OLZ Equity Switzerland Optimized ESG

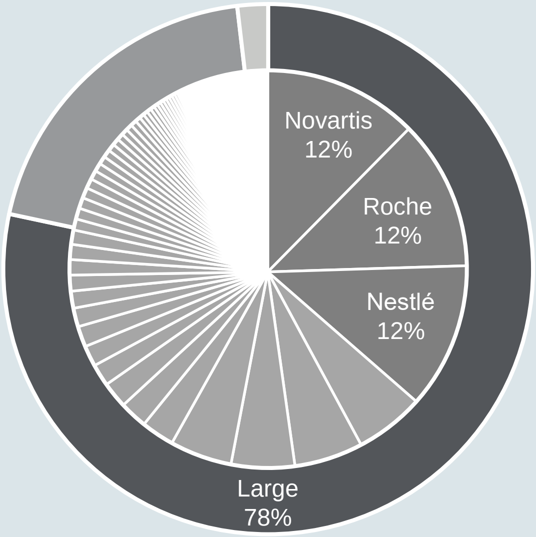
Comprehensible, scientific, personal.

October 2025

Starting point in the equity universe

The Swiss stock index is not efficiently implemented

Cluster risks: Insufficient diversification

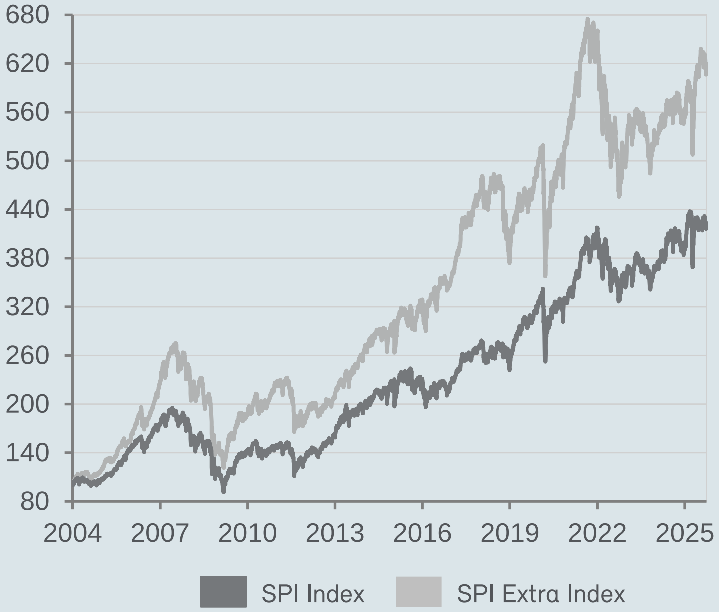


Almost 40% of the index distributed across three stocks.

Large caps account for around 80% of the index.

Reporting date: October 15, 2025

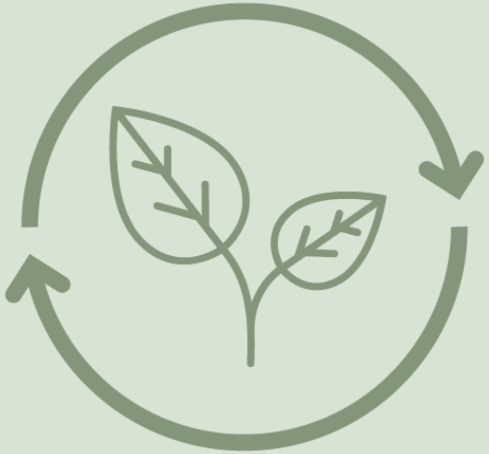
Return disadvantage: Very high large-cap exposure



Small and mid caps significantly outperforming large caps.

