Swisscanto (LU) Bond Fund Committed Corporate Hybrid DT

Bonds | reinvesting | June 2026 - Marketing Material

Managed by Zürcher Kantonalbank

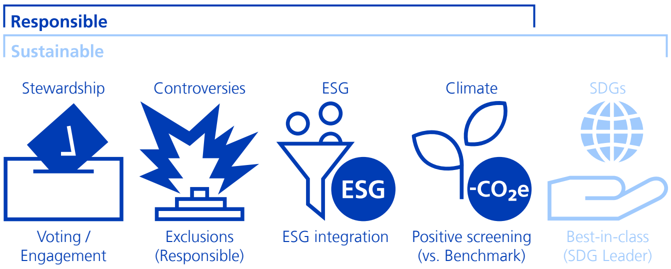
Fund Description

The fund invests primarily in hybrid bonds of non-financial companies. Hybrid bonds have both debt and equity characteristics and are subordinated. Hybrid bank capital, predominantly contingent capital (CoCos) and bonds from financial companies are explicitly excluded. The Portfolio Manager actively adjusts the asset allocation to the changing market environment.

The foreign currency risk is hedged against the fund currency*.

Sustainability Policy

In the implementation of the sustainability policy, a distinction is made between the two characteristics 'Responsible' and 'Sustainable'. Depending on the characteristic, the sustainability approaches listed below are applied. Further information on the sustainability policy can be found in the accompanying explanations.



Notes:
- Light-coloured sustainability characteristics and approaches are not applicable to the assets in question.

Swisscanto Sustainability Rating

high A B C **E** D F G low

Profile/Suitability

This product is suitable for investors who
- have at least a medium-term investment horizon.
- would like a return-enhancing addition to the portfolio.
- wish to benefit from the high coupons of hybrid bonds.
- trust active portfolio management in this market segment.
- have a risk tolerance suitable to bear the loss risk of the sset class.

Risk Indicator

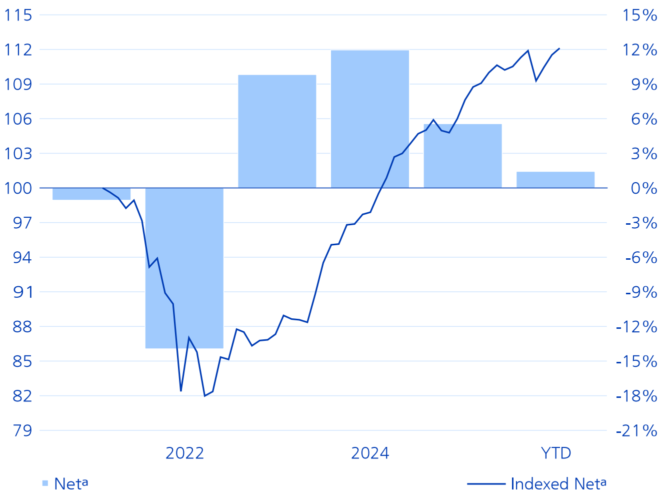
low 1 **2** 3 4 5 6 7 high

Fund Facts

NAV per Share (30.06.2026)	EUR 111.68
52-Week High (24.02.2026)	EUR 111.75
52-Week Low (01.07.2025)	EUR 107.32
Fund Domicile	Luxembourg
Share Class Currency	EUR
Fund Currency	EUR
Accounting Year End	31.01.
Security Number	112681129
ISIN-Number	LU2365392617
Bloomberg	SWCHDDE LX
Share Class Launch Date	09.08.2021
Inception Date Fund	09.08.2021
Start Performance Calculation	01.09.2021
Share Class Volume (million)	EUR 51.69
Fund Volume (million)	EUR 306.43
Shares Outstanding	462'821.440
Benchmark	ICE BofA Global Hybrid Non-Financial Corporate Index TR, Constrained 3% Hedged in EUR
SFDR	Article 8
Flat Fee p.a.	0.55%
Total Expense Ratio p.a.	0.57%
Swinging Single Pricing	Yes
Management Company	Swisscanto Asset Management International S.A., Luxembourg
Portfolio Management	Zürcher Kantonalbank
Custodian Bank	CACEIS BANK SA

Performance

Indexed Performance and Performance in %[1]



Indexed performance (left scale). Performance in percent (right scale).

