

ZKB Tracker Certificate on ZKB SMI® Call-Writing Index with a fixed, quarterly Distribution of 6.00% p.a.

07.04.2022 - Open End | Swiss Security Code 113 975 688

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 Tracker Certificate SSPA Category: Tracker Certificate (1300, acc. to the Swiss Derivative Map) ISIN: CH1139756881 Symbol: ZSMIAZ Issuer: Zürcher Kantonalbank Underlying: ZKB SMI® Call-Writing Index Initial Fixing Date: 31 March 2022 Settlement Date: 07 April 2022 Final Fixing Date: --- (Open End) Redemption Date: --- (Open End) Type of settlement: cash
Information concerning the offer and admission to trading
Place of the offer: Switzerland Notional Amount/Denomination/Trading Units: CHF 25'000'000.00/CHF 1'000.00/ 1 structured product or multiples thereof Issue price: CHF 1'000.00 Information on listing: Application to list on the SIX Swiss Exchange will be filed, planned first trading day will be 07 April 2022

Final Terms

Product Category/Name

Participation Product/Tracker Certificate (1300, 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, Zurich

Rating of the Issuer

Standard & Poor's AAA, Moody's Aaa, Fitch AAA

Lead Manager, Paying Agent, Exercise Agent and Calculation Agent

Zürcher Kantonalbank, Zurich

Symbol/ Swiss Security Code/ISIN

**ZSMIAZ/
113 975 688/CH1139756881**

Notional Amount/Denomination/ Trading Units

CHF 25'000'000.00/CHF 1'000.00/1 structured product or multiples thereof

Number of structured products	Up to 25'000, with the right to increase
Issue price	CHF 1'000.00 /100.00% of the Underlying on the Initial Fixing Date
Currency	CHF
Underlying	ZKB SMI® Call-Writing Index /CH0514819595/Bloomberg: ZKBCALLW Index
Ratio	1 structured product represents 0.827376 ZKB SMI® Call-Writing Index.
Initial Fixing Date	31 March 2022 The Issuer has the right to expand the time period for the Initial Fixing if required by current market conditions e.g. liquidity.
Settlement Date	07 April 2022
Redemption right of the Issuer	The Issuer has the right to redeem the outstanding structured products to any bank working day (Fixing Date). On the Fixing Date, the redemption amount is determined, which is governed by the information under the section Redemption Method. The Issuer has the right to expand the time period for the Final Fixing if required by current market conditions e.g. liquidity. The announcement and thus the declaration of intent to exercise the Redemption right is made with a notice period of 90 calendar days (calculated as the number of calendar days between the day on which the declaration of intent is made and the Fixing Date) via the official publication channel of the SIX Swiss Exchange and on the website of Zürcher Kantonalbank. No statement of reasons is required. The redemption will be executed with a value date of 5 bank working days after the Fixing Date (Redemption Date).
Right to return of the Investor	In addition to the possibility of selling the structured products in the secondary market, the investor has the right to return the product on any bank business day (Fixing Date). On the Fixing Date, the Redemption amount is determined, which is governed by the information under the section Redemption Method. The Issuer has the right to expand the time period for the Final Fixing if required by current market conditions e.g. liquidity. The declaration of intent to exercise the Right to return must be received no later than 90 calendar days before the respective Fixing Date (calculated as the number of calendar days between the date of receipt of the declaration of intent by Zürcher Kantonalbank and the Fixing Date) and must be sent to the following address: by letter post to Zürcher Kantonalbank, Sales structured products, IHHV, P.O. Box, 8010 Zürich or by email to derivate@zkb.ch . The repayment will be executed with a value date of 5 bank working days after the Fixing Date (Redemption Date). Should the structured products of the Investor be deposited in a custodian bank, the Investor needs additionally and in due time advise/inform his custodian bank according the notice of redemption.
Maturity	Open End
Initial Fixing Level	CHF 1'208.64, closing price of the Underlying on 31 March 2022
Distributions	6.00% p.a. of the Issue price (1.50% of the Issue price per quarter). The distributions are debited to the certificate value and thus reduce the participation in the performance of the ZKB SMI® Call-Writing Index. The Distributions are only executed if the value of the Certificate is greater than the respective Distribution.
Distribution Dates	Quarterly on the third Tuesday of March, June, September and December, for the first time on 21 June 2022

Redemption Method

On the Redemption Date, the investor receives a cash settlement for each structured product 100% of the value on the Fixing Date less accrued fees and Distributions paid out in accordance with the formula below.

$$\text{Denomination} * \frac{\text{Final Fixing Level}}{\text{Initial Fixing Level}} - \sum_{i=1}^N \left(\frac{\text{Final Fixing Level}}{\text{Value Underlying}_i} \right) * \text{Distribution}_i - \text{Annual Fee}$$

where

Final Fixing Level = Interest-preserving average price in the event of liquidation of the Underlying on the Fixing Date

Value Underlying_j = Closing price of the Underlying on the Distribution Date

Distribution_i = 1.50% of the Issue price in quarter i

N = Quarter of the last Distribution before Redemption

Listing

Application to list on the SIX Swiss Exchange will be filed, the first provisory trading day will be 07 April 2022.

Type of quoting

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

Clearing House

SIX SIS AG/Euroclear/Clearstream

Annual Fee

0.50% p.a. of the product value. The Annual Fee will be charged based on the value of the structured product and is pro rata temporis included in the trading price.