Analysis period: January 1, 2004 – September 30, 2025

Sustainability: No consideration of ESG

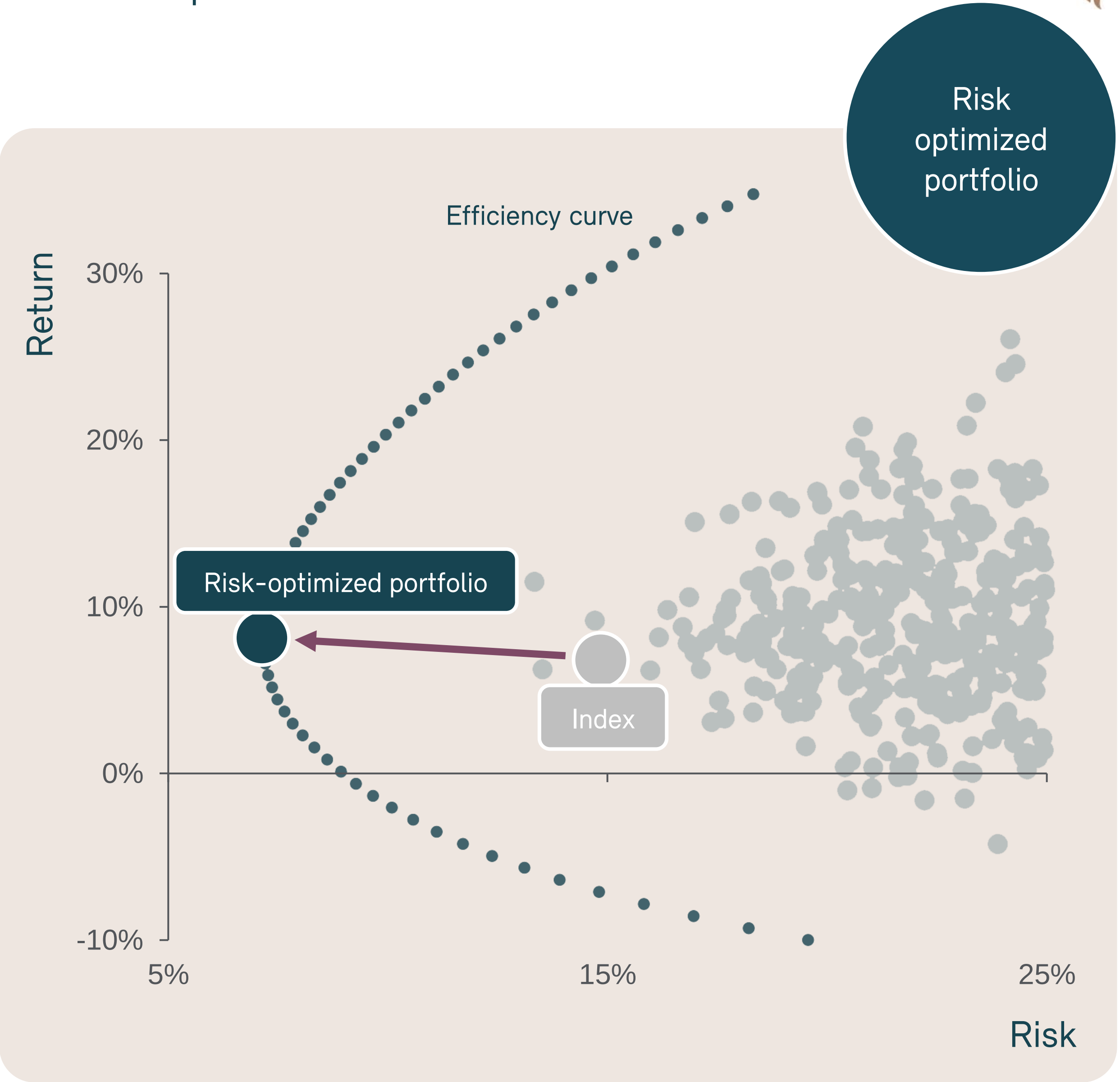


No consideration of exclusions, stewardship, climate targets, etc.

How does it work?

Through our optimization to an efficient portfolio

- **Index portfolio:** Too much risk for the return achieved. Although inexpensive, this portfolio is **inefficient!**
- Risks are easier to predict than returns. That is why the risk-optimized portfolio is also practical to implement.
- Risk-optimized portfolio with the following **added value:**
  - **Increased efficiency**, as slightly higher returns are achieved in the long term with significantly lower risks
  - Investors can therefore **make better use of** their individual **risk budget** at the overall portfolio level:
    - Either with a higher equity allocation
    - or by consciously taking on additional risks in the rest of their assets



Source: Bloomberg, **analysis period**: January 1, 2004 – December 31, 2024, MSCI World Index
Disclaimer: Past performance (whether simulated or actual) is no guarantee of future results.

Through our optimization towards a more sustainable portfolio

Sustainable portfolio

OLZ sustainability policy

Standard-based	Value-based exclusion criteria					ESG integration
SVVK ASIR	MSCI ESG Rating "CCC"					Percentage increase in ESG score depending on that of the benchmark
UN Global Compact / MSCI Controversies	Nuclear and controversial weapons >0%	Civilian weapons Manufacturer: >5% Retailer: >10%	Oil sands and thermal coal >10%	Conventional weapons >5%	Weapons-related support >20%	At least 30% reduction in carbon intensity and carbon footprint compared to BM[1]
ILO / Labor compliance						
Human Rights						

Exercise of voting rights
Proxy voting (ISS)[2]

Initiatives (stewardship)
PRI Principles for Responsible Investment; Swiss Sustainable Finance; Climate Action 100+

Sustainability and risk-optimized investing complement each other perfectly. Companies that have their risks under control are often more sustainable!

[1] Carbon intensity = CO2e tons / revenue in CHF million, based on Scope 1 + 2 data
Carbon footprint = CO2e tons / enterprise value including cash, based on Scope 1 + 2 data, expansion to Scope 3 planned
[2] Implementation of proxy voting via ISS for Swiss equities and Swiss small & mid caps, planned for other funds

Systematic combination of low-risk stocks

Index portfolio

- **Index construction:** Market capitalization
- **Risk/diversification aspects:** Not taken into account

Selection Investment universe

- **Data availability:** At least 5 years
- **Liquidity:** Minimum liquidity at individual security level
- **Sustainability:** Norm- and value-based exclusions

Risk forecasting

- **Risk forecast based on state-of-the-art quantitative methodology:** Volatility and correlations are forecast

