

OLZ Equity Switzerland S&M Caps Optimized ESG

Comprehensible, scientific, personal.

October 2025



Initial situation in the
equity universe



The SPI Extra equity universe: Plenty of potential for portfolio optimization

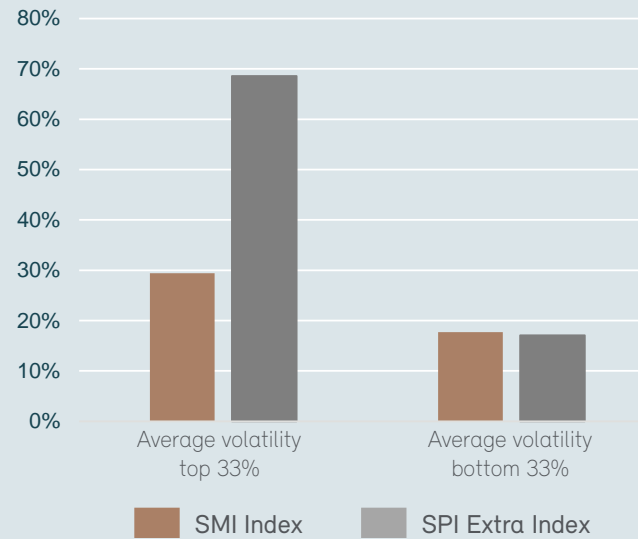
Attractive additional return compared to the overall market

Historically, **small & mid caps** have generated a **higher return than large caps** (SMI index), which can be explained by a size premium.



Optimization potential in the SPI Extra equity universe

Volatility comparison of the riskiest and the least risky third of the respective index



The riskiest third of Swiss small & mid caps is very volatile

Sustainability: No consideration of ESG



Lack of consideration of exclusions, stewardship, climate targets etc...

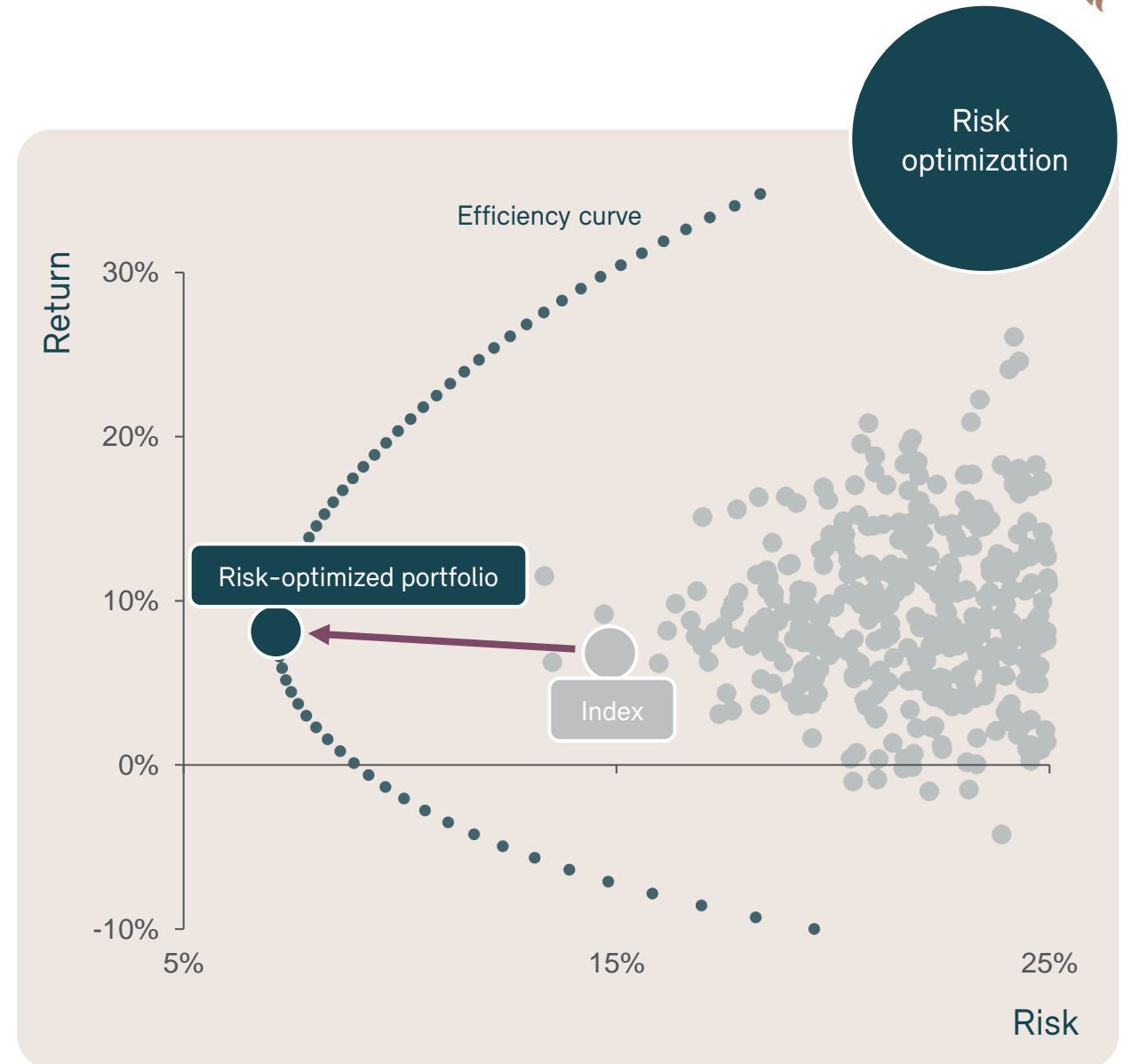
How does it work?



