

## ZKB Tracker Certificate Dynamic on Redoubt CNH Bonds Basket

22.07.2021 - Open End | Swiss Security Code 58 532 558

### 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 Tracker Certificate Dynamic <b>SSPA Category:</b> Tracker Certificate (1300, acc. to the Swiss Derivative Map) <b>ISIN:</b> CH0585325589 <b>Symbol:</b> Z21CPZ <b>Issuer:</b> Zürcher Kantonalbank Finance (Guernsey) Limited <b>Underlying:</b> Redoubt CNH Bonds Basket <b>Initial Fixing Date:</b> 16 July 2021 <b>Settlement Date:</b> 22 July 2021 <b>Final Fixing Date:</b> --- (Open End) <b>Redemption Date:</b> --- (Open End) <b>Type of settlement:</b> cash
Information concerning the offer and admission to trading
<b>Place of the offer:</b> Switzerland <b>Notional Amount/Denomination/Trading Units:</b> Up to USD 100'000'000, with the right to increase / Denomination of USD 1'000 per Structured Product / USD 1'000 or multiples thereof <b>Issue price:</b> 100.00% of Denomination (USD 1'000) <b>Selling restrictions:</b> EEA, U.S.A./U.S. persons, United Kingdom, Guernsey <b>Information on listing:</b> Application to list on the SIX Swiss Exchange will be filed, the first provisory trading day will be 22 July 2021

### 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.**

#### Investment Profile

The composition of the Underlying of this Structured Product is managed **dynamically** and **discretionary** over the course of its term.

The Underlying constituents are selected by the Investment manager on the basis of a proprietary model in which quantitative and qualitative factors are taken into account. Among other things, liquidity and return ratios are taken into account. This approach forms the basis for the qualified market assessment of the Investment manager, from which investment decisions are derived.

Further information about the investment strategy – if available – can be obtained free of charge from Zürcher Kantonalbank, Bahnhofstrasse 9, 8001 Zürich, department VRIE or by way of e-Mail address [documentation@zkb.ch](mailto:documentation@zkb.ch).

<b>Title Universe</b>	The Title Universe consists of CNH Bonds and a cash component. The investment in bonds is made directly or via ETFs. The current composition of the Underlying can be found under <a href="http://www.zkb.ch/strukturierteprodukte">www.zkb.ch/strukturierteprodukte</a> .
<b>Rebalancing</b>	The Investment Manager rebalances the portfolio composition based on its qualified evaluation of the market. The Investment Manager considers only Underlying Components which provide sufficient liquidity and tradability. The Rebalancing is based on net prices of the Underlying Components (average of the net prices of the Underlying Components converted into the basket currency by the Issuer). The rebalancing period may be prolonged by the Issuer due to limited tradability.
<b>Issuer</b>	Zürcher Kantonalbank Finance (Guernsey) Limited, Saint Peter Port, Guernsey Zürcher Kantonalbank Finance (Guernsey) Limited 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.
<b>Keep-Well Agreement</b>	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.
<b>Lead Manager, Paying Agent, Exercise Agent and Calculation Agent</b>	Zürcher Kantonalbank, Zurich
<b>Investment Manager</b>	Gutzwiller AG, Zurich Gutzwiller AG, Stadthausquai 1, CH-8001 Zurich, is not subject to the prudential supervision of the FINMA and is supervised by the Self-regulatory organisation (SRO) Financial Services Standards Association (VQF).  The Investment Manager may not only act as distributor of the structured product and/or Investment Manager in relation to the Underlying but also as asset manager or financial advisor in relation to the investors in the structured products. This may lead to potential conflicts between the interests of the investors and the interests of the Investment Manager. The Investment Manager has taken all necessary measures to avoid such potential conflict of interest or, if such avoidance is not reasonably possible, will disclose such conflict of interest to the investors concerned.
<b>Symbol/ Swiss Security Code/ISIN</b>	<b>Z21CPZ/</b> 58 532 558/CH0585325589
<b>Notional Amount/Denomination/ Trading Units</b>	Up to USD 100'000'000, with the right to increase / Denomination of USD 1'000 per Structured Product / USD 1'000 or multiples thereof
<b>Issue Price</b>	<b>100.00% of Denomination</b>
<b>Annual Fee</b>	0.55% p.a. The Annual Fee will be charged based on the value of the Structured Product and is pro rata temporis included in the trading price. Of the Annual Fee, the Issuer receives 0.275% p.a. and the Investment Manager receives 0.275% p.a. for their relevant duties.
<b>Rebalancing Fee</b>	A Rebalancing Fee of 0.10% of the transaction value will be charged per Rebalancing.
<b>Currency</b>	USD