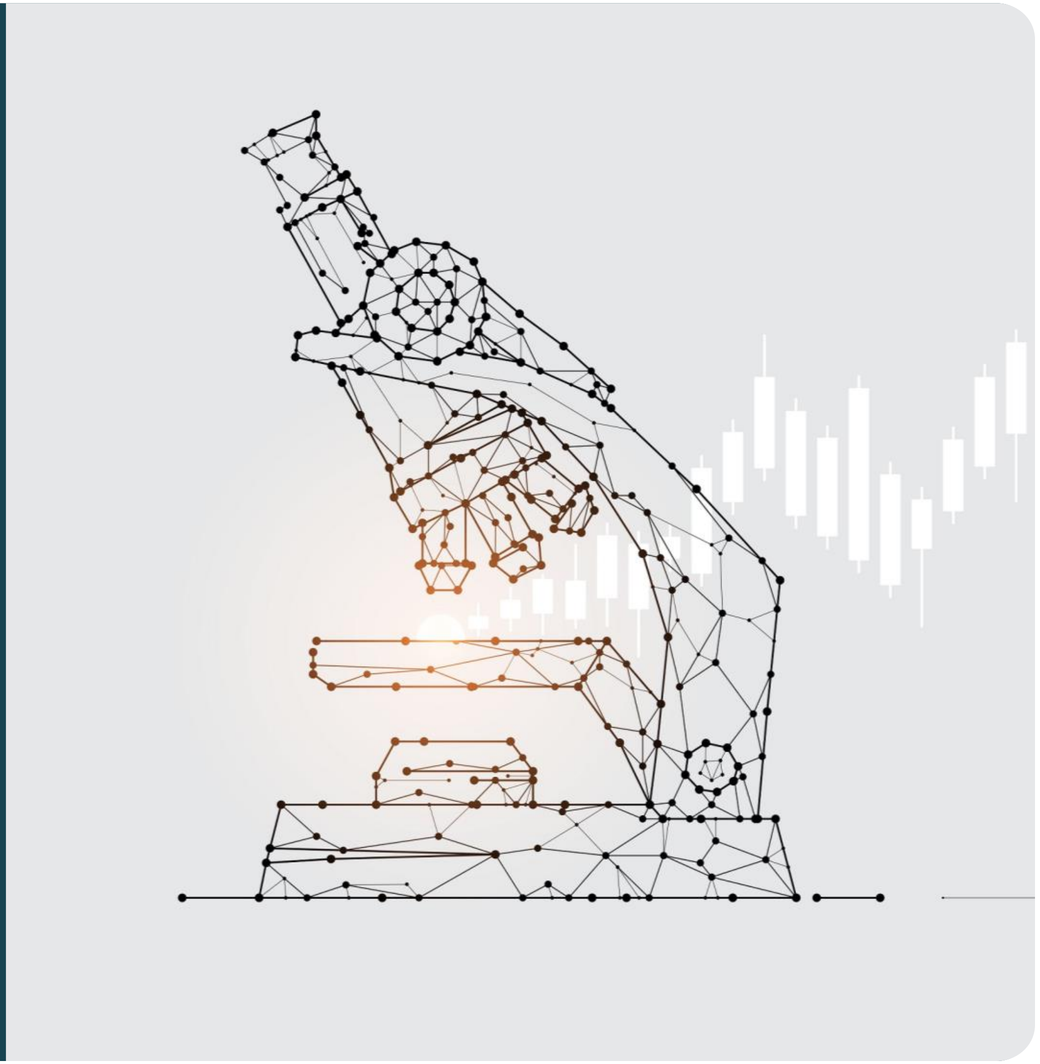
Portfolio optimization

- **Risk minimization:** Optimal weighting of low-risk stocks
- **Maximum weights:** individual stocks / sectors / countries
- **Sustainability:** Increase ESG score / reduce CO2 (footprint)

Minimum variance portfolio

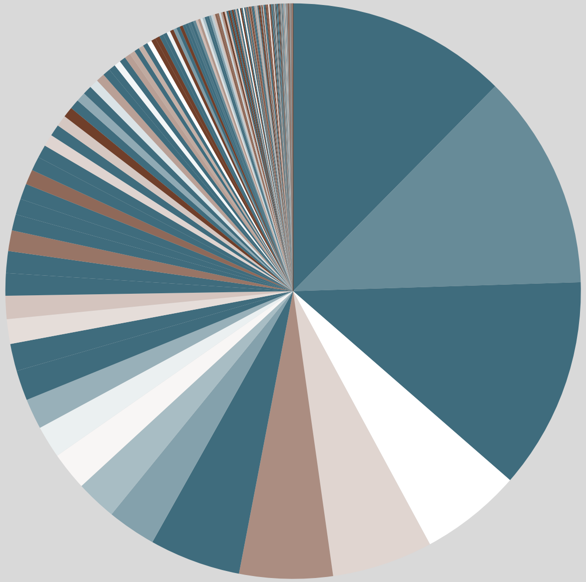
- Efficient portfolio
- Consideration of risk /diversification aspects
- Focus on low-risk stocks and sustainability

How well does it work?



Portfolio with better diversification and more lower-risk securities

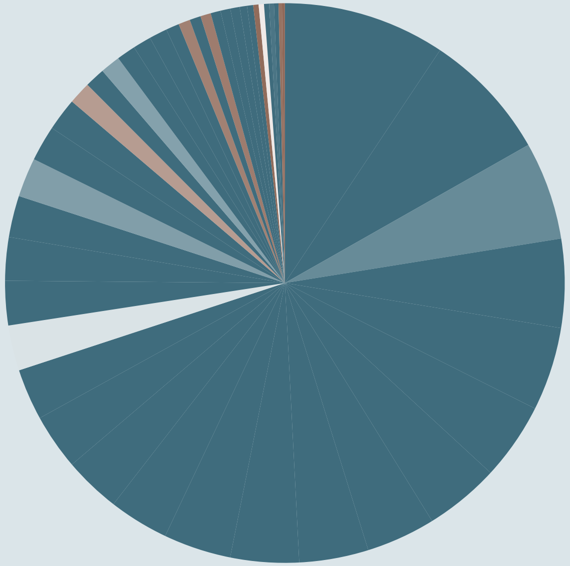
SPI Index



Factor exposure: Market cap

OLZ portfolio optimization

OLZ Equity Switzerland



Factor exposure: "Low volatility"

1 Less volatility

2 Less correlation

3 Less concentration risk

High risk — Low risk

Source: Bloomberg, own calculations
Reporting date: Rebalancing on October 15, 2025

OLZ systematically reduces risk

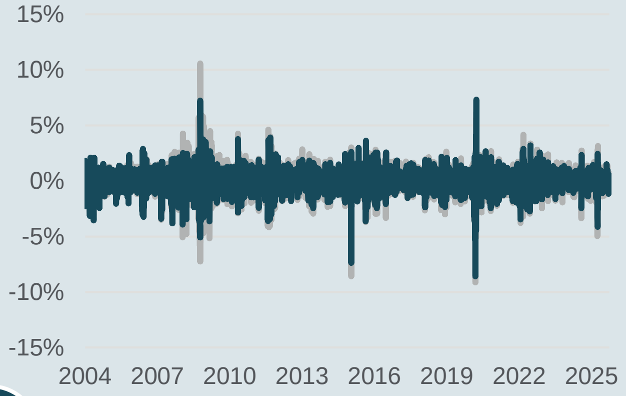
Less volatility

Volatility p.a.