Risk optimization is in our DNA

- **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




Our optimization for a more sustainable portfolio



OLZ sustainability policy

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



| Exercise of voting rights | Initiatives (stewardship) | | |
|---------------------------------|--|--|---|
| Proxy voting (ISS) ² |  PRI Principles for Responsible Investment |  Swiss Sustainable Finance |  Climate Action 100+ <small>Global Action Plan on Climate Change</small> |

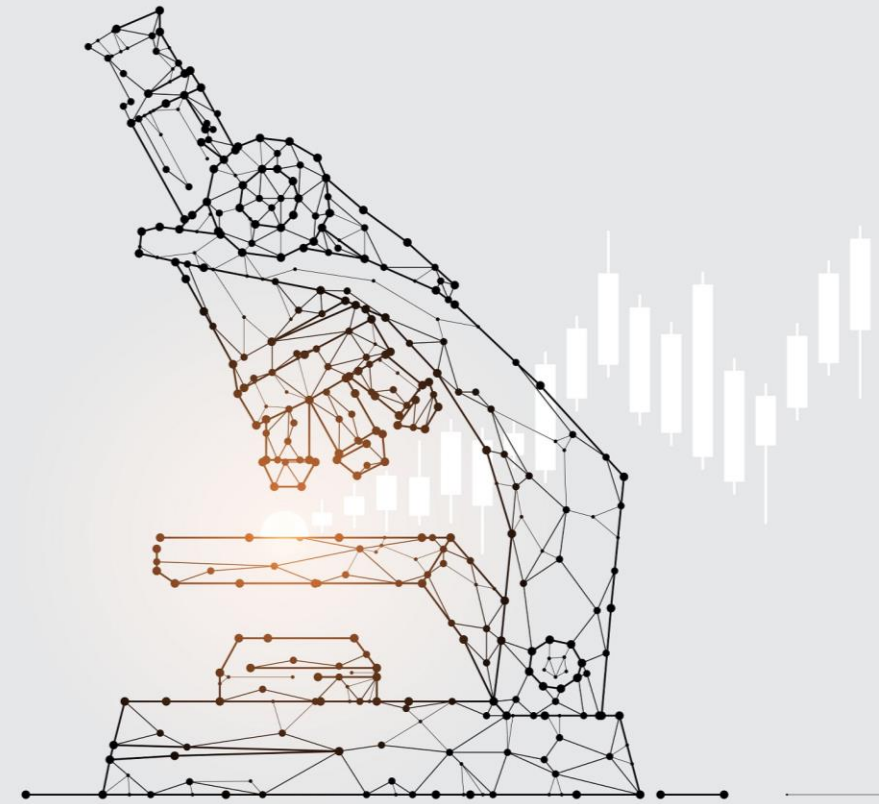
Sustainability and risk optimized investment complement each other ideally. Companies that have their risks under control are often more sustainable!

¹ Carbon intensity = CO₂e tons / sales CHF million, based on Scope 1 + 2 data
 Carbon Footprint = CO₂e tons / Enterprise Value Including Cash, based on Scope 1 + 2 data, extension to Scope 3 planned
² Implementation of proxy voting via ISS for Swiss equities and Swiss small & mid caps, other funds planned

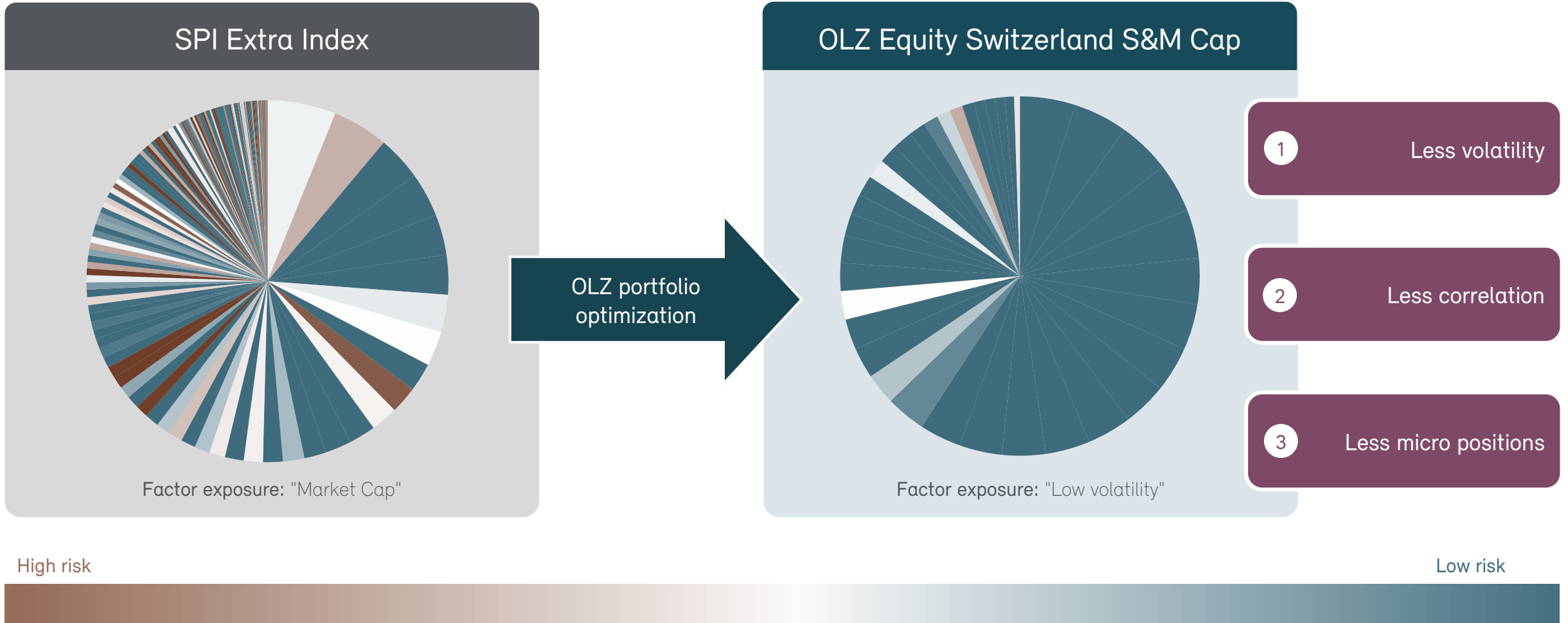
Systematic combination of low-risk equities



