

ZKB Tracker Certificate Dynamic on a 'Global Quality' Equity Basket

03.06.2022 - Open End | Swiss Security Code 113 976 708

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 Dynamic SSPA Category: Tracker Certificate (1300, acc. to the Swiss Derivative Map) ISIN: CH1139767086 Symbol: ZELTPZ Issuer: Zürcher Kantonalbank Underlying: a 'Global Quality' Equity Basket Initial Fixing Date: 27 May 2022 Settlement Date: 3 June 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: USD 25'000'000.00/USD 100.00/1 structured product or multiples thereof Issue price: USD 100.00 Information on listing: Application to list on the SIX Swiss Exchange will be filed, planned first trading day will be 3 June 2022

Final Terms

1. Product Description

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.

This is a globally diversified basket, which is selected by the Investment Manager on the basis of quality screening. It is filtered for companies that demonstrate high resilience and significant growth potential. The portfolio consists mostly of 30 to 50 large-cap stocks. In addition, hedging instruments such as listed long put options on indices can be used. In addition, for reasons of liquidity and/or the market environment, a cash quota in USD of up to 50% of the certificate value can be held in the short term

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.

Title Universe	The Title Universe consists of listed large-cap stocks. In addition, hedging instruments such as listed long put options on indices can be used. In addition, for reasons of liquidity and/or the market environment, a cash quota in USD of up to 50% of the certificate value can be held in the short term. The Underlying constituents are listed at a recognized exchange (World Federation of Exchanges or FESE (Federation of European Securities Exchanges)). The current composition of the Underlying can be found under www.zkb.ch/strukturierteprodukte .					
Rebalancing	The Investment Manager rebalances the portfolio composition based on its qualified evaluation of the market. Rebalancing can be done up to 12 times a year. The Rebalancing Fee is 0.10% of the transaction value. When buying and entering option positions (basis: number of options * contract size * strike), a Rebalancing Fee of 0.10% on the transaction countervalue is charged to the structured product. 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.					
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					
Investment Manager	Zeltner & Co. GmbH, Zurich Zeltner & Co. GmbH holds a FINMA license as asset manager and is supervised by the Self-regulatory organisation (SRO) AOOB - Swiss Corporation for Supervision. 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.					
Symbol/ Swiss Security Code/ISIN	ZELTPZ/ 113 976 708/CH1139767086					
Notional Amount/Denomination/ Trading Units	USD 25'000'000.00/USD 100.00/1 structured product or multiples thereof					
Number of structured products	Up to 250'000, with the right to increase					
Issue Price	USD 100.00/100.00% of Basket Value on the Initial Fixing Date					
Currency	USD					
Underlying per Initial Fixing Date	Component	ISIN / Bloomberg	Related Exchange	*Currency / Initial Fixing Value	Weight in %	No. of Shares/ Amount
	AbbVie Inc	US00287Y1091/ ABV UN	New York Stock Exchange	USD 149.13237	2.00	0.013411
	Anglo American Plc	GB00B1XZS820/ AAL LN	London Stock Exchange	GBP 38.01477	2.00	0.041587
	Apple Inc	US0378331005/ AAPL UW	NASDAQ	USD 145.33180	2.00	0.013762
	Arista Networks Inc	US0404131064/ ANET UN	New York Stock Exchange	USD 105.34580	2.00	0.018985
	Airbnb Inc	US0090661010/ ABNB UW	NASDAQ	USD 116.01740	2.00	0.017239
	Altria Group Inc	US02209S1033/ MO UN	New York Stock Exchange	USD 54.70821	2.00	0.036558
	BHP Group LTD	AU000000BHP4/ BHP LN	London Stock Exchange	GBP 24.61369	2.00	0.064229
	Broadcom Inc	US11135F1012/ AVGO UW	NASDAQ GS	USD 562.17431	2.00	0.003558
	Berkshire Hathaway Inc	US0846707026/ BRK/B UN	New York Stock Exchange	USD 315.04725	2.00	0.006348
	Builders Firstsource Inc	US12008R1077/ BLDR UN	New York Stock Exchange	USD 67.16007	2.00	0.029780

