

# 15.70% p.a. ZKB Callable Barrier Reverse Convertible on worst of Dt Lufthansa rs/Zalando s/DIF Porsche s

08.07.2024 - 12.01.2026 | Swiss Security Code 135 803 300

## Summary

This Summary is to be understood as an introduction to the present Final Terms. Any investment decision in relation to the products must be based on the information contained in the base prospectus and in these Final Terms in their entirety and not on the Summary. In particular, each investor should consider the risk factors contained in these Final Terms and in the base prospectus.

The Issuer can only be held liable for the content of this Summary if the Summary is misleading, incorrect or contradictory when read together with the other parts of the Final Terms and the base prospectus.

Information on the securities
<b>Type of product:</b> ZKB Callable Barrier Reverse Convertible <b>SSPA Category:</b> Barrier Reverse Convertible (1230, acc. to the Swiss Derivative Map) <b>ISIN:</b> CH1358033004 <b>Symbol:</b> Z24BFZ <b>Issuer:</b> Zürcher Kantonalbank Finance (Guernsey) Limited <b>Underlyings:</b> <ul style="list-style-type: none"> <li>- Deutsche Lufthansa AG registered share</li> <li>- Zalando share</li> <li>- Dr. Ing. h.c. F. Porsche Aktiengesellschaft share</li> </ul> <b>Initial Fixing Date:</b> 1 July 2024 <b>Settlement Date:</b> 8 July 2024 <b>Final Fixing Date:</b> 5 January 2026 <b>Redemption Date:</b> 12 January 2026 <b>Type of settlement:</b> cash or physical <b>Coupon:</b> 15.70% p.a. <b>Cap Level:</b> 100.00% of Initial Fixing Level <b>Knock-in Level:</b> 50.00% of Initial Fixing Level
Information concerning the offer and admission to trading
<b>Place of the offer:</b> Switzerland <b>Notional Amount/Denomination/Trading Units:</b> Up to CHF 5'000'000, with the right to increase / Denomination of CHF 1'000 per structured product / CHF 1'000 or multiples thereof <b>Issue price:</b> 100.00% of Denomination (CHF 1'000) <b>Information on listing:</b> Application to list on the SIX Swiss Exchange will be filed, planned first trading day will be 8 July 2024

## Final Terms

### Product Category/Name

Yield Enhancement/Barrier Reverse Convertible (1230, according to the Swiss Derivative Map provided by the Swiss Structured Products Association)

### Regulatory Notification

**This product does not constitute a collective investment scheme within the meaning of the Swiss Federal Act on Collective Investment Schemes (CISA) and it is not subject to authorisation or supervision by FINMA. The issuer risk is borne by investors.**

### Issuer

Zürcher Kantonalbank Finance (Guernsey) Limited, Guernsey  
 Zürcher Kantonalbank Finance (Guernsey) Limited, Saint Peter Port, Guernsey is a wholly owned and fully consolidated subsidiary of Zürcher Kantonalbank. It is not subject to any direct prudential supervision neither in Guernsey nor in Switzerland and does not have a rating.

**Keep-Well Agreement**

Zürcher Kantonalbank Finance (Guernsey) Limited is a fully owned subsidiary of Zürcher Kantonalbank. Zürcher Kantonalbank obtains the following ratings: Standard & Poor's: AAA, Moody's: Aaa, Fitch: AAA. Zürcher Kantonalbank is committed to Zürcher Kantonalbank Finance (Guernsey) Limited with sufficient financial means, allowing to satisfy any claims of its creditors in due time. The full text of the Keep-Well Agreement, which is subject to Swiss law, can be found in the publicly available base prospectus.

**Lead Manager, Paying Agent, Exercise Agent and Calculation Agent**

Zürcher Kantonalbank, Zurich

**Symbol/  
Swiss Security Code/ISIN**

**Z24BFZ/**  
135 803 300/CH1358033004

**Notional Amount/Denomination/  
Trading Units**

Up to CHF 5'000'000, with the right to increase / Denomination of CHF 1'000 per structured product / CHF 1'000 or multiples thereof

**Issue Price per structured product**

100.00% of Denomination

**Currency**

Quanto CHF

**Underlying**

**Deutsche Lufthansa AG registered share/DE0008232125/Xetra/Bloomberg: LHA GY**  
**Zalando share/DE000ZAL1111/Xetra/Bloomberg: ZAL GY**  
**Dr. Ing. h.c. F. Porsche Aktiengesellschaft share/DE000PAG9113/Xetra/Bloomberg: P911 GY**