Performance in %[2]

Since	Net[a]	Gross[b]	Benchmark
1 month	0.52	0.57	0.46
3 months	2.58	2.73	2.29
1 year	4.16	4.75	4.20
3 years p.a.	8.68	9.29	7.94
Start p.a.	2.39	2.97	1.99

Annual Performance in %[1, 2]

Year	Net[a]	Gross[b]	Benchmark
YTD	1.43	1.72	1.38
2025	5.57	6.16	5.37
2024	11.96	12.59	11.45
2023	9.83	10.44	8.85
2022	-13.94	-13.46	-14.40
2021	-1.06	-0.88	-0.82

Risk Figures

annualised/realised	1yr	3yrs
Volatility Fund	3.25%	3.43%
Volatility Benchmark	2.83%	3.00%
Beta	1.14	1.12
Sharpe Ratio	0.65	1.60
Jensen's Alpha	-0.33%	0.10%
Information Ratio	-0.06	0.89

Portfolio Data

	Fund	BM
Number of Positions	120	219
Modified Duration	4.24	4.28
Yield (without currency hedging)	5.44%	5.10%
Time to Maturity in Years	4.89	5.00
Average Coupon	4.43%	4.92%
Average Rating	BBB-	BBB
Number of direct investments	114	n.a.
Effective Cash	3.83%	n.a.

[1] Year/period: Since start performance calculation or at the longest for the last 5 or 10 years/periods.

[2] Minor deviations can be caused by rounding errors.

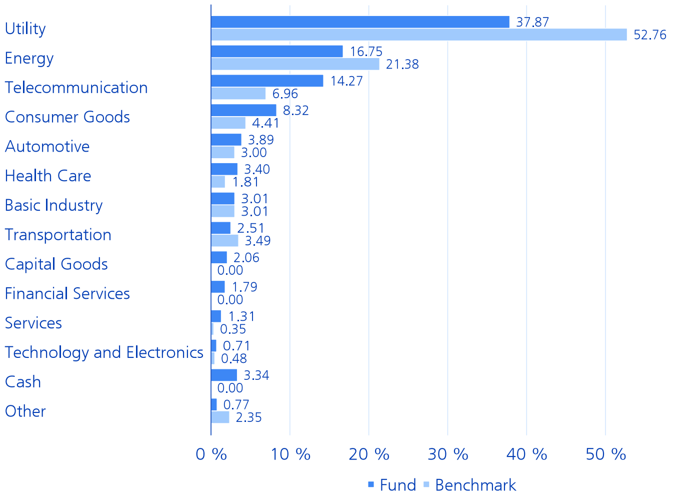
[a] The represented net value development less all regular fund fees due. Any further costs due, which can be charged directly to the fund assets, are disclosed in the fund prospectus.

[b] The gross performance indicated before deduction of any regular fund fees incurred.

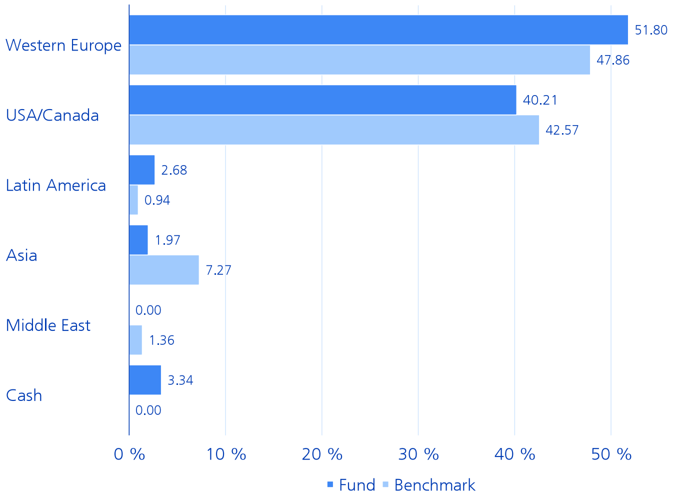
[*] Over or under- hedging may occur.