Underlying	Component	ISIN	Rating ***	Weighting in %	Currency	Notional per Product / Amount
	2.00% EMTN World Bank, 18.02.2026	XS2298592853	A	4.50	CNY	291.066366
	2.5% Asian Infrastructure Inv, 24.03.2025	XS2318315921	A	4.50	CNY	287.458958
	2.55% International Finance Corp IFC MTN, 18.09.2023	XS2231336061	AA-	4.25	CNY	268.513090
	2.60% Agricultural Development Bank of China, 11.08.2023	HK0000622156	A+	4.50	CNY	288.023003
	2.6% European Bank For Reconstruction & Development 2020-15.01.23	XS2102378796	AAA	5.25	CNY	334.520949
	2.70 % EMTN Kreditanstalt für Wiederaufbau, 25.03.2024	XS2322827382	AAA	13.00	CNY	827.762504
	2.85% The Export Import Bank of Korea EMTN, 16.03.2022	XS2317059454	AA	8.00	CNY	512.245749
	2.9% Asiatische Entwicklungsbank, 05.03.24	XS1958237403	AAA	4.50	CNY	284.009304
	2.90% EMTN Volkswagen International Finance NV, 21.01.2024	XS2289818341	BBB+	9.00	CNY	572.420460
	3.40% First Abu Dhabi Bank P.J.S.C. EMTN, 18.08.2025	XS2213043495	A	9.00	CNY	558.853055
	3.40% HSBC Holdings PLC EMTN, 29.06.2027	XS2355184149	A	9.00	CNY	576.869149
	3.45% Daimler International Finance B.V. EMTN, 27.09.2022	XS2058848073	A-	4.50	CNY	281.145388
	USD iShares IV PLC - iShares China CNY Bond UCITS ETF	IE00BKPSFD61	n/a	20.00	USD	35.843579

\* Local taxes, transactions fees and foreign commissions are, if applicable, included in the Initial Fixing Value of each component and are thus borne by the holders of the structured product. This applies particularly, though not exclusively, when exercising rights associated with the structured product and/or a Rebalancing.

\*\*\* The S&P Rating relates to the Date of Issue. Subject to change by rating agency.

<b>Basket Value</b>	100.00% of Denomination on Initial Fixing Date
<b>Ratio</b>	1 Structured Product represents 1 Basket
<b>Compensation Payments</b>	All coupon and other accrued income payments from the underlying components will be reinvested by the Investment Manager (less any non-reclaimable domestic and foreign taxes). The coupon and other accrued income payments will be reinvested in non-interest-bearing cash until the moment they are reinvested by the Investment Manager.
<b>Initial Fixing Date</b>	16 July 2021 The Issuer has the right to expand the time period for the Initial Fixing if required by current market conditions e.g. liquidity.
<b>Settlement Date</b>	22 July 2021

## Redemption right of the Issuer

The Issuer has the right to redeem the outstanding Structured Products semi-annually on the 15th day of December (fixing date; modified following), for the first time on 15 December 2021. 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 20 banking days via the official publication channel of the SIX Swiss Exchange. 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 annually per 15th day of December (fixing date; modified following) to the Issuer, for the first time on 15 December 2021. 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 5 banking days before the respective fixing date (exercise date) by Zürcher Kantonalbank 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](mailto: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.