Canadian Natural Resources Ltd	CA1363851017/ CNQ CT	Toronto Stock Exchange	CAD 83.48005	2.00	0.030543
Christian Dior SA	FR0000130403/ CDI FP	Euronext Paris	EUR 555.67154	2.00	0.003347
ConocoPhillips Co	US20825C1045/ COP UN	New York Stock Exchange	USD 112.16682	2.00	0.017831
Capital One Financial Corp	US14040H1059/ COF UN	New York Stock Exchange	USD 124.50867	2.00	0.016063
Cerner Corp	US1567821046/ CERN UW	NASDAQ	USD 94.59419	2.00	0.021143
Daiwa House Industry Co Ltd	JP3505000004/ 1925 JT	Tokyo	JPY 3226.62332	2.00	0.078571
Dow Inc	US2605571031/ DOW UN	New York Stock Exchange	USD 67.60014	2.00	0.029586
Dollarama Inc	CA25675T1075/ DOL CT	Toronto Stock Exchange	CAD 70.44056	2.00	0.036197
Dropbox Inc	US26210C1045/ DBX UW	NASDAQ	USD 21.01315	2.00	0.095178
Eiffage SA	FR0000130452/ FGR FP	Euronext Paris	EUR 94.67420	2.00	0.019644
EOG Resources Inc	US26875P1012/ EOG UN	New York Stock Exchange	USD 132.74991	2.00	0.015066
Exxon Mobil Corp	US30231G1022/ XOM UN	New York Stock Exchange	USD 95.87438	2.00	0.020861
Hapag-Lloyd AG	DE000HLAG475/ HLAG GY	Xetra	EUR 385.01204	2.00	0.004830
ITOCHU Corp	JP3143600009/ 8001 JT	Tokyo	JPY 3737.09118	2.00	0.067838
KDDI CORP	JP3496400007/ 9433 JT	Tokyo	JPY 4607.67395	2.00	0.055021
Lyondellbasell Industries NV	NL0009434992/ LYB UN	New York Stock Exchange	USD 116.01740	2.00	0.017239
Lennar Corp	US5260571048/ LEN UN	New York Stock Exchange	USD 79.45192	2.00	0.025172
Medical Properties Trust Inc	US58463J3041/ MPW UN	New York Stock Exchange	USD 18.60279	2.00	0.107511
Metlife Inc	US59156R1086/ MET UN	New York Stock Exchange	USD 66.92004	2.00	0.029886
Nintendo Co Ltd	JP3756600007/ 7974 JT	Tokyo	JPY 57275.59005	2.00	0.004426
O'Reilly Automotive Inc	US67103H1077/ ORLY UW	NASDAQ	USD 639.11585	2.00	0.003129
Paychex Inc	US7043261079/ PAYX UW	NASDAQ	USD 122.48837	2.00	0.016328
Pfizer Inc	US7170811035/ PFE UN	New York Stock Exchange	USD 53.92809	2.00	0.037086
Publicis Groupe SA	FR0000130577/ PUB FP	Euronext Paris	EUR 51.70776	2.00	0.035967
Cie Financière Richemont SA	CH0210483332/ CFR SE	SIX Swiss Exchange	CHF 97.63464	2.00	0.019616
Rio Tinto PLC	GB0007188757/ RIO LN	London Stock Exchange	GBP 56.95180	2.00	0.027759
Roche Holding Ltd	CH0012032048/ ROG SE	SIX Swiss Exchange	CHF 333.04995	2.00	0.005750
RELX Plc	GB00B2B0DG97/ REL LN	London Stock Exchange	GBP 22.90737	2.00	0.069013
SEI Investments Company	US7841171033/ SEIC UW	NASDAQ	USD 57.47862	2.00	0.034796
Shell PLC	GB00BP6MXD84/ SHELL NA	Euronext Amsterdam	EUR 28.07421	2.00	0.066245
Southern Copper Corp	US84265V1052/ SCCO UN	New York Stock Exchange	USD 62.11932	2.00	0.032196
Thales	FR0000121329/ HO FP	Euronext Paris	EUR 117.21758	2.00	0.015866
Toshiba Corp	JP3592200004/ 6502 JT	Tokyo	JPY 5731.43259	2.00	0.044233
TotalEnergies SE	FR0000120271/ TTE FP	Euronext Paris	EUR 55.16827	2.00	0.033711
Tyson Foods Inc	US9024941034/ TSN UN	New York Stock Exchange	USD 89.91349	2.00	0.022244
Union Pacific Corp	US9078181081/ UNP UN	New York Stock Exchange	USD 221.69325	2.00	0.009021

Volkswagen AG	DE0007664005/ VOW GY	Xetra	EUR	2.00	0.009600
Wells Fargo & Co	US9497461015/ WFC UN	New York Stock Exchange	USD	2.00	0.043690
West Fraser Timber Co.Ltd	CA9528451052/ WFG CT	Toronto Stock Exchange	CAD	2.00	0.021899
Weyerhaeuser Co	US9621661043/ WY UN	New York Stock Exchange	USD	2.00	0.050948
					193.72906 45.77687 116.42897 39.25589

* 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.