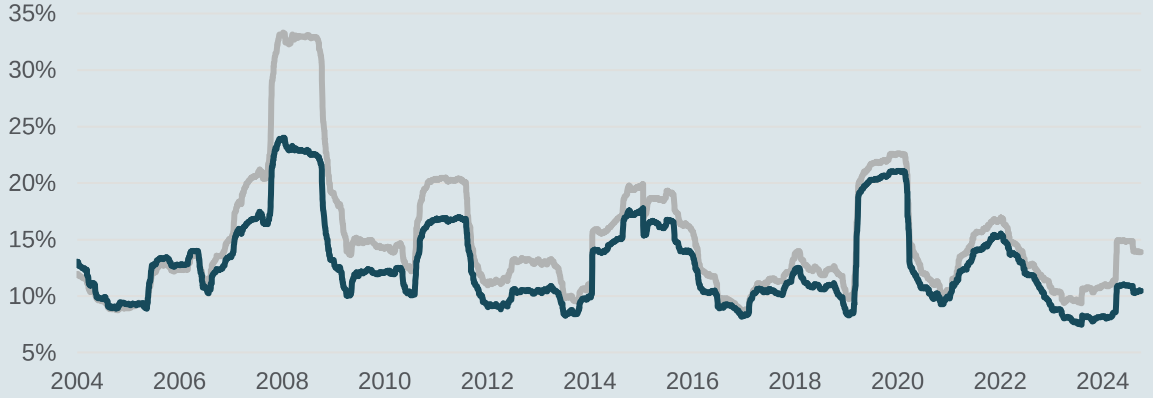
OLZ	13.34%
Benchmark	15.75%

Average risk reduction of 15.3%

Daily returns



Rolling volatility over 12 months



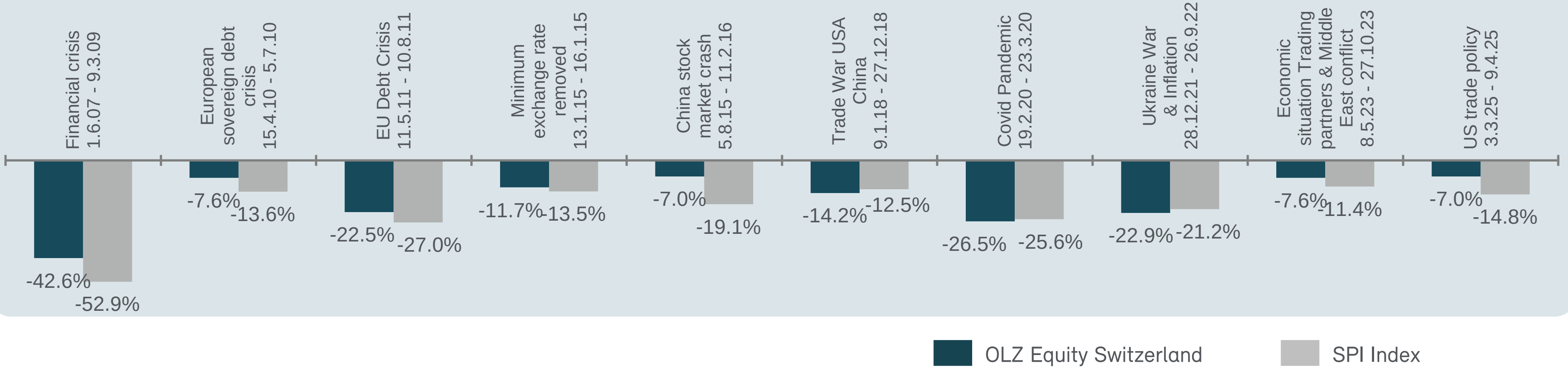
Lower losses

Maximum drawdown

OLZ	-42.98%
Benchmark	-53.25%

Drawdown reduction of 19.3%

Event-based drawdowns

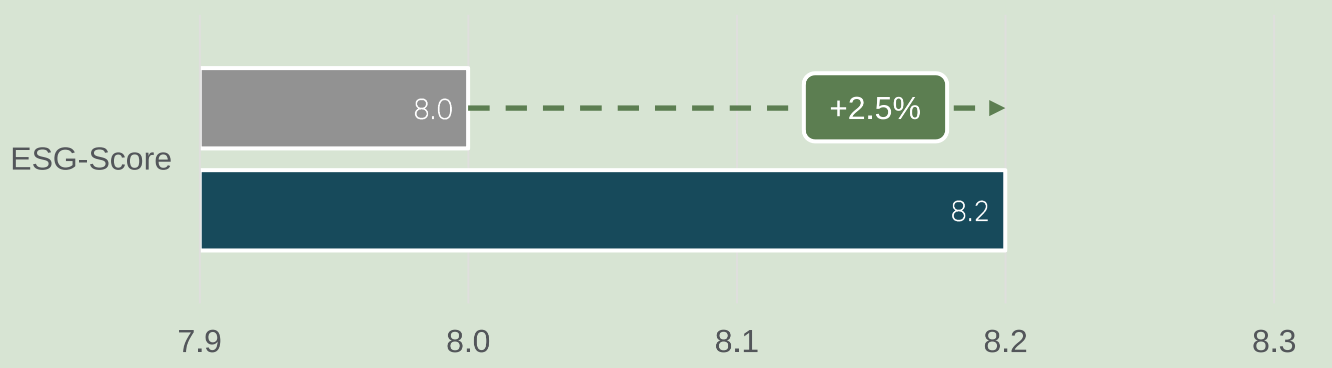


Analysis period: January 1, 2004 – September 30, 2025 (out-of-sample simulation until the fund launch on December 20, 2010)

Disclaimer: Past performance (whether simulated or actual) is no guarantee of future results. Fund returns, whether live or simulated, include management and fund costs. Benchmark returns do not take costs into account.

