

Zugerberg Funds -

ZF Income Fund B

ZUGERBERG FINANZ

Investment Objective

The investment objective of the ZF - Income Fund is to achieve long-term capital and value growth in the reference currency, the Swiss franc, through investments in the credit market.

The fund aims to filter out investment opportunities on the global credit markets. It concentrates on a large variety of bonds from solid companies with an average investment grade rating. Corporate bonds can generate stable returns over the business cycle as a whole. In good times, additional credit risk premiums can be earned over government bonds. In addition, the typical interest rate sensitivity is significantly lower thanks to the lower average maturity. In bad times, companies reduce their debt much faster, while governments are often forced to borrow more to support the economy.

Total Return



1 month	-0.10%
3 months	0.46%
2025 (YTD)	2.10%
1 year	1.37%
3 years (annualized)	2.77%
Since Inception (annualized)	-0.79%
Since Inception	-5.81%
Lowest NAV	81.00
Highest NAV	103.22
Months with Positive Returns	57%
Sharpe Ratio (last 3 years)	0.79
Max. Drawdown (last 3 years)	-3.59%
Max. Drawdown Length (days for last 3 years)	185
Max. Drawdown Recovery (days for last 3 years)	29

Modified Duration

< 1 year	6%
1 - 3 years	9%
3 - 5 years	28%
5 - 7 years	28%
> 7 years	29%

Fund Facts

Fund Name	Zugerberg Funds - ZF Income Fund - B
Valor	41512238
ISIN	CH0415122388
Bloomberg	ZFZIFBC SW
Fund Domicile	Switzerland
Fund Class	B
Currency	CHF
Cut-Off Time	Daily, until 5pm (CET)
Settlement	T+2
Launch Date	May 31st, 2018
Fiscal Year End	December 31st
Distribution Policy	Accumulation
Legal Registration	Switzerland

Fund Information*

NAV Total (CHF Mio.)	708.50
NAV Fund Class B (CHF Mio.)	701.26
NAV per Unit (CHF)	89.58
Modified Duration (Years)	6.0
Yield to Worst (% local currency)	2.8
Yield to Worst (% hedged CHF)	1.4
Ø Credit Rating	A
Cash Position (%)	5.3
No. of Sectors	20
No. of Issuers / Issues	202 / 274
Top 10 Positions (%)	8.0

* Securities portfolio, including cash.

Expenses

Management Fee (% p.a.)	0.50
Total Expense Ratio (TER) as of 30.06.2025 (%)	0.67

Investment Amounts

Minimal Initial Investment (CHF)	1'000'000
----------------------------------	-----------

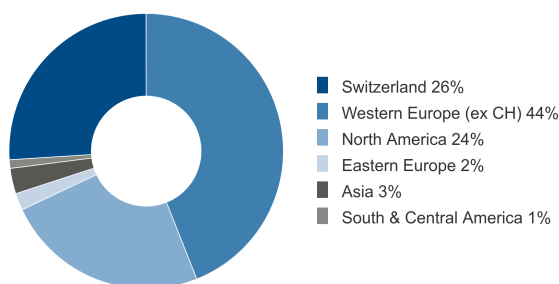
Rating Breakdown

AAA	<div></div>	10%
AA+	<div></div>	3%
AA	<div></div>	4%
AA-	<div></div>	6%
A+	<div></div>	11%
A	<div></div>	9%
A-	<div></div>	20%
BBB+	<div></div>	14%
BBB	<div></div>	16%
BBB-	<div></div>	6%
BB+	<div></div>	1%
BB	<div></div>	0%
<BB	<div></div>	0%

Top 10 Industry Sectors

Banking	<div></div>	15%
Consumer Non-Cyclical	<div></div>	15%
Insurance	<div></div>	10%
Consumer Cyclical	<div></div>	7%
Capital Goods	<div></div>	6%
Technology	<div></div>	6%
Electric	<div></div>	4%
Basic Industry	<div></div>	4%
Other Financial Services	<div></div>	4%
Utility	<div></div>	4%

Geographic Diversification



Disclaimer: This document serves the purposes of advertising and information, and is intended exclusively for distribution in Switzerland. It is not addressed to individuals in other countries, nor to individuals whose nationality or domicile prohibit access to such information on the basis of the applicable legislation. Historic performance is no indicator of current or future performance. The performance data takes no account of the commissions charged and costs incurred for the issue and redemption of units. This document was drawn up by PMG Investment Solutions AG (PMG) with the greatest care and to the best of its knowledge and belief. PMG provides no guarantee of the document's content or completeness, and declines all liability for losses arising from the use of this information. This document does not constitute an offer, nor does it represent an invitation to purchase or sell any securities or related financial instruments whatsoever. The information stated in this document is made available without any guarantee or assurance, and is to be used exclusively for informative purposes. The information in this document is intended solely for the recipient's personal use, and it takes no account of the specific or future investment goals of the individual recipient, nor of the recipient's tax or financial situation, nor yet of the recipient's individual requirements. The recipient is recommended to review the information in respect of its compatibility with his/her own personal circumstances and with regard to legal, regulatory, fiscal and other consequences, with the assistance of an adviser as appropriate. Investments should only be made in a product after the current sales prospectus has been thoroughly studied. This document and the information it contains must not be issued, distributed or forwarded either directly or indirectly to the USA or to U.S. Persons (as defined in Regulation S of the U.S. Securities Act of 1933, in the applicable version thereof). Likewise, units of the Fund must not be offered, sold or delivered within the USA or to U.S. Persons. The sales prospectus with the integrated Fund Agreement, the simplified prospectus and/or the essential information for investors, and also the annual and semi-annual reports, can be obtained free of charge from PMG, Dammstrasse 23, 6300 Zug, www.pmg.swiss and from CACEIS Investor Services Bank S.A., Zurich Branch, Bleicherweg 7, CH-8027 Zurich.