How well does it work?



Portfolio with better diversification and more stocks with significantly lower risk



OLZ systematically reduces risk

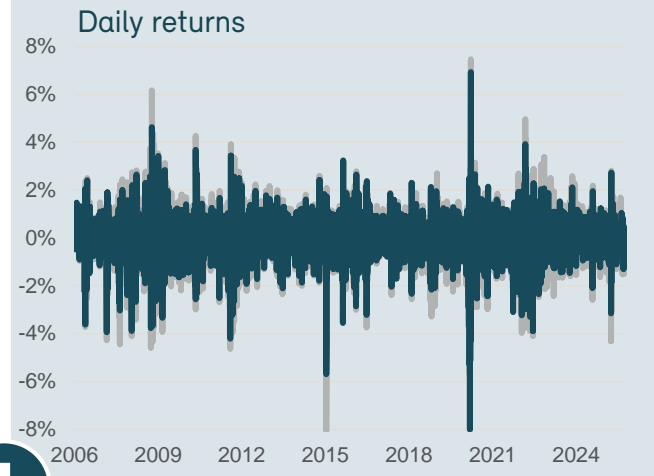
Fewer fluctuations

Volatility p.a.

OLZ 12.64%

Benchmark 15.11%

Average risk reduction of 16.4%



Lower losses