## Initial Fixing Level

16 July 2021, Net price of the Components of the Underlying on a best effort basis.

## Redemption Method

On Redemption Date, investors receive in cash for every certificate 100% of the Underlying as defined on the Final Fixing Date and according to the following formula:

$$\sum_{i=1}^N (w_{i,T} * s_{i,T} * FX_{i,T})$$
$$\sum_{j=1}^N (w_{j,T} * s_{j,T} * FX_{j,T}) + r - \text{Fees}$$

where

$w_{i,T}$	=	Denomination of the component of the underlying i on fixing date
$w_{j,T}$	=	Weighting of the component of the underlying j (number of shares) on fixing date
$s_{i,T}$	=	Price of the component of the underlying i (including accrued interest) on fixing date (including accrued interest)
$s_{j,T}$	=	Value (Amount * Fixing price) of the component of the underlying i on fixing date (including accrued interest)
r	=	Unpaid coupons and other accrued income of the component of the underlying (gross Coupon minus non-reclaimable domestic and foreign taxes) in USD on fixing date
Fees	=	Annual Fee and Rebalancing Fees
$FX_{i,T}$	=	Exchange rate of the component of the underlying i (to USD) on Redemption Date
$FX_{j,T}$	=	Exchange rate of the component of the underlying j (to USD) on Redemption Date
i	=	Component of the underlying i of a Bond
j	=	Component of the underlying j of an ETF
T	=	fixing date

Negative interests could be charged on any potential Cash Components (reference interest rate of the respective currency). This has a negative impact on the value of the structured product.

## Procedure for early redemption of a bond

In the case of an early redemption of one or more Components of the Underlying, the Issuer will reinvest the redemption amount of the Underlying component in the existing Components of the Underlying, subject to sufficient liquidity. If it should not be possible to invest in the existing Components of the Underlying, the Issuer chooses a Component with comparable risk and maturity. If no such Components of the Underlying exist, the equivalent cash amount will be held in the ZKB Tracker Certificate Dynamic in corresponding non-interest bearing cash balances. At any time, the Underlying shall however contain not less than five Components from five different issuers.

<b>Default Event</b>	The Issuer shall determine, at its sole discretion, but taking into account the market conditions with regard to the debtor and the interest of the investor, whether a Default Event has occurred with a debtor of a Component of the Underlying (e. g. bankruptcy, suspension of payments, restructuring, etc.). If the Issuer determines that a Default Event has occurred on the part of a debtor in the Underlying, the relevant Component of the Underlying will be sold in a manner that protects the interest of the Investor and the proceeds will be invested in the existing Components of the Underlying, subject to sufficient liquidity. If it is not possible to invest in the existing Components of the Underlying, the Issuer selects another Component that is equivalent in risk and maturity. If no such Underlying Component is available, the funds will be held as non-interest-bearing cash holdings until the maturity of the ZKB Tracker Certificate Dynamic. At any time, the Underlying must however contain not less than five Components from different debtors.
<b>Listing</b>	Application to list on the SIX Swiss Exchange will be filed, the first provisory trading day will be 22 July 2021.
<b>Clearing House</b>	SIX SIS AG/Euroclear/Clearstream
<b>Distribution fees</b>	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 Structured Product.
<b>Distribution fees to partners outside the group</b>	No distribution fees are paid out to distribution partners of this Structured Product outside the group.
<b>Distribution fees to partners inside the group</b>	Distribution fees are paid out to the Lead Manager and amount to 0.0350% p.a.
<b>Sales: 044 293 66 65</b>	SIX Telekurs: .zkb Internet: <a href="http://www.zkb.ch/finanzinformationen">www.zkb.ch/finanzinformationen</a>
	Reuters: ZKBSTRUCT Bloomberg: ZKBY <go>
<b>Key Elements of the Product</b>	In terms of value, buying a ZKB Tracker Certificate Dynamic is equivalent to buying the Underlying. A single, low-cost transaction gives investors the opportunity to participate fully in the performance of the Underlying. Coupon payments and other income during the lifetime of the ZKB Tracker Certificate Dynamic will be reinvested discretionary. The redemption amount is based on the weighted value of the components of the Underlying in the Underlying on the Final Fixing Date. CNY (chinese Yuan) is the official (ISO-) Code on foreign exchange markets and the market definition of onshore Renminbi. Trading in CNY on spot markets is only feasible inside China. The currency is neither deliverable nor tradable outside of China. CNH is the technical market definition for tradeable and deliverable offshore Renminbi, which is used outside mainland China. CNH is not an official ISO-Code and is merely used to differentiate trading in mainland China from the offshore "generic market". The value of the ZKB Tracker Certificate depends on the CNH exchange rate, which may differ from the CNY exchange rate.
<b>Taxes</b>	The Issuer reports the taxable factors (change to previous year's value) divided in the components income and capital gain to the Swiss Federal Tax Administration on 31 October each year. The income part is subject to Swiss income tax for private investors with Swiss tax domicile as per reporting date. The product is not subject to Swiss withholding tax. The Federal securities transfer stamp tax for Swiss resident investors is 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). The English language translation is provided for convenience only.