Monthly Commentary

Risk sentiment fluctuated throughout the month, driven by shifting Fed policy messaging and evolving expectations for rate cuts in December. The resolution of the longest US government shutdown provided some relief to markets, though concerns persisted regarding a potential AI bubble. Labor market anxieties resurfaced as large-scale layoffs returned to headlines amid the data blackout (with job cuts attributed to AI adoption, softening consumer sentiment, corporate spending and rising costs). September's nonfarm payrolls, the first major economic data release following the government shutdown, exceeded all economist estimates surveyed by Bloomberg. Hawkish commentary from Fed officials prevailed over much of the month, pushing Treasury yields higher and weighing on risk asset performance. A shift in tone by several FOMC member towards the end of the month, combined with news of a potential dovish Fed chair appointment (Kevin Hasset emerging as the frontrunner) contributed to a rally in rates and credit markets with modest rates steepening pressure on the long-end. As a December 25bp rate cut is now almost fully priced, the market will increasingly focus on the pricing of subsequent meetings.

In the Eurozone, economic data skewed positive on balance, as Eurozone October PMI and Consumer Sentiment data improved, while October inflation decelerated to 2.1% YoY even as core price growth held steady at 2.4% YoY. Peripheral sovereign yield spreads towards Germany continued to tighten and we remain confident that sovereign credit will continue to trade well next year.

Euro HG yields increased to 3.11% (+0.13%), while spreads widened to 83bp (+6bp), remaining well below the 25-year (monthly) median of 112bp. Euro corporate spreads widened even after tightening into month-end, with widening driven by heavy corporate issuance (third-largest monthly Euro HG volume on record) and a mixed bag for 3Q results. Both total and excess returns were negative, with higher-rated segments underperforming more strongly. In the US, HG yields declined to 4.76% (-0.06%), and after choppy moves throughout the month spreads widened only modestly to 80bp (+2bp), still well below the long-term median of 128bp. Total returns were positive, since the decline in rates offset spread widening. Excess returns were roughly flat. In the HY segment, Euro HY yields edged up to 4.89% (+0.04%), with spreads nearly unchanged at 272bp (-1bp), clearly below the 25-year median of 413bp. Within the largest BB segment (two-thirds of all HY bonds), spreads were stable, while B and CCC segments spreads showed notable compression. Total and excess returns were slightly positive, driven by the small CCC segment (5% of all HY bonds). In the US, HY yields fell significantly to 6.57% (-0.19%), and spreads narrowed to 269bp (-12bp), well below the median of 437bp. Total and excess returns were positive overall as well as for BB and B ratings (53% and 35% of the HY universe, respectively), while the smaller CCC segment (12% of all HY bonds) posted losses. Conclusion: Cyclical risks remain concentrated in lower-rated segments, while HG continues to show stability.

The ZIF recorded a negative return of -0.10% in November, but outperformed the Swiss Bond Index (SBI) by 0.13%. Performance was mainly supported by a positive carry of +0.20% (in local currency). Returns were driven by falling UST yields (bull-flattening up to 10Y), but impacted by rising German and Swiss benchmark yields (bear-steepening). Rate uncertainty as measured by the MOVE index is anchored at low levels after a brief intra-month spike. Credit-spread impact was marginally negative. Currency-hedging costs remained a drag on results. The fund's yield-to-worst rose to 2.8% (+0.1%) in local currency and to 1.4% (+0.1%) on a CHF-hedged basis. The average coupon increased to 2.5% (+0.1%), while the average bond price slipped to 98.8% (-0.1%). The option-adjusted spread (OAS) widened to 93bp (+3bp), and modified duration was slightly higher at 6.0 (+0.1).

Investment Manager

PMG Investment Solutions AG **Contact**
Dammstrasse 23
CH-6300 Zug
☎ +41 44 215 28 38 ✉ pmg@pmg.swiss 🌐 www.pmg.swiss

Zugerberg Finanz AG **Contact**
Lüssiweg 47
CH-6302 Zug
☎ +41 41 769 50 10
✉ info@zugerberg-finanz.ch 🌐 www.zugerberg-finanz.ch

Addresses

Management Company	PMG Investment Solutions AG
Custodian Bank	CACEIS Bank, Montrouge, Zweigniederlassung Zuerich/Schweiz
Auditor	BDO AG
Official Publication	www.swissfunddata.ch , www.pmg.swiss