Breakdowns

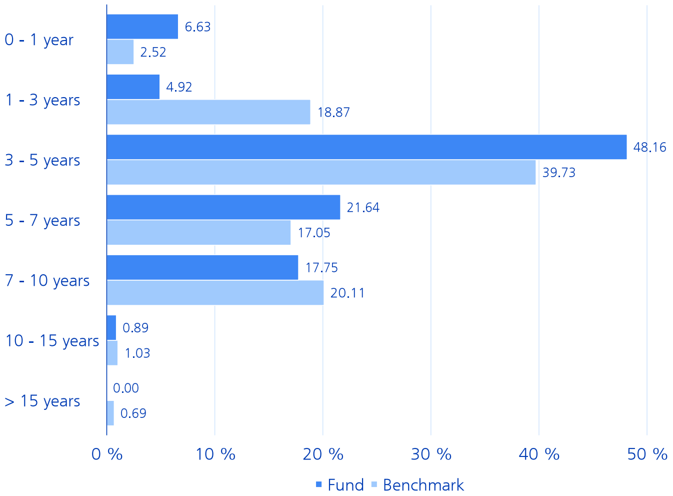
Breakdown by Sectors in %



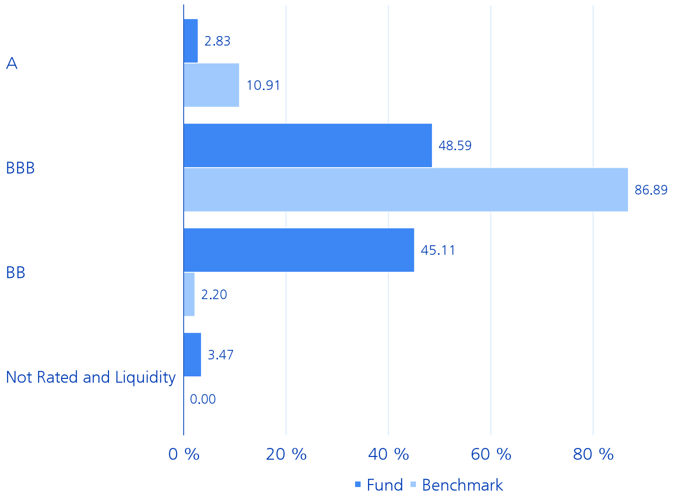
Breakdown by Regions in %



Breakdown by Maturity in % *



Breakdown by Credit Rating in %



Largest Issuers in %

	Fund	BM
NextEra Energy Inc	3.07	3.00
Enbridge Inc	3.02	3.00
Enel SpA	3.02	3.00
Premier Oil PLC	2.81	0.00
Telefonica SA	2.77	0.00
Roquette Freres SA	2.65	0.00
SSE PLC	2.63	3.00
Vodafone Group PLC	2.60	0.00
EDP - Energias de Portugal SA	2.31	0.00
General Mills Inc	2.28	0.00

* Notes on the breakdowns can be found in the comments to the fund.

Explanations of the Sustainability Policy

Sustainability Policy / Sustainability Characteristics
In the implementation of the sustainability policy, two characteristics are distinguished, each applying different sustainability approaches. The 'Responsible' characteristic typically includes the application of exclusion criteria, systematic ESG analysis as an integral part of the investment process, and a reduction in the CO_2e intensity of investments. The 'Sustainable' characteristic typically includes, in addition to the aforementioned approaches, the application of even more extensive exclusions and focuses on SDG and ESG Leaders. For further information on the application of the sustainability approaches, please see the following explanations.

In Switzerland, we define consistency with sustainability objectives in accordance with the 'AMAS Self-Regulation on Transparency and Disclosure for Collective Investments with a Sustainability-Related Approach' as follows:
– Investment products with characteristic 'Responsible' through CO_2e reduction by means of the sustainability approach 'climate-alignment' (CO_2e reduction over time) and/or 'positive screening' (CO_2e intensity lower than the relevant index).
– Investment products with characteristic 'Sustainable', in addition to the approaches mentioned above, through aligning investments with the 17 United Nations Sustainable Development Goals (SDG Leaders) and/or criteria for a sustainable economic practices (ESG Leaders) by means of the sustainability approach 'best-in-class', or through aligning investments with the 17 United Nations Sustainable Development Goals (SDG Leaders) and/or thematic adopters by means of the sustainability approach 'thematic investments'.