The binding German version of these Final Terms supplements the Base Prospectus approved by the SIX Exchange Regulation Ltd and published in German by the Issuer on 16 November 2020. These Final Terms constitute a Simplified prospectus pursuant to article 5 para. 2 CISA in the version dated 1 March 2013. Together with the Base Prospectus (and together with any supplements) these Final Terms form the product documentation for this issue.

If this Product was the first time issued under the Base Prospectus of 16 November 2020, these Final Terms must be read in conjunction with the General Terms of the Securities (Allgemeine Bedingungen der Derivate), the Additional Terms and the Information on the Underlyings in the Base Prospectus of 16 November 2020. If this Product has been issued prior to the date of the Base Prospectus of 16 November 2020, these Final Terms shall be read in conjunction with the Base Prospectus of 16 November 2020 and together with the Existing Terms of the Products from the version of the Issuance Programme or Base Prospectus in force at the time of issuance that has been incorporated by reference in this Base Prospectus.

The Base Prospectus of the Issuer dated 16 November 2020 will cease to be valid on 16 November 2021. From and including this date, these Final Terms must be read together with the latest valid version of the Base Prospectus of the Issuer (including the information incorporated by reference into the latest valid version of the Base Prospectus from the Base Prospectus under which the Products the first time were issued), which follows the Base Prospectus of 16 November 2020.

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. In case of discrepancies between information or the provisions in these Final Terms and those in the Base Prospectus, the information and provisions in these Final Terms shall prevail. In the event of a listing of the products, the product documentation will be adapted, if and to the extent necessary, in accordance with the requirements of the relevant exchange. The present products will be issued in the form of uncertificated securities (Wertrechte) and registered as book-entry securities (Bucheffekten) with SIX SIS AG. 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](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 bond terms.

## 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

Basket		Redemption	
Value	Per cent	ZKB Tracker Certificate Dynamic	Performance %
USD 400.00	-60.00%	USD 397.8	-60.22%
USD 600.00	-40.00%	USD 596.7	-40.33%
USD 800.00	-20.00%	USD 795.6	-20.44%
USD 1000.00	+0.00%	USD 994.50	-0.55%
USD 1200.00	+20.00%	USD 1193.4	19.34%
USD 1400.00	+40.00%	USD 1392.3	39.23%
USD 1600.00	+60.00%	USD 1591.2	59.12%

Source: Zürcher Kantonalbank

The performance of the ZKB Tracker Certificate Dynamic is analogue to the performance of the Underlying less any Fees.

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. The price quoted in the secondary market can differ substantially from the table above.

## 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. ZKB Tracker Certificate Dynamic is an investment product whose price fluctuates to the same degree as the Underlying. Depending on price trends, the price of a ZKB Tracker Certificate Dynamic could fall below the Issuing Price. The risk profile corresponds exactly to that of the Underlying. The ZKB Tracker Certificate Dynamic is denominated in USD. 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.

## 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 Derivatives 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 Derivatives which the previous Issuer owed in respect of these Derivatives, (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 Derivatives and the assumption of the obligations under the assigned Derivatives.

### Market Disruptions

Compare specific provisions in the Base Prospectus.

### Selling Restrictions

EEA, U.S.A./U.S. persons, United Kingdom, Guernsey

**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 (FinlAG; 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, Zürich, 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, 29 June 2021, last update on 16 July 2021