

8.70%

ZKB Barrier Reverse Convertible Shell PLC registered share

10.04.2024 - 10.04.2025 | Swiss Security Code 132 912 232

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
Type of product: ZKB Barrier Reverse Convertible SSPA Category: Barrier Reverse Convertible (1230, acc. to the Swiss Derivative Map) ISIN: CH1329122324 Symbol: Z24ANZ Issuer: Zürcher Kantonalbank Finance (Guernsey) Limited Underlying: Shell PLC registered share Initial Fixing Date: 3 April 2024 Settlement Date: 10 April 2024 Final Fixing Date: 3 April 2025 Redemption Date: 10 April 2025 Type of settlement: cash or physical Coupon: 8.70% p.a. Cap Level: 100.00% of Initial Fixing Level Knock-in Level: 75.00% of Initial Fixing Level
Information concerning the offer and admission to trading
Place of the offer: Switzerland Notional Amount/Denomination/Trading Units: Up to EUR 5'000'000, with the right to increase / Denomination of EUR 1'000 per structured product / EUR 1'000 or multiples thereof Issue price: 100.00% of Denomination (EUR 1'000) Information on listing: Application to list on the SIX Swiss Exchange will be filed, planned first trading day will be 10 April 2024

Final Terms

1. Product Description

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	Z24ANZ/ 132 912 232/CH1329122324
Notional Amount/Denomination/ Trading Units	Up to EUR 5'000'000, with the right to increase / Denomination of EUR 1'000 per structured product / EUR 1'000 or multiples thereof
Issue Price per structured product	100.00% of the Denomination
Currency	EUR
Underlying	Shell PLC registered share/GB00BP6MXD84/Euronext Amsterdam/Bloomberg: SHELL NA
Cap/Cap Level	EUR 32.13/100.00% of the Initial Fixing Level
Ratio	1 structured product equals 31.123561 Underlyings
Knock-in Level	EUR 24.0975 / 75.00% of Underlying on the Initial Fixing Date
Coupon	8.70% per Denomination EUR 1'000, interest payment 3.4227% (EUR 34.23), premium payment 5.2773% (EUR 52.77)
Coupon Payment Date(s)	10 April 2025
Coupon Calculation Method	30/360 (German), modified following
Initial Fixing Date	3 April 2024
Settlement Date	10 April 2024
Last Trading Date	3 April 2025
Final Fixing Date	3 April 2025
Redemption Date/ Date of Delivery	10 April 2025
Initial Fixing Level	EUR 32.13, Price of the Underlying at the time of sale, Euronext Amsterdam, on 3 April 2024
Final Fixing Level	Closing Price of the Underlying, Euronext Amsterdam on 3 April 2025
Redemption Method	<p>If the price of the Underlying never trades at or below the Knock-in Level between the Initial Fixing Date and the Final Fixing Date, redemption will be 100% of Denomination independent of the Final Fixing Value of the Underlying. If the price of the Underlying has traded at or below the Knock-in Level between the Initial Fixing Date and the Final Fixing Date ("Knock-in Event"),</p> <ul style="list-style-type: none"> – redemption will be 100% of the Denomination, if the Underlying closes at or higher than the Cap Level on the Final Fixing Date – or the investor will receive a physical delivery of the Underlying as defined in Ratio per Denomination (fractions will be paid out in cash, no cumulation) if the Underlying closes lower than the Cap Level on the Final Fixing Date. <p>The Coupon(s) will be paid out on the respective Coupon Payment Date(s) independent of the performance of the Underlying.</p>
Listing	Application to list on the SIX Swiss Exchange will be filed, planned first trading day will be 10 April 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 .