Max drawdown

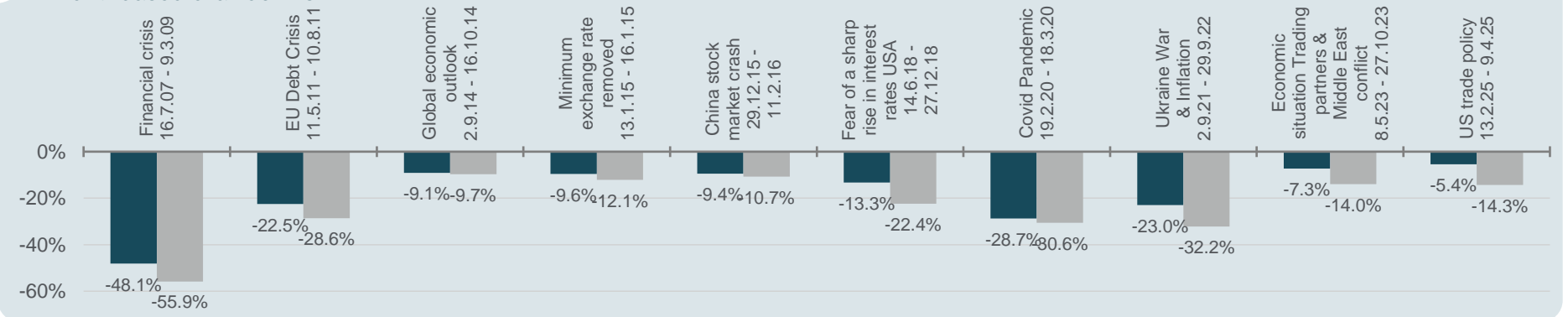
OLZ -48.33%

Benchmark -55.92%

Drawdown reduction of 13.6%



Event-based drawdowns

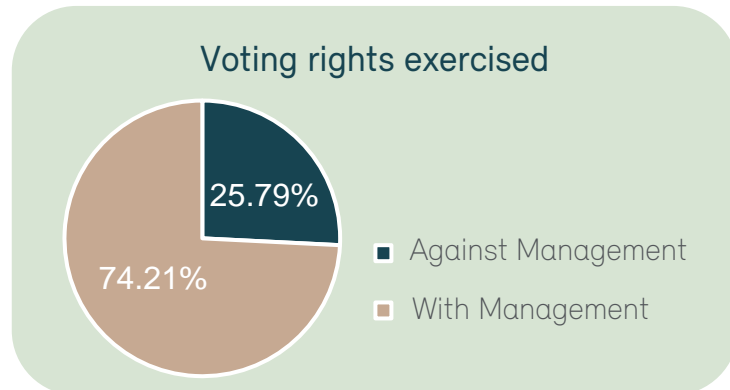
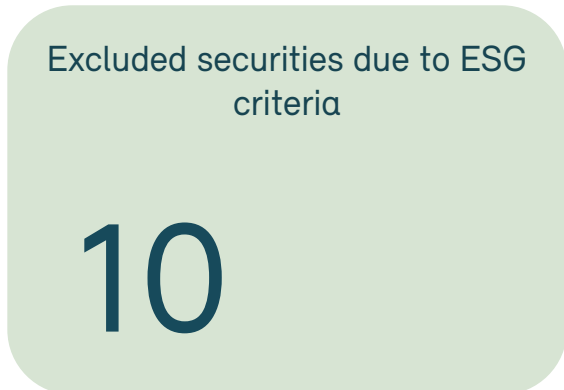
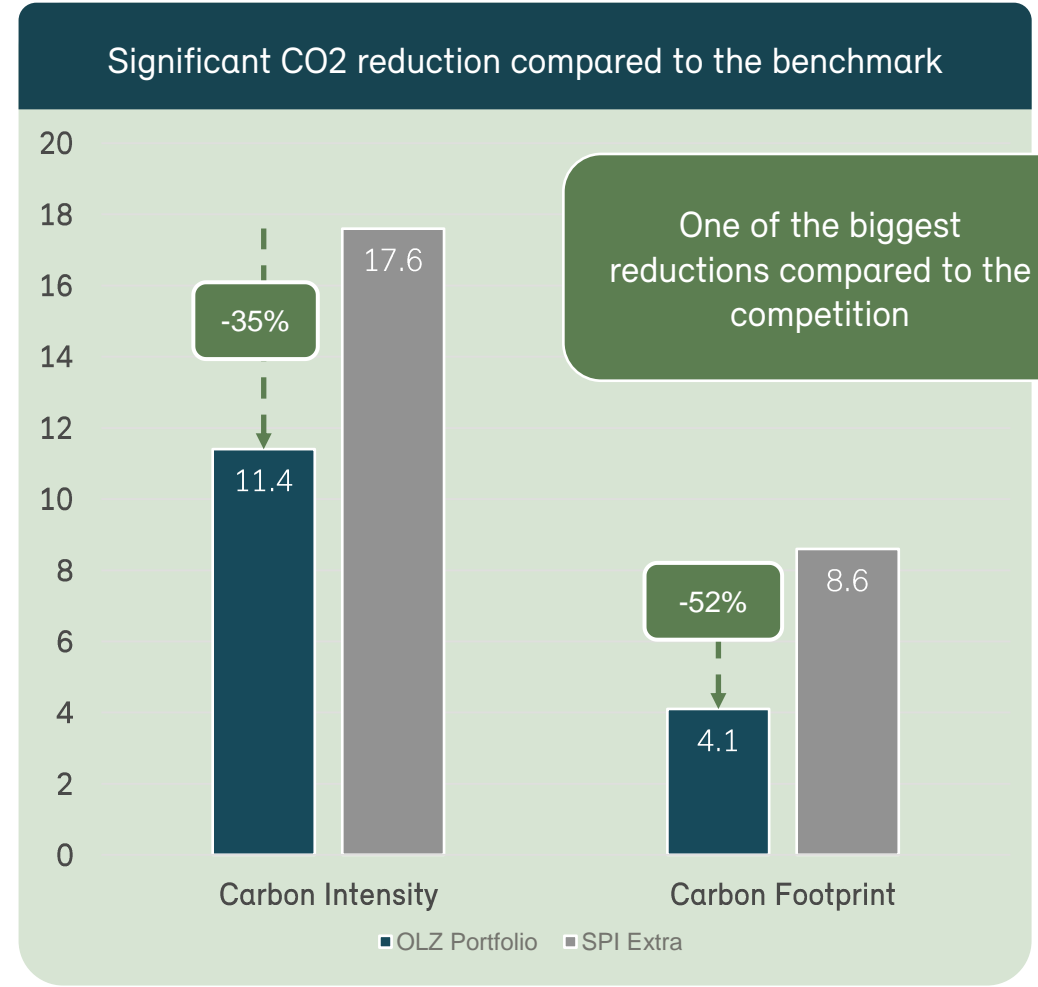
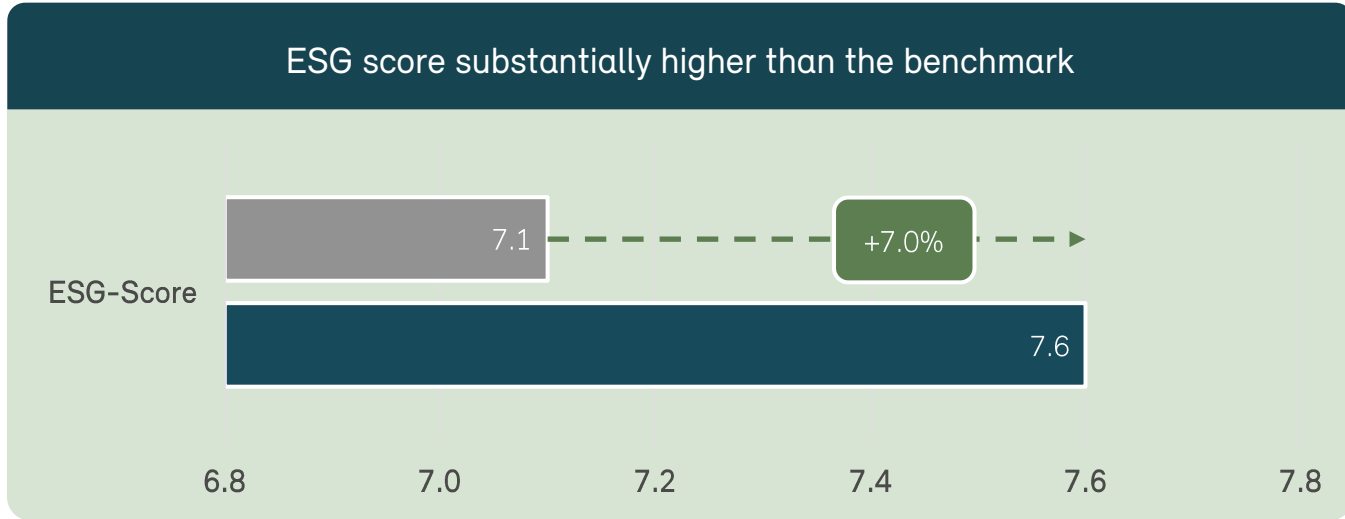