**Initial Fixing Value (100%)****Cap Level (100.00%)****Knock-in Level (50%)****Ratio****FX = FX on Final Fixing Date**

<b>Underlying</b>	<b>Initial Fixing Value</b>	<b>Cap Level</b>	<b>Knock-in Level</b>	<b>Ratio</b>
Dt Lufthansa rs	5.756	5.756	2.8780	(Denomination * FX / Cap Level)
Zalando s	22.85	22.85	11.4250	(Denomination * FX / Cap Level)
DIF Porsche s	69.36	69.36	34.6800	(Denomination * FX / Cap Level)

The relevant exchange rate is the exchange rate of the worst performing Underlying defined as an amount of the currency of the Underlying per 1 unit of the product Currency. The exchange rate on the Final Fixing Date corresponds to the WM/Reuters fixing at 16:00 London Time (Reuters: "WMRSPOT") resp. the cross rate Calculated from the fixing. If the fixing price is not available, a price determined by the Calculation agent is applied, which is based on the interbank spot rates at 16:00 London Time.

**Cap Level**

100.00% of Initial Fixing Level

**Knock-in Level**

50.00% of Initial Fixing Level

**Coupon**

**15.70% p.a. (3.925% per period)**  
interest payment: 0.9800% p.a.; premium payment: 14.7200% p.a.

**Initial Fixing Date**

1 July 2024

**Settlement Date**

8 July 2024

**Last Trading Date**

5 January 2026

**Final Fixing Date**

5 January 2026

**Redemption Date/  
Date of Delivery**

12 January 2026

**Initial Fixing Level**

Closing prices of Underlyings on the relevant exchanges on 1 July 2024

**Final Fixing Level**

Closing prices of Underlyings on the relevant exchanges on 5 January 2026

**Coupon Payment Dates/Payments**

	<b>Coupon Payment Date<sub>t</sub> *</b>	<b>Coupon Payment<sub>t</sub></b>
t = 1	08.10.2024	3.925%
t = 2	08.01.2025	3.925%
t = 3	08.04.2025	3.925%
t = 4	08.07.2025	3.925%
t = 5	08.10.2025	3.925%
t = 6	12.01.2026	3.925%

\* modified following business day convention

**Observation Dates/  
Early Redemption Dates**

Observations Dates  $t$ , whereas  $t=1$  to 4

	<b>Observation Date<sub><math>t</math></sub></b>	<b>Early Redemption Date<sub><math>t</math></sub>*</b>
$t = 1$	30.12.2024	08.01.2025
$t = 2$	01.04.2025	08.04.2025
$t = 3$	01.07.2025	08.07.2025
$t = 4$	01.10.2025	08.10.2025

\* modified following business day convention

\* modified following business day convention

The Observation Dates apply, if it is a day on which commercial banks are open for general business in the city of the Exercise Agent (modified following business day convention).

**Redemption Method****Early Redemption:**

On each Observation Date, the Issuer has the right, but not the obligation to call the product and to redeem it on the respective Early Redemption Date. Notice of termination shall be given on the Observation Date, but no later than on the following bank business day.

- If the Issuer exercises its one-sided early redemption right, the product will be redeemed at 100% of the Denomination plus Coupon Payment for the respective period. No further payments are made.
- If the Issuer does not exercise its one-sided early redemption right, the product continues to run until the next Observation Date.

**Redemption at Maturity:**

If no Early Redemption event has occurred, there are the following possible redemption scenarios:

If the price of none of the Underlyings has traded at or below the Knock-in Level between the Initial Fixing Date and the Final Fixing Date, redemption will be 100% of the Denomination independent of the closing price of the Underlyings on the Final Fixing Date.

If the price of one or more of the Underlyings has traded at or below the Knock-in Level between the Initial Fixing Date and the Final Fixing Date ("Knock-in Event"),

- redemption will be 100% of the Denomination if all Underlyings close at or higher than the Initial Fixing Level on the Final Fixing Date or
- the investor will receive a physical delivery of an amount of Underlyings as defined in Ratio per Denomination CHF 1 000 of the worst performing Underlying between the Initial Fixing Date and the Final Fixing Date. In this case, the applicable Ratio will not be determined until the Final Fixing Date (fractions will be paid in cash, no cumulation).

The Coupon will be paid out on the redemption date independent of the performance of the Underlying.