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	No distribution fees are incurred.
Sales: 044 293 66 65	SIX Telekurs: .zkb Internet: www.zkb.ch/finanzinformationen
	Reuters: ZKBSTRUCT Bloomberg: ZKBY <go>
Key Elements of the product	ZKB Barrier Reverse Convertible combine a fixed income security with the sale of a knock-in put option. With an investment in ZKB Barrier Reverse Convertible the investor can take advantage of the current implied volatility of the Underlying. An above-average return will be reached if the Underlying trades sideways, slightly higher or even lower than on the Initial Fixing Date. If the Knock-in Level has never been touched or breached between Initial Fixing Date and Final Fixing Date, redemption will be 100% of Denomination, independent of the Final Fixing Level of the Underlying. If the Knock-in Level has been touched or breached between Initial Fixing Date and Final Fixing Date, and if the Final Fixing Level of the Underlying is below the Cap Level, the investor will receive a physical delivery of the Underlying according to the Redemption Method. If, however, the Final Fixing Level of the Underlying is at or above the Cap Level, redemption will be 100% of Denomination. Because of the guaranteed Coupon(s), the loss in case of a Knock-in event is lower compared to a direct investment in the Underlying.
Taxes	<p>The product is considered as transparent and IUP (Intérêt Unique Prédominant). The Coupon of 8.7000% is divided in an option premium payment of 5.2773% and an interest payment of 3.4227%. 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 in compliance with the 'modifizierte Differenzbesteuerung' tax rule based on the ESTV Bondfloor Pricing method. The applicable daily exchange rate for foreign currency translation purposes may be an important factor. The product is not subject to Swiss withholding tax. The Federal securities transfer stamp tax is not levied on secondary market transactions for products with initial duration of less than one year. The Federal securities transfer stamp tax will be levied on the basis of the Cap level in the case of physical delivery of the Underlyings at maturity.</p> <p>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.</p> <p>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.</p>
Documentation	<p>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.</p> <p>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.</p> <p>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.</p> <p>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. They are also available on https://www.zkb.ch/finanzinformationen.</p>

Information on the Underlying

Information on the performance of the Underlying is publicly available on www.bloomberg.com. Current annual reports are published on the website of the respective business entity. The transfer 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

2. Profit and Loss Expectations at Maturity

Profit and Loss Expectations at Maturity

ZKB Barrier Reverse Convertible

Underlying			Redemption		
Price	Percent	Knock-in Level touched	Performance %	Knock-in Level untouched	Performance %
EUR 12.85	-60%	EUR 487.00	-51.30%	Knock-in Level touched	
EUR 19.28	-40%	EUR 687.00	-31.30%	Knock-in Level touched	
EUR 25.70	-20%	EUR 887.00	-11.30%	EUR 1'087.00	8.70%
EUR 32.13	0%	EUR 1'087.00	8.70%	EUR 1'087.00	8.70%
EUR 38.56	+20%	EUR 1'087.00	8.70%	EUR 1'087.00	8.70%
EUR 44.98	+40%	EUR 1'087.00	8.70%	EUR 1'087.00	8.70%
EUR 51.41	+60%	EUR 1'087.00	8.70%	EUR 1'087.00	8.70%

Source: Zürcher Kantonalbank

If the Underlying never trades at or below the Knock-in Level between the Initial Fixing Date and the Final Fixing Date, the performance of the ZKB Barrier Reverse Convertible will be the Coupon of 8.70%, cf. table under "Knock-in Level untouched", paid out during the term of the Structured Product according to the Coupon Payment Date(s). If the Underlying has traded at or below the Knock-in Level between the Initial Fixing Date and the Final Fixing Date, cf. table under "Knock-in Level touched", the price of the Underlying will get paid out at maturity in addition to the Coupon(s) of 8.70% received during the term of the Underlying. If the Underlying closes at or above the Initial Fixing Level on the Final Fixing Date, the investment plus the Coupon of 8.70% Coupon will get paid out. Therefore, the investor may suffer a partial or total loss.

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.

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 Barrier Reverse Convertible is limited to the difference between the purchase price of the ZKB Barrier Reverse Convertible and the Final Fixing Value of the Underlying at maturity multiplied by the Ratio. The guaranteed Coupon reduces the loss of the ZKB Barrier Reverse Convertible compared to a direct investment in the Underlying. The value of the Underlying can then be lower than the Cap Level. This ZKB Barrier Reverse Convertible is denominated in EUR. If the reference currency of the investor differs from EUR, the investor bears the risk of currency fluctuations between the reference currency and the EUR.

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, 3 April 2024, last update on 3 April 2024