Stewardship - Voting / Engagement
In accordance with the Engagement Guidelines of Zürcher Kantonalbank's Asset Management division, we actively engage in dialogue with the management teams of the companies. For example, companies are encouraged to set ambitious greenhouse gas reduction targets, implement them consistently and report on them transparently. Our engagement activities and guidelines are published on our website (products.swisscanto.com/products/product/documents). Voting is conducted in accordance with the Swisscanto Voting Policy, which is based on Swiss and international corporate governance principles and the United Nations Principles for Responsible Investment (UN PRI). The threshold for exercising voting rights in foreign markets is CHF 2 million per equity position. Swisscanto votes across the board on Swiss equities. The voting behaviour of Swisscanto is accessible at: swisscanto.com/voting

Controversies - Exclusions (Responsible)
In this portfolio, exclusion criteria in line with the characteristic 'Responsible' are applied. The aim is to avoid investments in controversial business activities and practices and to take these into account in the investment process by applying exclusion criteria. Such activities are identified and carefully reviewed using external data sources (e.g. MSCI ESG Research) and based on the 'Swiss Association for Responsible Investments' recommendation list. Further details can be found on the dedicated webpage on exclusion criteria, in the 'Sustainability Report' or in our document 'Exclusion criteria to avoid controversies': products.swisscanto.com/products/product/documents

ESG - ESG integration
The systematic analysis of ESG criteria forms an integral part of the active investment process, with the aim of identifying risks and opportunities based on ESG trends at an early stage. The criteria may take into account the environmental 'E', social 'S' and governance 'G' aspects. ESG integration complements pure financial analysis and is intended to lead to more informed investment decisions.

Climate - Positive screening (vs. Benchmark)
The portfolio's investment activities aim to achieve a relative reduction in the CO_2e intensity compared with the relevant index. The CO_2e intensities are calculated from the CO_2e emissions in relation to the revenue of companies, for states, in relation to gross domestic product.

SDGs - Best-in-class (SDG Leader)
This approach focuses on returns through investments in companies and states with social benefits (SDG Leaders). Together with the ESG Leaders, SDG Leaders form the 'Sustainable Investment Universe'. SDG Leaders harness their innovative strength to create environmentally and socially compatible products and services. In doing so, they contribute to achieving one or more of the United Nations' Sustainable Development Goals (SDGs).

Note:
- Light-coloured sustainability characteristics and approaches are not applicable to the assets in question.

AMAS
Asset Management Association Switzerland

Scope and further information on the sustainability policy
The sustainability approaches apply to a significant proportion of the assets. Further supplementary product-specific information on these approaches and their scope can be found in the relevant legal documents at products.swisscanto.com.

CO_2e equivalents (CO_2e)
CO_2 equivalents (CO_2e) are a unit of measurement used to standardise the climate impact of greenhouse gases. In calculating CO_2e intensities, greenhouse gases with a global warming effect are included in accordance with the international "Greenhouse Gas Protocol" (GHG Protocol) standard (measured in CO_2e).

ESG
ESG stands for the aspects of environment (E), social (S) and governance (G).

Swiss Association for Responsible Investments
The Swiss Association for Responsible Investments is an association of institutional investors and was founded in 2015. The association provides its members with services for the consideration of environmental, social and economic aspects in their investment activities.

Swisscanto Sustainability Rating
The proprietary Swisscanto Sustainability Rating provides information on the current sustainability level of the portfolio. It is calculated from the values of the collective assets and individual securities contained in the portfolio and is divided into seven sustainability classes from A (highest level) to G (lowest level). To calculate the rating, companies and states are assessed on the four pillars of our sustainability research: controversial areas of business (controversy), sustainable corporate governance (ESG), greenhouse gas emissions (climate) and impact of products on the environment and society (SDG). The Swisscanto Sustainability Rating is recalculated once per quarter end. For further information, visit: products.swisscanto.com/products/product/documents

MSCI® ESG
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Comments to the Fund

Target Investor Group - Term
Wealth management clients or institutional investors

Target Investor Group - Description
D class is offered to all institutional investors and wealth management clients. The second letter «T» indicates that the class reinvests profits (accumulating). A flat rate administrative fee is charged.

Flat Fee (FF)
The AIF is used to compensate the fund management company and fund administration, asset management and - if compensated - the distribution of the fund as well as the custodian bank for the services it provides.

Total Expense Ratio (TER)
The Total Expense Ratio (TER) refers to the annual costs that are continuously charged to the fund's assets and is expressed as a percentage of the fund's assets. The figure corresponds to the level of the TER in the most recently completed financial year and does not guarantee a similar level in the future. For share classes of funds domiciled in Luxembourg that were launched within the last 12 months, the expected TER is shown.