The product is currency hedged. In the case of physical delivery, exchange rate changes are offset in determining the Ratio (number of Underlyings to be delivered), so that they have no impact on the performance of the product (Quantity Adjusted Option, abbreviated as "Quanto"). The equivalent value of the redemption (i.e. the value of the Underlyings to be delivered together with the cash settlement of the fractions) in the product currency thus only reflects the performance of the Underlying to be delivered. Gains or losses due to exchange rate changes are not passed on.

**Listing**

Application to list on the SIX Swiss Exchange will be filed, planned first trading day will be 8 July 2024.

**Secondary Market**

Under normal market conditions, Zürcher Kantonalbank intends to provide bid and/or ask prices for this product on a regular basis. There is no obligation to provide corresponding liquidity. The non-binding indicative quotes can be found at [www.zkb.ch/finanzinformationen](http://www.zkb.ch/finanzinformationen).

**Type of quoting**

During the lifetime, this product is traded flat accrued interest, i.e. accrued interest is included in the trading price ('dirty price').

**Clearing House**

SIX SIS AG/Euroclear/Clearstream

**Distribution fees**

Distribution fees in the form of a discount on the Issue price, reimbursement of a part of the Issue price or other one-off and/or periodic charges may have been paid to one or several distribution partners of this product. The Distribution Fees paid out to distribution partners may amount up to 1.33% p.a..

**Sales: 044 293 66 65**

SIX Telekurs: .zkb  
Internet: [www.zkb.ch/finanzinformationen](http://www.zkb.ch/finanzinformationen)

Reuters: ZKBSTRUCT  
Bloomberg: ZKBY <go>

## Key Elements of the product

ZKB Callable Barrier Reverse Convertible on worst of is an investment product, which can be redeemed early on different dates at the discretion of the Issuer. The investor achieves an above average return in case of stable, slightly raising or even falling levels of the Underlyings. If no Underlying has ever touched or breached the Knock-in Level between Initial Fixing Date and Final Fixing Date, redemption will be 100 % of the Denomination, independent of the price of the Underlyings at Final Fixing Date. If, between Initial Fixing Date and Final Fixing Date, the Knock-in Level of one or more of the Underlyings has been touched or breached and the Final Fixing Level of one or more Underlyings is below the Initial Fixing Level, the investor will receive a physical delivery of the worst performing Underlying (between Initial Fixing Date and Final Fixing Date) according to the Redemption Method. If a knock-in event has occurred but the Final Fixing Levels of all Underlyings are at or above their respective Initial Fixing Level, redemption will be 100 % of the Denomination. The guaranteed Coupon will be paid out in any case. Because of the guaranteed Coupon the purchase price is clearly below the price of the Underlyings at Initial Fixing Date.

The product is currency hedged. In the case of physical delivery, exchange rate changes are offset in determining the Ratio (number of Underlyings to be delivered), so that they have no impact on the performance of the product (Quantity Adjusted Option, abbreviated as "Quanto"). The equivalent value of the redemption (i.e. the value of the Underlyings to be delivered together with the cash settlement of the fractions) in the product currency thus only reflects the performance of the Underlying to be delivered. Gains or losses due to exchange rate changes are not passed on.

## Taxes

The product is considered as Non-IUP (Intérêt Unique Prédominant). The coupon payments of 3.9250% (15.7000% p.a.) are divided in an option premium payment of 14.7200% p.a. and an interest payment of 0.9800% p.a. The option premium part qualifies as capital gain and is not subject to Swiss income tax for private investors with Swiss tax domicile. The interest part is subject to Swiss income tax at the time of payment. The product is not subject to Swiss withholding tax. The Federal securities transfer stamp tax is levied on secondary market transactions of this product. The Federal securities transfer stamp tax will be charged based on the Cap Level in the case of physical delivery of an Underlying at maturity. This product may be subject to additional withholding taxes or duties, such as related to FATCA, Sect. 871(m) U.S. Tax Code or foreign financial transaction taxes. Any payments due under this product are net of such taxes or duties.

The information above is a summary only of the Issuer's understanding of current law and practice in Switzerland relating to the taxation of structured products. The relevant tax law and practice may change. The Issuer does not assume any liability in connection with the above information. The tax information only provides a general overview and can not substitute the personal tax advice to the investor.

## Documentation

This document is a non-binding English translation of the Final Terms (Endgültige Bedingungen) published in German and constituting the Final Terms in accordance with article 45 of the Federal Act on Financial Services (FinSA). The English language translation is provided for convenience only.

The binding German version of these Final Terms together with the applicable Base prospectus of the Issuer for the issuance of structured products approved by SIX Exchange Regulation Ltd (together with any supplements thereto, the "Base prospectus") constitute the product documentation for the present issue.