Significantly better sustainability profile than the benchmark

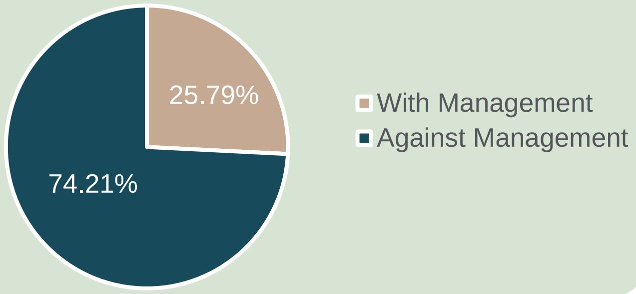
ESG score significantly higher than the benchmark



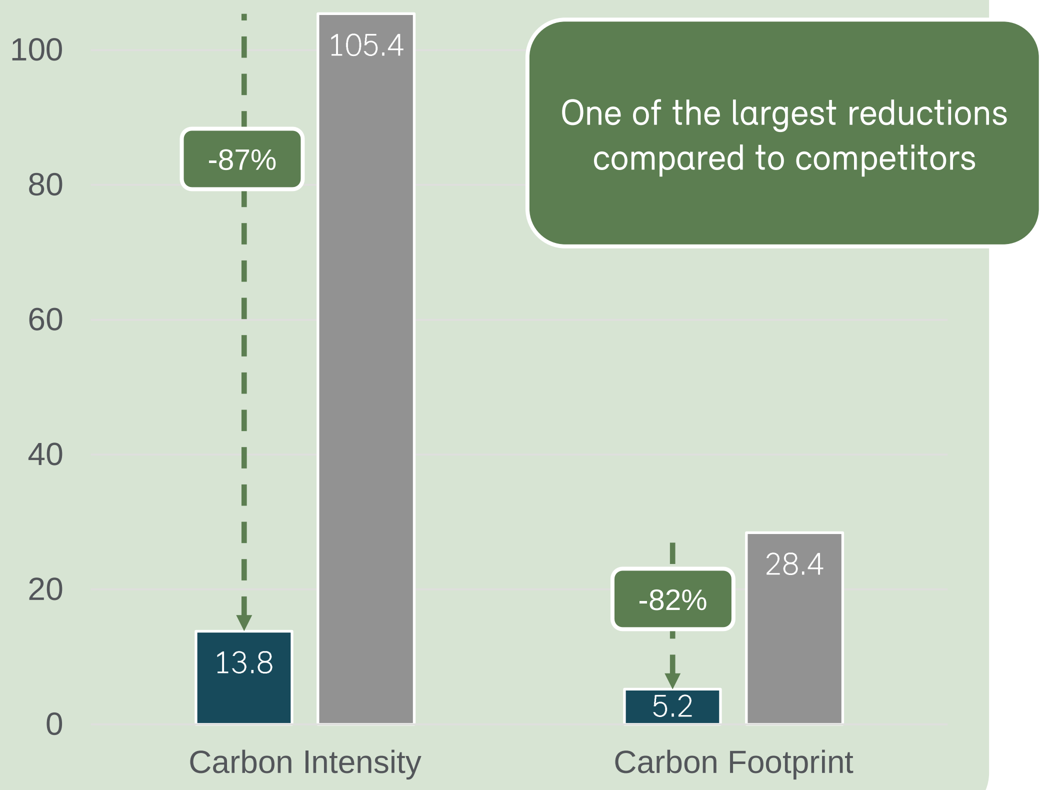
Excluded securities due to ESG criteria

10

Voting rights exercised



Significant CO2 reduction compared to the benchmark

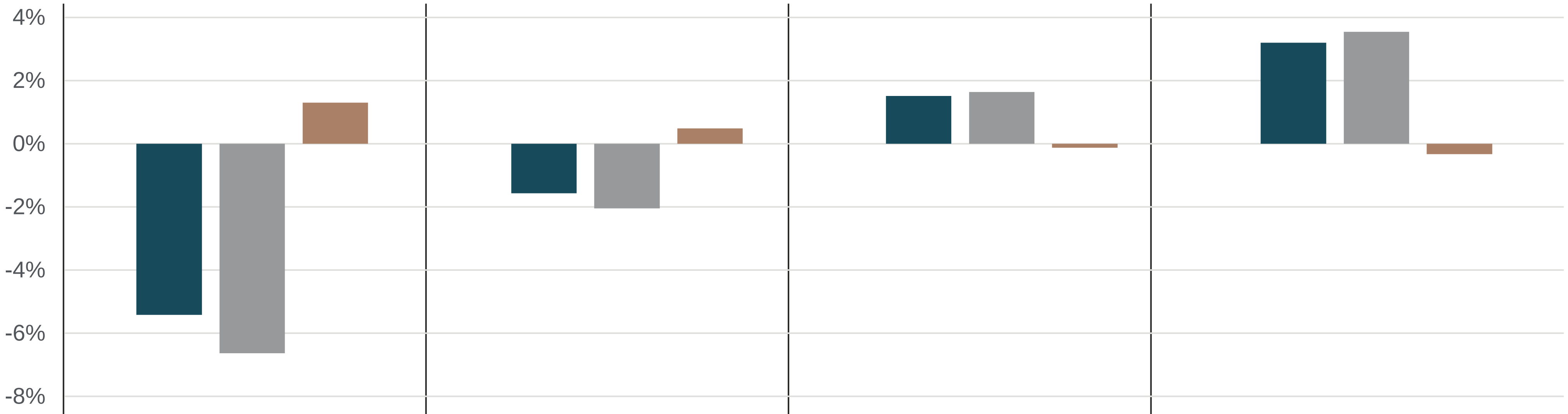


OLZ Equity Switzerland   SPI Index

Reporting date: Rebalancing on October 15, 2025, based on Scope 1 & 2 data
ESG metrics are based on model weights