 OLZ Equity Switzerland S&M Cap  SPI Extra Index

Analysis period: 01.01.2006 – 30.09.2025 ("out of sample" simulation until fund inception on 14.12.2022)

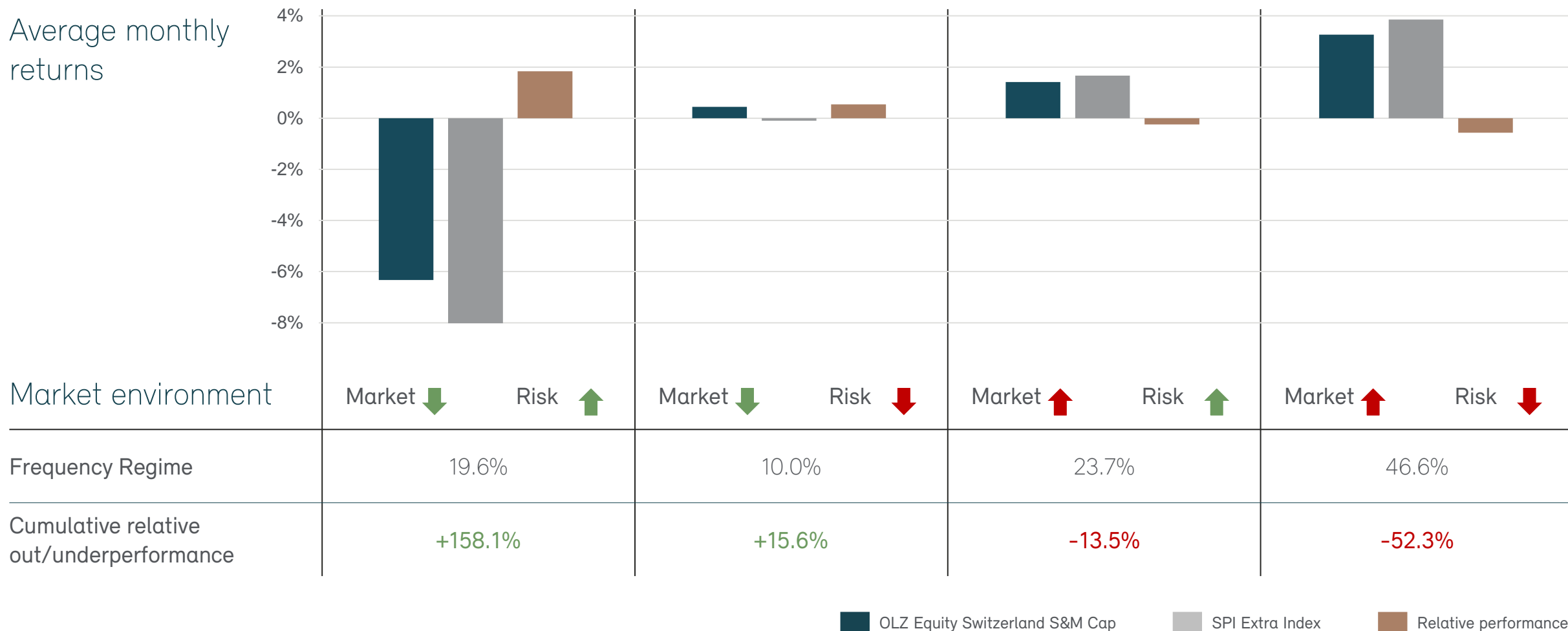
Disclaimer: Past performance (whether simulated or actual) is no guarantee of future performance. Fund returns, whether live or simulated, include management and fund costs. Benchmark returns do not take costs into account.

Significantly better sustainability profile than the benchmark



Reporting date: Rebalancing from 17.09.2025, based on Scope 1 & 2 data
The ESG indicators are based on model weightings

Relative performance dependent on the market environment: "Winning More by Losing Less"