Basket Value	USD 100.00 on Initial Fixing Date
Ratio	1 ZKB Tracker Certificate Dynamic represents 1 Underlying
Dividend Payments	No dividends will be paid out. The dividend as a whole will be reinvested into the structured product in the form of a net dividend. Payments from Korean Underlying constituents will not be considered and will not be distributed to the structured product.
Initial Fixing Date	27 May 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	3 June 2022
Redemption right of the Issuer	The Issuer has the right to redeem the outstanding structured products to any bank working day (Fixing day). 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 366 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 366 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.
Initial Fixing Level	27 May 2022, Net price of the Components of the Underlying on a best effort basis. Local taxes, transactions fees and foreign commissions are included in the Initial Fixing Value of each component if applicable.

Redemption Method

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

$$\text{Ratio} * \left(\sum_{i=1}^N S_{i,T} * W_{i,T} * FX_{i,T} \right) - \text{Fees}$$

where

Ratio = 1

$S_{i,T}$ = Value of the Component i of the Underlying
on relevant fixing date

$W_{i,T}$ = Weighting of the Component i of the Underlying (number of Shares)
on relevant fixing date

Fees = Annual Fee, Rebalancing Fees and Performance Fees

$FX_{i,T}$ = Exchange rate of the Component i of the Underlying (to USD)
on relevant fixing date

T = Relevant fixing date

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

If capital events that were unknown at the time of issue take place during the life of the ZKB Tracker Certificate Dynamic, they shall be taken into account by adjusting the weighting of the affected Component of the Underlying accordingly.

Listing/Secondary market

Application to list on the SIX Swiss Exchange will be filed, planned first trading day will be 3 June 2022.

Annual Fee

1.50% 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 0.35% p.a. and the Investment Manager receives 1.15% p.a. for their relevant duties.

Rebalancing Fee

A Rebalancing Fee of 0.10% of the transaction value will be charged per Rebalancing.

Performance Fee

15.00% of the positive performance of the Underlying in favor of the Investment Manager. The Performance Fee is deducted on a daily basis under the condition that the value of the Certificate is higher than the highest previously reached value of the Certificate (high watermark).

Clearing House

SIX SIS AG/Euroclear/Clearstream

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

In terms of value, buying a ZKB Tracker Certificate Dynamic is equivalent to buying the Underlying less any Fees. A single, low-cost transaction gives investors the opportunity to participate fully in the performance of the Underlying. Dividend Payments of underlying components in the basket are paid out to the investor by means of Dividend reinvestment in the Underlying. Redemption is based on the weighted value of Underlying components on the Fixing Date.

Taxes

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 capital gain part is not subject to Swiss income tax. 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

Information on the performance of the Underlying/a component 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/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

2. Profit and Loss Expectations after Year 1

Profit and Loss Expectations after Year 1

ZKB Tracker Certificate Dynamic

Basket Value	Percent	Redemption	
		ZKB Tracker Certificate Dynamic	Performance %
USD 40.00	-60.00%	USD 39.40	-60.60%
USD 60.00	-40.00%	USD 59.10	-40.90%
USD 80.00	-20.00%	USD 78.80	-21.20%
USD 100.00	+0.00%	USD 98.50	-1.50%
USD 120.00	+20.00%	USD 115.20	15.20%
USD 140.00	+40.00%	USD 131.90	31.90%
USD 160.00	+60.00%	USD 148.60	48.60%

Source: Zürcher Kantonalbank

The performance of the ZKB Tracker Certificate Dynamic is analog to the performance of the Underlying less any Fees. Therefore, the investor may suffer a partial or total loss. Rebalancing Fees are not included in the table above. The inclusion of the Performance Fee in the table above is based on the assumption that the basket value mentioned represents the highest level and has never been exceeded before.

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 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. ZKB Tracker Certificate Dynamic is an investment product whose price fluctuates to the same degree as the Underlying less any Fees. Depending on price trends, the price of a ZKB Tracker Certificate Dynamic could fall below the Issue Price. The risk profile of the ZKB Tracker Certificate Dynamic corresponds 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.

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.