Relative performance depends on the market environment: "Winning more by losing less"

Average monthly returns



Market environment	Market ↓ Risk ↑	Market ↓ Risk ↓	Market ↑ Risk ↑	Market ↑ Risk ↓
Frequency Regime	20.3%	7.4%	22.5%	49.7%
Cumulative relative out-/underperformance	+104.0%	+11.5%	-7.2%	-40.7%

OLZ SPI Index Relative performance

Analysis period: January 1, 2004 – September 30, 2025 (out-of-sample simulation until the fund launch on December 20, 2010)
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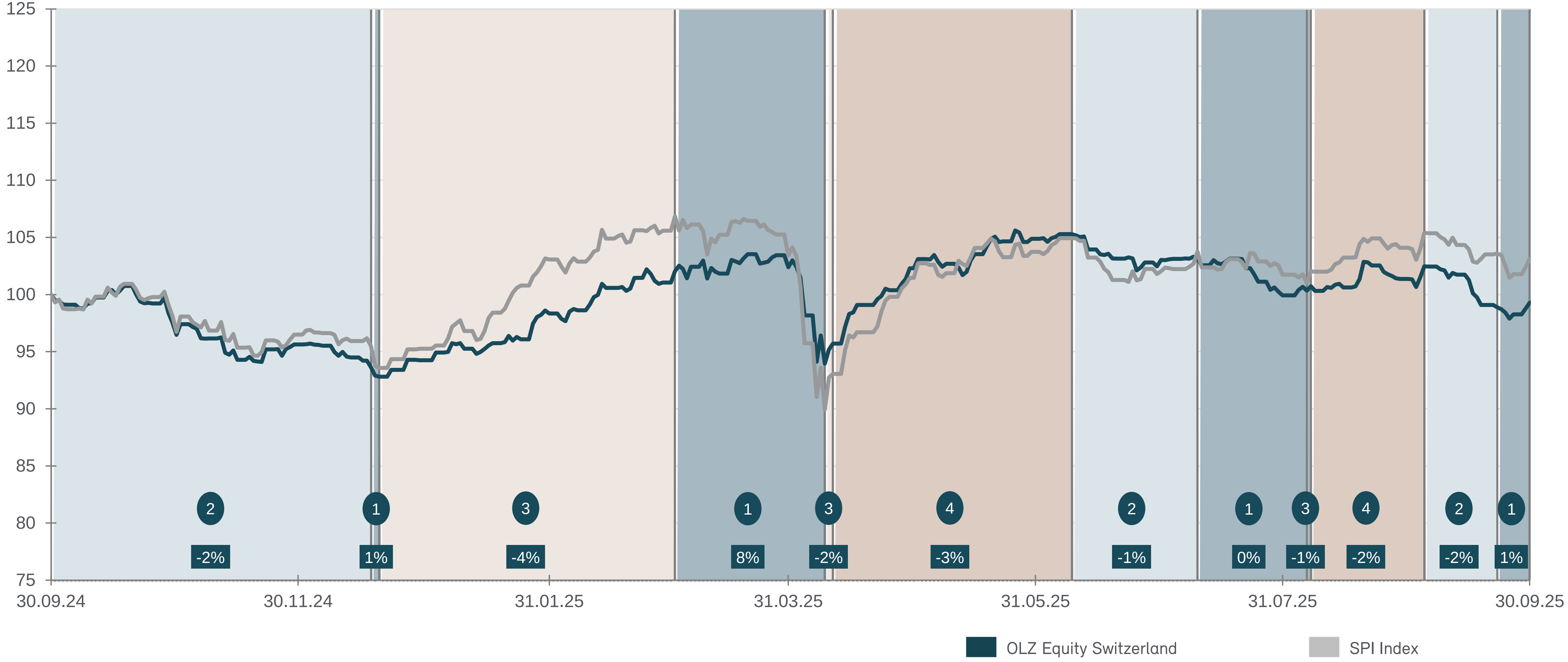
OLZ reduces risk across all regimes



Analysis period: September 30, 2024 – September 30, 2025
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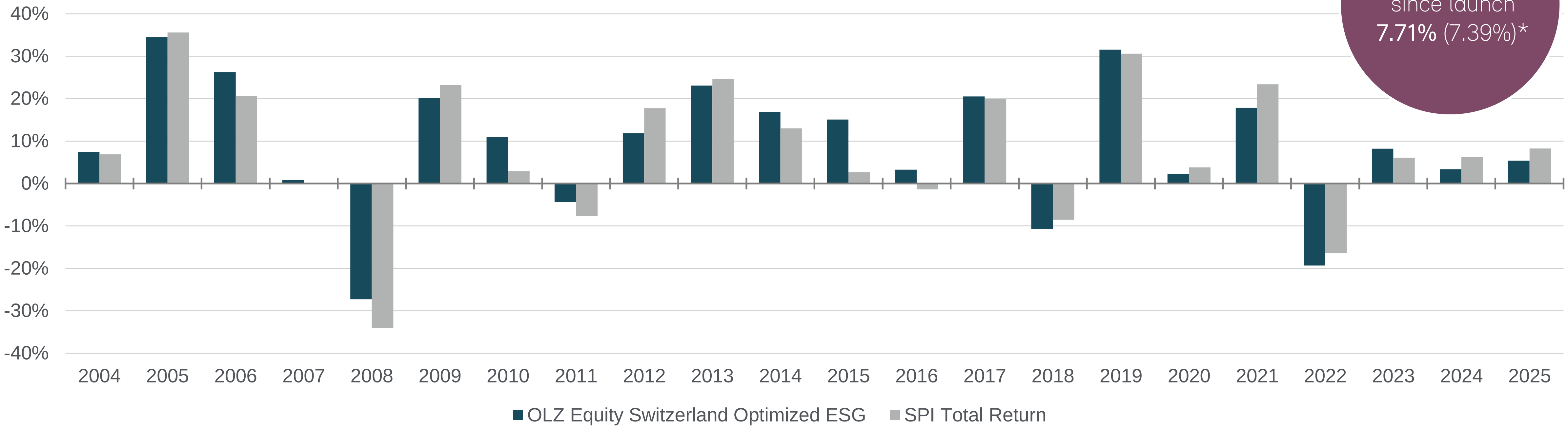
Added value of a minimum variance portfolio: Long-term goal: Higher risk-adjusted returns