If this structured product was offered for the first time prior to the date of the respective applicable Base prospectus, the further legally binding product terms and conditions (the "Relevant Conditions") are derived from the Base prospectus or issuance program which was in force at the time of the first offer. The information on the Relevant Conditions is incorporated by reference of the respective Base prospectus or issuance program into the applicable Base prospectus in force at the time of issuance.

Except as otherwise defined in these Final Terms, the terms used in these Final Terms have the meaning given to them in the Base prospectus or the Relevant Conditions. In case of discrepancies between information or the provisions in these Final Terms and those in the Base prospectus or the Relevant Conditions, the information and provisions in these Final Terms shall prevail. The present products will be issued in the form of uncertificated securities (Wertrechte) and registered as book-entry securities (Bucheffekten) with SIX SIS Ltd. Investors have no right to require the issuance of any certificates or any proof of evidence for the products. **These Final Terms and the Base prospectus can be ordered free of charge at Zürcher Kantonalbank, Bahnhofstrasse 9, 8001 Zurich, dept. VRIS or by e-mail at [documentation@zkb.ch](mailto:documentation@zkb.ch). They are also available on <https://www.zkb.ch/finanzinformationen>.**

## Information on the Underlying

Information on the performance of the Underlying/a component of the Underlying is publicly available on [www.bloomberg.com](http://www.bloomberg.com). Current annual reports are published on the website of the respective business entity. The transfer of the Underlying/a component of the Underlying is conducted in accordance with their respective statutes.

## Notices

Any notice by the Issuer in connection with these structured products, in particular any notice in connection with modifications of the terms and conditions will be validly published on the website <https://www.zkb.ch/finanzinformationen> under the relevant structured product. The Swiss security code search button will lead you directly to the relevant structured product. The notices will be published in accordance with the rules issued by SIX Swiss Exchange for IBL (Internet Based Listing) on the website <https://www.six-exchange-regulation.com/en/home/publications/official-notices.html>

## Governing Law/Jurisdiction

Swiss Law/Zurich

## Profit and Loss Expectations at Maturity

ZKB Callable Barrier Reverse Convertible on worst of

Price	Worst Underlying			Redemption	
	Percent	Knock-in Level touched	Performance %	Knock-in Level untouched	Performance %
EUR 2.302	-60%	CHF 635.50	-36.45%	Knock-in Level touched	
EUR 3.454	-40%	CHF 835.50	-16.45%	CHF 1'235.50	23.55%
EUR 4.605	-20%	CHF 1'035.50	3.55%	CHF 1'235.50	23.55%
EUR 5.756	0%	CHF 1'235.50	23.55%	CHF 1'235.50	23.55%
EUR 6.907	+20%	CHF 1'235.50	23.55%	CHF 1'235.50	23.55%
EUR 8.058	+40%	CHF 1'235.50	23.55%	CHF 1'235.50	23.55%
EUR 9.210	+60%	CHF 1'235.50	23.55%	CHF 1'235.50	23.55%

Source: Zürcher Kantonalbank

The possibility of an early redemption has been neglected in the above table.

If the Knock-in Level is never touched between the Initial Fixing Date and Final Fixing Date, the performance of the ZKB Callable Barrier Reverse Convertible on worst of will equal the Coupon of 23.55%, cf. table under "Knock-in Level untouched", paid out during the term of the structured product according to Coupon Payment Dates.

If, however, the Knock-in Level is touched between the Initial Fixing Date and the Final Fixing Date, cf. Table under "Knock-in Level touched", the redemption of the ZKB Callable Barrier Reverse Convertible on worst of will correspond to the Denomination minus the percentage performance between the Closing Level on Initial Fixing Date and the Closing Level on Final Fixing Date of the worst performing Underlying less the Coupon(s) of 23.55% paid out during the term of the structured product. Therefore, the investor may suffer a partial or total loss. If the Final Fixing Levels of all Underlyings trade at or above the Initial Fixing Level, redemption will be 100% of Denomination.

Additionally, the Coupon(s) will be paid out according to Coupon Payment Dates.

The table above is valid at maturity only and is by no means meant as a price indication for this structured product throughout its lifetime. The price of this structured product depends on additional risk factors between the Initial Fixing Date and the Final Fixing Date. The price quoted on the secondary market can therefore deviate substantially from the above table. It was assumed, that Dt Lufthansa rs was the worst performing Underlying. This selection is just a representative example of the possible alternatives.

