset Manager	zCapital AG, Zug
Swiss Security Number / ISIN	19994459 / CH0199944593
Price Publications	www.swissfunddata.ch, www.fundinfo.com
Bloomberg / Reuters	ZCADVZA SW Equity / 19994459.S
Benchmark	Swiss Performance Index SPI®
Morningstar-Rating	★★★★★
Fund Type / Distribution	Swiss Securities Fund / Authorized for public distribution in Switzerland and Germany
Fund Management Company / Custodian Bank	LLB Swiss Investment AG, Zürich / Bank Julius Bär & Co. AG, Zürich
Management Fee (incl. Fund Management and Custodian Fees)	0.75% p.a.
Issue Fee / Redemption Fee	None
Total Expense Ratio (TER) as of 31/05/2024	0.76%
Requirements	Minimum initial subscription and minimum investment amount of CHF 3 m
Subscriptions and Redemptions	On each bank working day at Net Asset Value (NAV). The investor shall always notify zCapital via an e-mail sent to info@zcapital.ch, what amount or what number of fund units it wishes to subscribe to, by means of which channel. Subscriptions and redemptions which are placed with the Custodian Bank by 3.45pm 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 28/06/2024)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
2012												1.3%*	1.3%*
2013	5.0%	4.3%	3.2%	2.2%	0.2%	-2.1%	2.0%	-0.3%	2.9%	3.4%	1.2%	1.7%	26.1%
2014	0.6%	2.8%	1.5%	1.0%	1.6%	-0.5%	0.1%	1.6%	0.8%	-0.0%	2.9%	-0.1%	13.0%
2015	-3.0%	6.9%	2.3%	0.9%	0.6%	-4.1%	5.2%	-4.8%	-2.7%	4.7%	2.3%	-0.1%	7.6%
2016	-2.8%	-1.5%	1.9%	1.8%	3.9%	-1.1%	2.0%	1.9%	0.7%	-2.0%	-0.3%	3.5%	8.1%
2017	0.8%	3.4%	3.0%	3.7%	3.3%	-1.5%	1.4%	-1.8%	2.5%	0.9%	0.6%	0.3%	17.7%
2018	0.4%	-3.0%	0.0%	3.0%	-3.2%	0.9%	3.1%	-0.1%	-0.3%	-1.3%	-0.8%	-5.5%	-6.8%
2019	6.2%	3.4%	1.5%	3.8%	-1.3%	3.1%	0.5%	0.4%	2.1%	1.3%	2.0%	1.8%	27.4%
2020	0.7%	-6.8%	-6.3%	5.2%	3.0%	2.3%	-0.5%	2.9%	0.3%	-5.0%	8.5%	2.8%	5.9%
2021	-0.2%	-0.1%	6.2%	0.4%	2.5%	2.3%	1.3%	1.5%	-5.4%	2.4%	-0.8%	4.9%	15.6%
2022	-2.7%	-1.9%	3.0%	1.3%	-3.4%	-6.1%	3.8%	-2.1%	-5.0%	4.7%	3.2%	-2.0%	-7.7%
2023	4.4%	-0.4%	1.3%	3.5%	-1.1%	0.6%	1.2%	-1.7%	-0.0%	-3.2%	3.1%	1.8%	9.5%
2024	1.2%	1.2%	3.8%	-1.4%	4.9%	0.4%							10.1%

* since Launch date (3 December 2012)

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