Return p.a.
since launch
7.71% (7.39%)*

Return p.a.

OLZ Equity Switzerland:	7.94%
SPI:	6.83%

Tracking error of **4.92%**
compared to the SPI

Sharpe ratio

OLZ Equity Switzerland:	0.60
SPI:	0.43

Analysis period: January 1, 2004 – September 30, 2025; ("out of sample" simulation until fund launch on December 20, 2010); *Return in parentheses: benchmark return for the same period. OLZ
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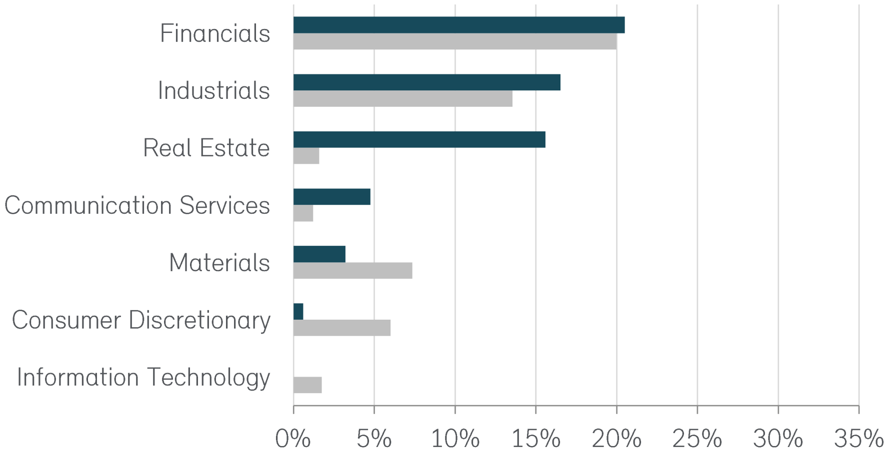
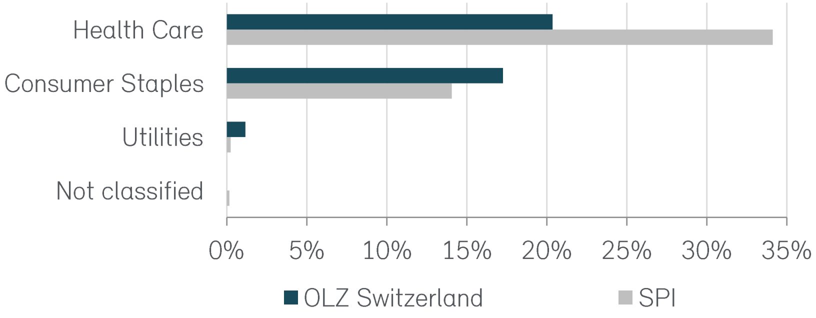
Fewer concentrated risks in the OLZ portfolio

Significant differences in sector weightings

Cyclical sectors



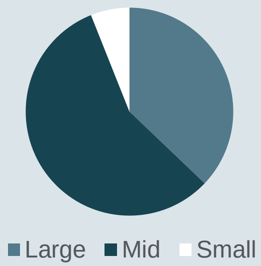
Defensive sectors

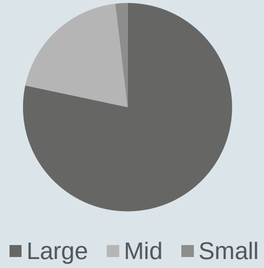


Better diversification than the benchmark

10 largest positions	OLZ	Benchmark
NOVARTIS N	9.35	12.40
NESTLE N	7.43	11.90
ROCHE GS	5.67	12.11
ZURICH INSURANCE N	5.12	5.12
GALENICA N	4.83	0.27
SWISSCOM N	4.46	0.91
LINDT PS	4.32	0.79
PSP N	4.00	0.38
SWISS PRIME SITE N	4.00	0.55
SGS N	3.95	0.88