## 3. Material Risks for Investors

### Issuer Risk

Obligations under this structured product constitute direct, unconditional and unsecured obligations of the Issuer and rank pari passu with other direct, unconditional and unsecured obligations of the Issuer. The value of the structured product not only depends on the performance of the Underlying and other developments in the financial markets, but also on the solvency of the Issuer, which may change during the term of this structured product.

### Specific Product Risks

Structured products are complex financial instruments, which entail considerable risks and, accordingly, are only suitable for investors who have the requisite knowledge and experience and understand thoroughly the risks connected with an investment in these structured products and are capable of bearing the economic risks. The loss potential of an investment in ZKB Callable Barrier Reverse Convertible on worst of is in case of a Knock-in Event equal to the performance between Initial Fixing Level and Final Fixing Level of the Underlying with the worst Performance minus the coupon paid out. The price of the Underlying can trade at redemption considerably below the Initial Fixing Level. The ZKB Callable Barrier Reverse Convertible on worst of is denominated in CHF. If the investor's reference currency differs from the CHF, the investor bears the risk between the CHF and his reference currency.

#### 4. Additional Terms

##### **Modifications**

If an extraordinary event as described in the base prospectus occurs in relation to the Underlying/a component of the Underlying or if any other extraordinary event occurs, which makes it impossible or particularly cumbersome for the Issuer, to fulfill its obligations under the products or to calculate the value of the products, the Issuer shall at its own discretion take all the necessary actions and, if necessary may modify the terms and conditions of these products at its own discretion in such way, that the economic value of the products after occurrence of the extraordinary event corresponds, to the extent possible, to the economic value of the products prior to the occurrence of the extraordinary event. Specific modification rules for certain types of Underlyings stated in the base prospectus shall prevail. If the Issuer determines, for whatever reason, that an adequate modification is not possible, the Issuer has the right to redeem the products early.

##### **Change of Obligor**

The Issuer is entitled at all times and without the consent of the investors to assign in whole (but not in part) the rights and claims under individual structured products or all of them to a Swiss or foreign subsidiary, branch or holding company of the Zürcher Kantonalbank (the "New Issuer") to the extent that (i) the New Issuer assumes all of the obligations arising out of the assigned structured products which the previous Issuer owed in respect of these structured products, (ii) the Zürcher Kantonalbank enters into a keep-well agreement with the New Issuer with terms equivalent to the one between the Zürcher Kantonalbank and Zürcher Kantonalbank Finance (Guernsey) Limited, (iii) the New Issuer has received from the supervisory authorities of the country in which it is domiciled all necessary approvals for the issue of structured products and the assumption of the obligations under the assigned structured products.

##### **Market Disruptions**

Compare specific provisions in the base prospectus.

##### **Prudential Supervision**

As a bank within the meaning of the Swiss Federal Act on Banks and Savings Banks (BankG; SR 952.0) and a securities firm within the meaning of the Swiss Federal Act on Financial Institutions (FinIAG; SR 954.1), Zürcher Kantonalbank is subject to the prudential supervision of FINMA, Laupenstrasse 27, CH-3003 Bern, <https://www.finma.ch>.

##### **Recording of Telephone Conversations**

Investors are reminded that telephone conversations with trading or sales units of Zürcher Kantonalbank are recorded. Investors, engaging in telephone conversations with these units provide their tacit consent to the recording of their conversations.

##### **Further Information**

This document constitutes neither an offer nor a recommendation or invitation to purchase financial instruments and can't replace the individual investor's own judgement. The information contained in this document does not constitute investment advice but is intended solely as a product description. An investment decision should in any case be made on the basis of these Final Terms and the base prospectus. Particularly, before entering into a transaction, the investor should, if necessary with the assistance of an advisor, examine the conditions for investment in the product in consideration of his personal situation with regard to legal, regulatory, tax and other consequences. Only an investor who is aware of the risks of the transaction and has the financial capacity to bear any losses should enter into such transactions.

##### **Material Changes**

Since the end of the last financial year or the date of the interim financial statements, there have been no material changes in the assets, financial or revenue position of the Issuer and Zürcher Kantonalbank.

##### **Responsibility for the Final Terms**

Zürcher Kantonalbank, Zurich, and Zürcher Kantonalbank Finance (Guernsey) Limited, Guernsey, assume responsibility for the content of these Final Terms and hereby declare that, to their knowledge, the information contained in these Final Terms is correct and no material circumstances have been omitted.

Zurich, 17 June 2024, last update on 2 July 2024