Distribution fees

No distribution fees in the form of a discount on Issue price, reimbursement of a part of the Issue price or other one-off and/or periodic charges are paid out to one or several distribution partners of this structured product.

Sales: 044 293 66 65

SIX Telekurs: .zkb

Reuters: ZKBSTRUCT

Internet: www.zkb.ch/finanzinformationen

Bloomberg: ZKBY <go>

Key Elements of the product

The purchase of a ZKB Tracker Certificate reflects in terms of value the purchase of the Underlying. The investor has the possibility to fully participate in the Index performance through a single transaction, minus fees.

Taxes

There are no income taxes in this product. Capital gains are tax-free. The product is not subject to Swiss withholding tax. The Federal securities transfer stamp tax is not levied on secondary market transactions.

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) and a simplified prospectus pursuant to article 5 para. 2 CISA in the version dated 1 March 2013. 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. VRIE or by e-mail at documentation@zkb.ch. They are also available on <https://www.zkb.ch/finanzinformationen>.**

Information on the Underlying

The investment objective of the ZKB SMI[®] Call-Writing Index is to take synthetic exposure in the SMI[®] while enhancing the overall yield by systematically writing short-term call options on the SMI[®]. The synthetic long position in the SMI[®] is replicated by investing in the ZKB Swiss Equity Funded Future Index, which invests in the nearest future contract on the SMI[®]. The yield enhancement component consists of an option strategy. For this strategy, a call option on the SMI[®] with a 6-week expiry and 1/6 weight is sold each week (short call). The profit/loss of the option strategy is settled against the long position of the SMI[®] at rebalancing.

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 index provider.

For indexes with Zürcher Kantonalbank as index sponsor, the general index regulations may be obtained from

<https://zkb-finance.mdgms.com/products/stp/classes/zkbmeinindex/index.html>. Specific information on ZKB SMI[®] Call-Writing Index may be obtained from the relevant index guide which can be ordered free of charge at Zürcher Kantonalbank, Sales Structured Products, IHHV, P.O. Box, 8010 Zurich or by e-mail at derivate@zkb.ch.

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 after Year 1

Profit and Loss Expectations after Year 1

ZKB Tracker Certificate

Underlying		Redemption	Distributions	Performance
CHF 664.75	-45%	CHF 499.94	CHF 60.00	-44.0%
CHF 846.05	-30%	CHF 644.34	CHF 60.00	-29.6%
CHF 1'027.34	-15%	CHF 789.46	CHF 60.00	-15.1%
CHF 1'208.64	0%	CHF 935.12	CHF 60.00	-0.5%
CHF 1'389.94	15%	CHF 1'081.20	CHF 60.00	14.1%
CHF 1'571.23	30%	CHF 1'227.63	CHF 60.00	28.8%
CHF 1'752.53	45%	CHF 1'374.33	CHF 60.00	43.4%

Source: Zürcher Kantonalbank

The performance of this structured product follows the performance of the Underlying. Differences may result due to the Annual Fees and the Distributions of the ZKB Tracker Certificate. Therefore, Profit and Loss Expectations are analog to the performance of the Underlying less Annual Fees and Distributions.

The figures in the table above are valid after Year 1 only and cannot be considered as a price indication for the present structured product during its lifetime. During the lifetime of the structured product, additional risk factors are added which have a decisive influence on the value of the structured product. The price quoted in the secondary market can differ substantially from the table above.

3. Material Risks for Investors

Issuer Risk

Obligations under these structured products 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 does not only depend 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. This structured product is an investment product whose price fluctuates to the same degree as the Underlying. Depending on price trends, the price of this product could fall dramatically below the Issue Price. The risk profile of this product corresponds to that of the Underlying. The investor bears all the risks in connection with a possible exchange rate risk between the product currency, the currency of the components of the Underlying, and his reference currency.

Conflicts of interest

Zürcher Kantonalbank and its affiliated companies may in its role as universal bank participate in any transactions, which are in direct relation to the structured product issued by Zürcher Kantonalbank. Zürcher Kantonalbank pursuis such products either in the interest of its clients or in its own interest. Hence conflicts of interest between the investors in structured products issued by Zürcher Kantonalbank and Zürcher Kantonalbank itself may not be completely ruled out. Furthermore, Zürcher Kantonalbank may perform additional functions related to the issuance of structured products, such as the function as index sponsor, which potentially bear conflicts of interest. Zürcher Kantonalbank has set up its internal processes in order to avoid conflicts of interest or, if such avoidance is not sufficiently feasible, will disclose such conflicts of interest to affected clients. Further information regarding conflicts of interest may be found in the respective Issuance Programme.

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.
Market Disruptions	Compare specific provisions in the base prospectus.
Substitution of Underlying	During the term of the structured product, changes in or substitution of the Underlying by the Calculation Agent can occur. In this case, it cannot be ruled out that such changes or substitutions will negatively affect the value of the structured product. Likewise, it cannot be ruled out that in the case of a structured product based on an index that changes in the composition of the index as a result of change or substitutions in respect of individual index components, for example, as a result of the withdrawal or addition of individual securities, may negatively influence the price of the index and accordingly the value of the structured product.
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.
Responsibility for the Final Terms	Zürcher Kantonalbank, Zurich, assumes responsibility for the content of these Final Terms and hereby declares that, to its knowledge, the information contained in these Final Terms is correct and no material circumstances have been omitted.

Zurich, 01 April 2022