Swinging Single Pricing (SSP)
Upward or downward correction in the net asset value pertinent for the calculation of the issue and redemption prices depending on whether issues or redemptions of units predominate. The correction (swing factor) is based on the size of the costs incurred by the investment fund in adjusting the portfolio in line with the asset inflows/outflows (neutralises the costs incurred by the investment fund in adjusting the portfolio in line with asset inflows/outflows). The (gross/net) performance shown may contain a swing-price adjustment.

Benchmark comparison
This is just a benchmark comparison. The fund's performance does not depend on the benchmark, particularly in terms of the portfolio composition.

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Explanation of general risks
Investment involves risks, especially with regard to fluctuations in value and return. Investments in foreign currencies are subject to exchange rate fluctuations. Custody and counterparty risks represent further significant risks. We hereby refer to the detailed description of various risks which are included in the prospectus.

Risk Indicator
The historical data used to calculate the risk and return category cannot be used as a reliable indication of the future risk profile. The reported risk and return category may well be subject to change. The lowest risk category cannot be compared with a risk-free investment. There is no capital guarantee or capital protection. The risk of capital loss is borne by the investor.

Hedging
NAV hedging: Currency fluctuations between the currency of this share class and the fund currency are hedged. The objective of NAV hedging is to transfer the performance in the fund currency to the performance of the currency of this share class. Over or under- hedging may occur due to market fluctuations or due to cost considerations.
Portfolio currency hedging: Currency fluctuations between the currency of this share class and the investment currencies of this fund are hedged. The objective of portfolio currency hedging is to hedge the investment currencies of this fund against the currency of this share class. Over or under- hedging may occur due to market fluctuations or due to cost considerations.

Notes on the Breakdowns
- Minor deviations can be caused by rounding errors.

Breakdown Allocations
Allocation refers to invested fund capital adjusted to 100%. Minor deviations can be caused by rounding errors. The weighting of the money market may include the synthetic exposure from the equity hedging strategy.

Volatility
Volatility is a statistical measure of risk which indicates the extent to which the absolute return on an investment or a portfolio fluctuates on average around its mean value in the course of a year.

Beta
Indicates the relative fluctuation range of a stock compared to the market as a whole. It measures the sensitivity of the stock in terms of fluctuations in its price compared to the market as a whole. If the value is between 0 and 1, the price change is below that of the market. If the beta is greater than 1, the price change of the stock is higher than that of the market on average. If it is less than 0, this describes a movement in the price of the stock counter to market trends. At 0, there is no apparent relationship.

Sharpe Ratio
The Sharpe ratio is a performance measure which indicates the risk-adjusted excess return (difference between the portfolio return and the risk-free return) compared to the investment risk incurred (volatility).

Jensen's Alpha
Jensen's alpha measures the additional return achieved versus a comparable passive investment (i.e. an investment with the same market risk or beta). Jensen's alpha is used to assess the performance of a portfolio manager. It differs from the relative – or excess – return, which is not risk-adjusted.

Information Ratio
The information ratio shows the relationship between under/overperformance and tracking error. It indicates how much more or less return was achieved per unit of active risk incurred or the extent to which the active risk paid off in the form of a higher return.

Modified Duration
The modified duration indicates by how many percent the price of a bond changes if the market interest rate changes by one percentage point.

Time to Maturity in Years
The maturity of a money market instrument or bond is determined based on the earliest possible redemption date. The average maturity of an investment fund is determined by the weighted mean of the maturities of the individual securities from the time of valuation to redemption.

Effective Cash
Under cash, we report the total effective liquidity of all bank accounts as a percentage. Cash in foreign currencies is converted into the fund currency and added.

Direct Investment
Under number of direct investments (directly held investments), we report the total of all individual investments without the individual positions of the Swisscanto target funds.

Yield (without currency hedging)
The yield refers to the duration-weighted yield on the portfolio in local currency. No currency hedging is taken into account.

Average Coupon
To calculate the average coupon, the coupons are weighted according to the current outstanding volume of invested bonds.

SFDR
Regulation (EU) 2019/2088 of the European Parliament and of the Council of 27 November 2019 on sustainability-related disclosure requirements in the financial services sector (SFDR).

ISO Certification

Asset Management at Zürcher Kantonalbank is ISO 9001 certified. The ISO 9001 certification guarantees that the authorised user has a management system that meets the requirements of a suitable and recognised standard and has been successfully certified/assessed by the Swiss Association for Quality and Management Systems (SQS).