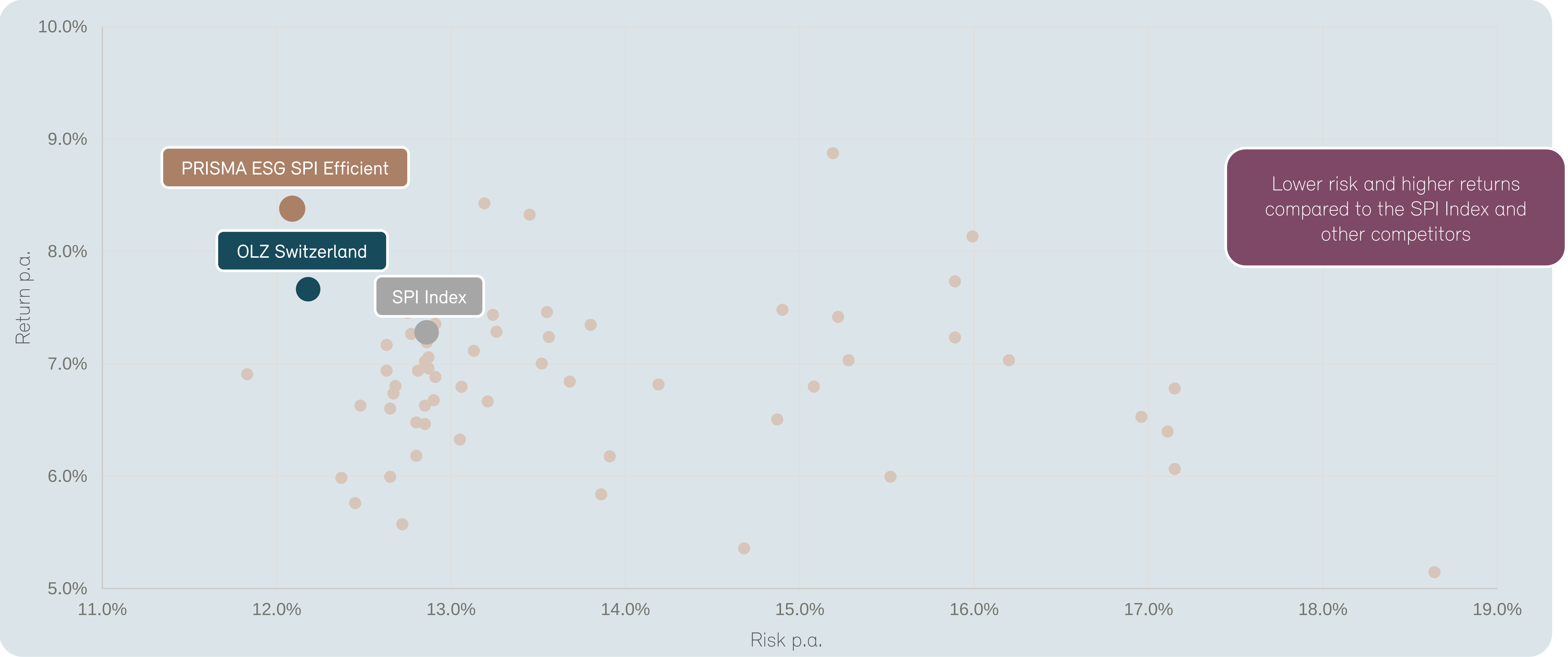
Less exposure to large caps compared to the benchmark





Reporting date: Rebalancing on October 15, 2025

Competitor comparison:
OLZ funds with strong performance since launch



Analysis period: December 31, 2010 – December 31, 2024; all returns in CHF according to Bloomberg.
The peer group is based on a Bloomberg Fund Screening with the following filters: AuM > CHF 100 million; track record since at least January 1, 2011; asset allocation: equities > 95%; geographical focus: Switzerland > 95%; excluding funds with a small and mid cap focus.
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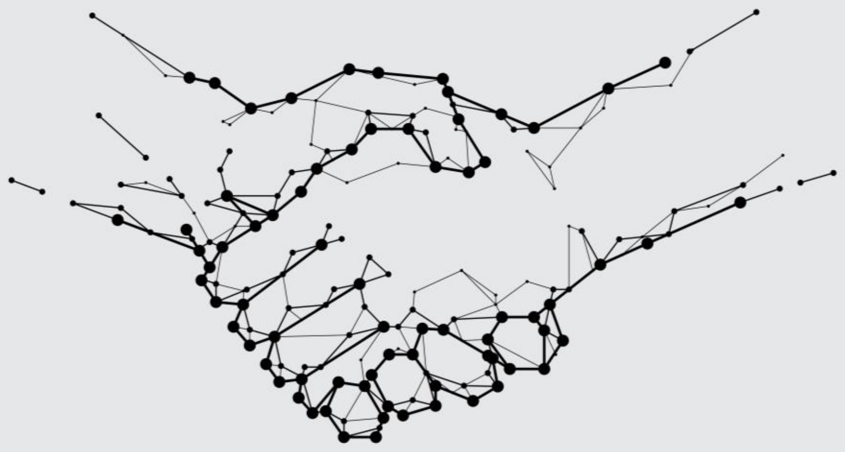
Summary



Attractiveness of a minimum variance portfolio: Optimal utilization of the risk budget

OLZ smart invest

- ✓ Scientific and rule-based investment concept
- ✓ Efficient portfolio allocation through quantitative optimization
- ✓ Consideration of sustainability criteria (ESG)

Lower volatility through **systematic risk management**

- Focus on low-risk stocks
- Forecasting volatility of individual stocks and their correlations to portfolio construction
- Most losses are reduced (drawdowns)

Medium to long term **higher risk-adjusted return**

- Exploitation of the low-volatility premium
- "Winning more by losing less"

An optimized portfolio with an **attractive risk/return profile** allows for **greater flexibility** in utilizing the risk budget.

Mutual success is important to us

OLZ is the right investment partner for you if you...

...want to understand your investment solution

We live transparency. As a sustainable asset manager, it is important to us that our clients understand what is happening with their investments.

...want an efficient and optimized portfolio

We are not satisfied with average results. Our investment concept is based on the latest scientific and data-driven evidence and methods.

...value a sparring partner for your investments

We share our knowledge and experience with you. Since our founding, we have been active in an advisory and educational capacity.

Being different is normal for us.

Together. Respectful. Different.

be smart

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Thank you for your attention!

OLZ AG

Marktgasse 24
CH-3011 Bern
+41 (0)31 326 80 00

Gessnerallee 38
CH-8001 Zurich
+41