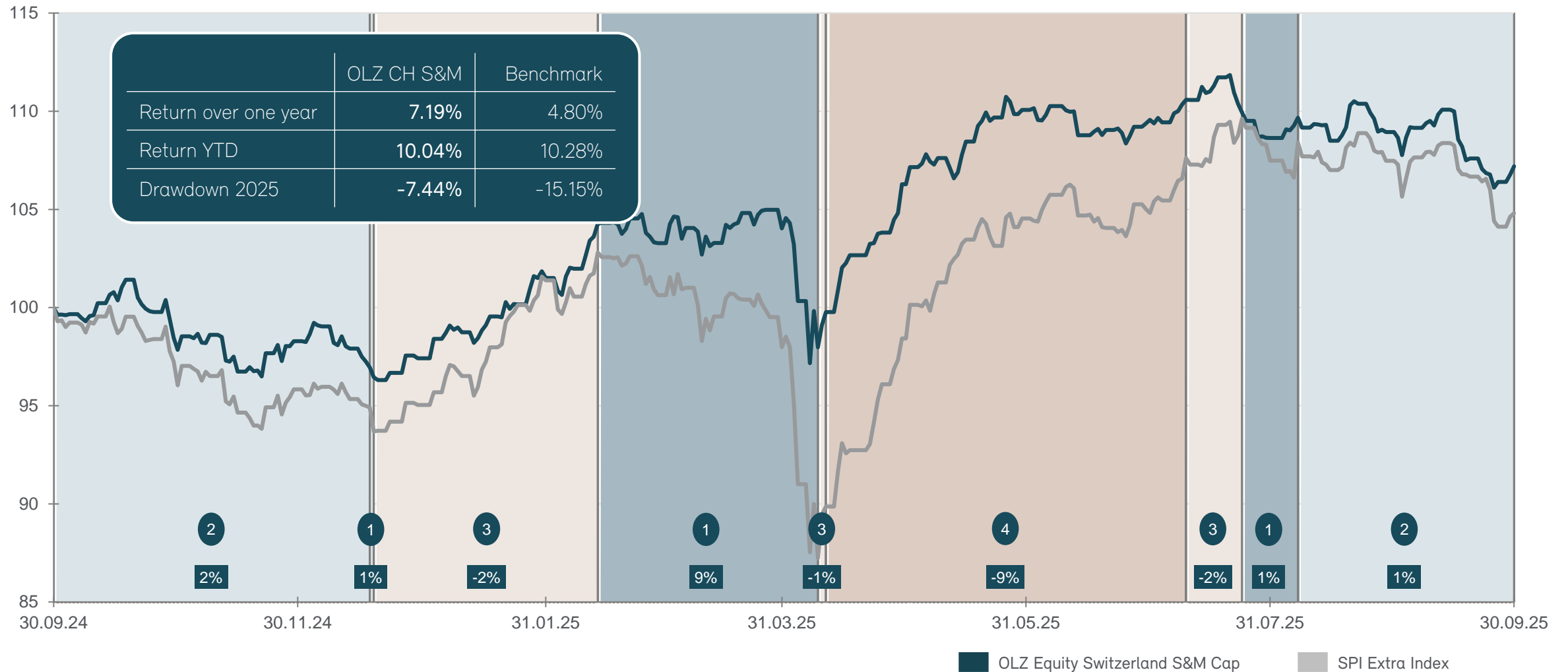


Analysis period: 01.01.2006 – 30.09.2025 ("out of sample" simulation until 14.12.2022)

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One year «regimes» overview

Significant outperformance and risk reduction

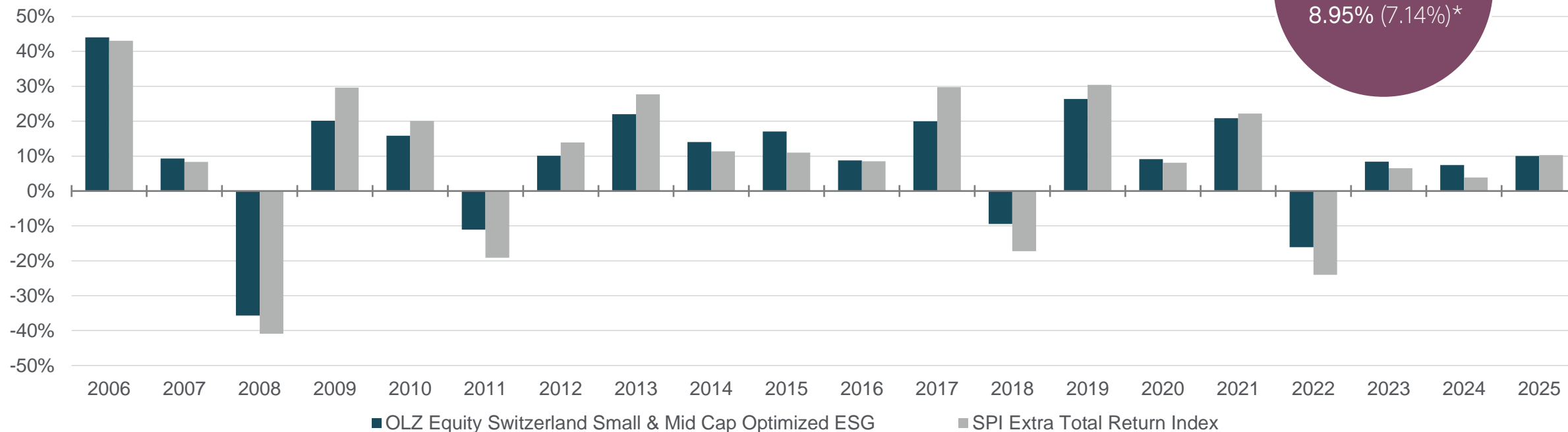


Analysis period: 30.09.2024–30.09.2025

Disclaimer: Past performance is no guarantee of future performance. Fund returns include management and fund costs. Benchmark returns do not take costs into account.

Added value of a minimum variance portfolio: Long-term goal: Higher risk-adjusted return

Return p.a.
since launch
8.95% (7.14%)*



| Return p.a. | |
|-------------|-------|
| OLZ: | 8.18% |
| Benchmark: | 7.05% |

Tracking error of 4.83%
compared to the benchmark

| Sharpe Ratio | |
|--------------|------|
| OLZ: | 0.65 |
| Benchmark: | 0.47 |

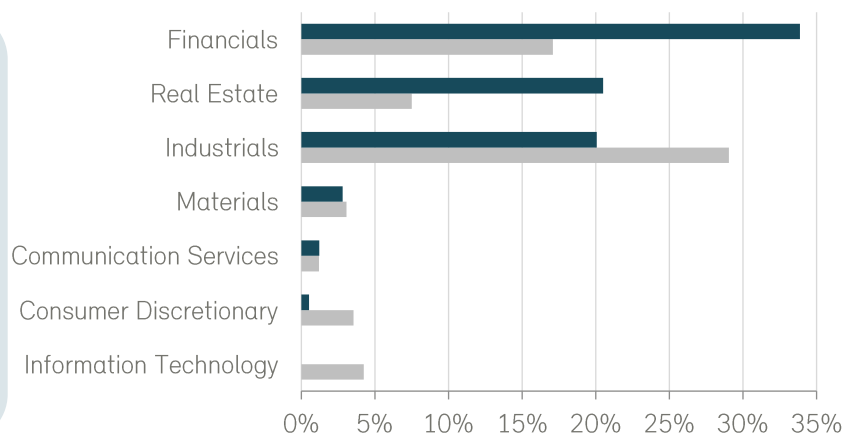
Analysis period: 01.01.2006 - 30.09.2025 ("out of sample" simulation until fund inception on 14.12.2022); * return in brackets: benchmark return for the same period

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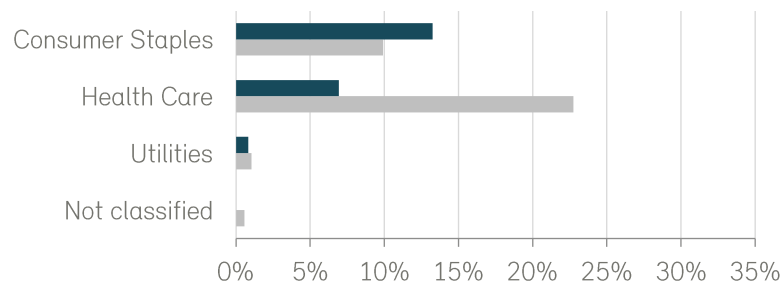
Allocation in the OLZ portfolio

Differences in the sector weights

Cyclical sectors



Defensive sectors



■ OLZ Equity Switzerland S&M Cap ■ SPI Extra Index

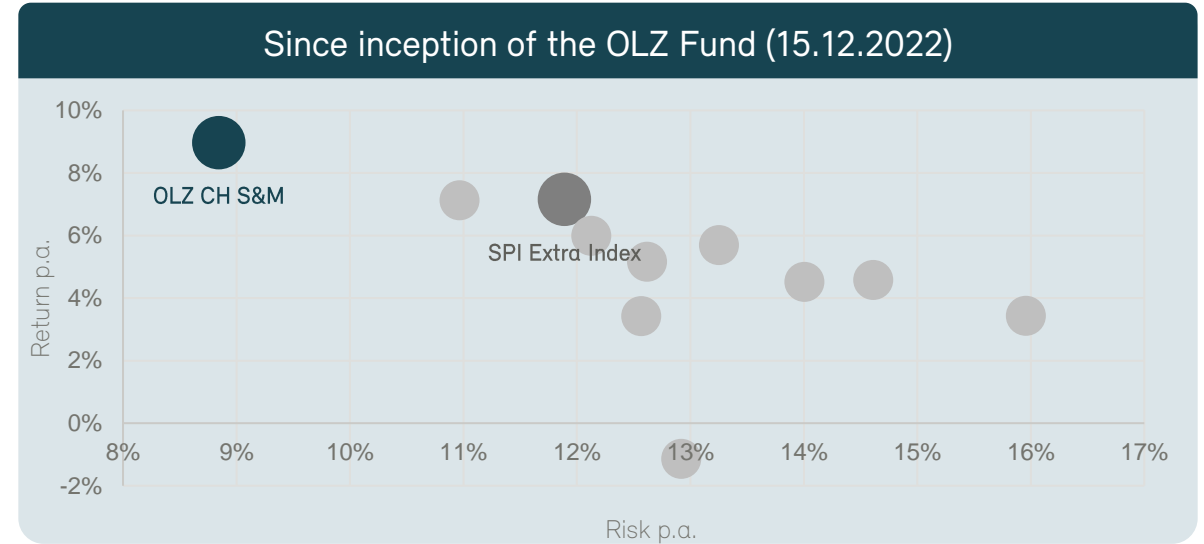
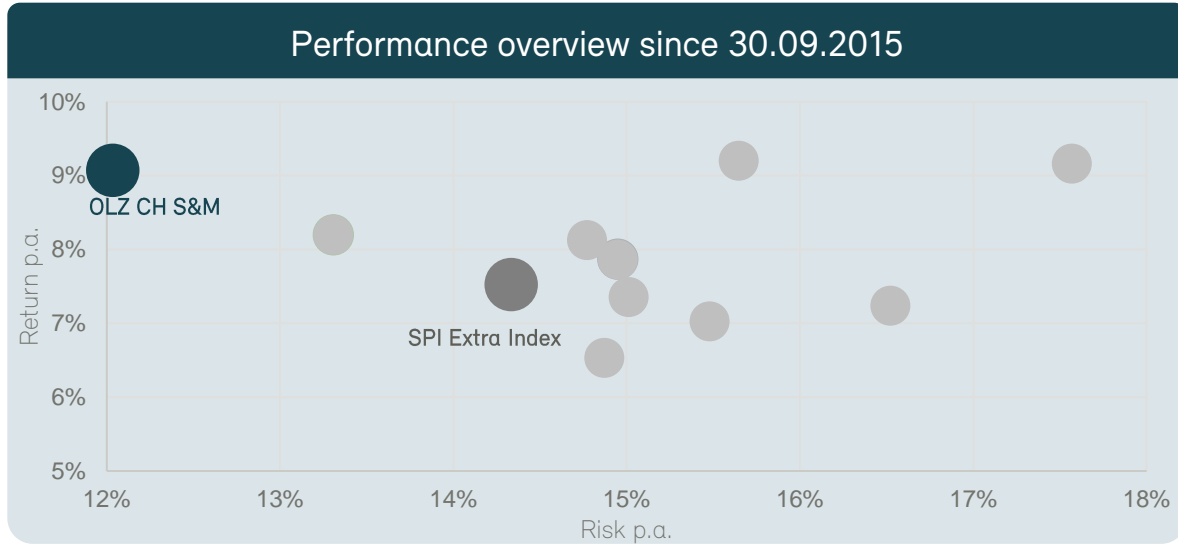
Largest positions

10 largest positions OLZ

10 largest positions Benchmark

| | | | |
|------------|-------|--------------------|-------|
| BALOISE N | 4.99% | SANDOZ GROUP N | 6.11% |
| VALIANT N | 4.88% | GALDERMA GROUP N | 4.99% |
| MOBIMO N | 4.73% | SGS N | 3.98% |
| ALLREAL N | 4.42% | LINDT N | 3.94% |
| GALENICA N | 4.38% | LINDT PS | 3.61% |
| BC VAUD N | 4.14% | SCHINDLER PS | 3.54% |
| LINDT PS | 4.08% | JULIUS BAER N | 3.33% |
| LINDT N | 4.08% | STRAUMANN N | 3.11% |
| EMMI N | 4.00% | SWISS PRIME SITE N | 2.53% |
| PSP N | 4.00% | VAT GROUP N | 2.43% |

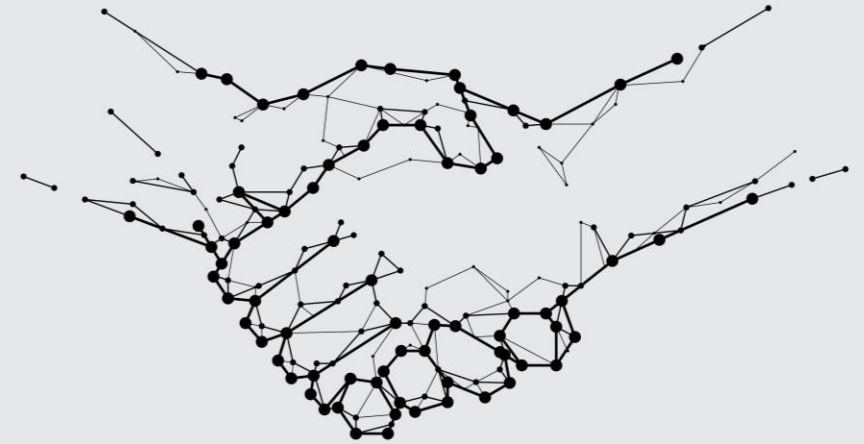
The OLZ fund with very strong performance in comparison



| Analysis period: 30.09.15 – 30.09.25 | OLZ CH S&M | SPI Extra Index | Peer 1 | Peer 2 | Peer 3 | Peer 4 | Peer 5 | Peer 6 | Peer 7 | Peer 8 | Peer 9 |
|--------------------------------------|------------|-----------------|---------|---------|---------|---------|---------|---------|---------|---------|---------|
| Return in CHF | | | | | | | | | | | |
| Average return p.a. | 9.08% | 7.53% | 9.20% | 8.13% | 7.24% | 6.53% | 8.20% | 7.86% | 9.16% | 7.03% | 7.36% |
| YTD Performance | 10.04% | 10.28% | 4.27% | -5.08% | -1.84% | 5.39% | 7.77% | 7.45% | 4.97% | 8.52% | 4.02% |
| Risk | | | | | | | | | | | |
| Volatility p.a. | 12.03% | 14.33% | 15.65% | 14.77% | 16.52% | 14.87% | 13.31% | 14.95% | 17.57% | 15.48% | 15.01% |
| Maximum drawdown | -30.10% | -32.54% | -37.78% | -36.82% | -36.74% | -34.73% | -29.13% | -33.74% | -41.41% | -35.14% | -33.55% |
| Return-risk | | | | | | | | | | | |
| Sharpe Ratio | 0.75 | 0.53 | 0.59 | 0.55 | 0.44 | 0.44 | 0.62 | 0.53 | 0.52 | 0.45 | 0.49 |

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Summary



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

- ✓ 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

Forecast of volatilities
of individual securities and their
correlations for portfolio construction

Most losses are reduced (drawdowns)

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

Exploiting the low-volatility premium

"Winning more by losing less"

Optimized portfolio with an **attractive risk/return profile** enables
greater flexibility in the utilization of the risk budget.

Shared success is important to us

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

...want to understand your investment solution

...want an efficient and optimized portfolio

...appreciate a sparring partner for your investments

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

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

We share our knowledge and experience with you. We have been active in an advisory and educational capacity since the company was founded.

Different is normal for us.

Together. Respectful. Different.

be smart



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Thank you for your attention!

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