

# 5.20% p.a. ZKB Autocallable Reverse Convertible on worst of Bayer AG rs/Biogen Inc rs/Henkel AG & Co. KGaA rs

08.10.2021 - 08.12.2023 | Swiss Security Code 113 287 755

## Summary

This Summary is to be understood as an introduction to the present Final Terms. Any investment decision in relation to the structured 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 Autocallable Reverse Convertible on worst of <b>SSPA Category:</b> Reverse Convertible with Autocallable Feature (1220, according to the Swiss Derivative Map) <b>ISIN:</b> CH1132877551 <b>Symbol:</b> Z034AZ <b>Issuer:</b> Zürcher Kantonalbank Finance (Guernsey) Ltd <b>Underlyings:</b> <ul style="list-style-type: none"> <li>- Bayer AG registered share</li> <li>- Biogen Inc registered share</li> <li>- Henkel AG &amp; Co. KGaA registered share</li> </ul> <b>Initial Fixing Date:</b> October 1, 2021 <b>Payment Date:</b> October 8, 2021 <b>Final Fixing Date:</b> December 1, 2023 <b>Redemption Date:</b> December 8, 2023 <b>Settlement type:</b> cash <b>Coupon:</b> 5.20% p.a. <b>Cap Level:</b> 65.00% of Initial Fixing Value <b>Call Level:</b> 100.00% of Initial Fixing Value
Information on the offer and admission to trading
<b>Place of the offer:</b> Switzerland <b>Issue amount/Denomination/Trading Units:</b> Up to EUR 5'000'000, with the possibility to increase/EUR 1'000 per product/EUR 1'000 or multiples thereof <b>Issue Price:</b> 100% of the Denomination (EUR 1'000) <b>Information on listing:</b> Application to list on the SIX Swiss Exchange will be filed the planned first trading day will be October 8, 2021

## Final Terms

### 1. Product specific conditions and product description

#### Product Category/Name

Yield Enhancement/Reverse Convertible with Autocallable Feature (1220, 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 is not subject to authorisation or supervision by the Swiss Financial Market Supervisory Authority FINMA. The Issuer risk is borne by investors.**

<b>Issuer</b>	Zürcher Kantonalbank Finance (Guernsey) Ltd, St. Peter Port, Guernsey Zürcher Kantonalbank Finance (Guernsey) Ltd is a fully owned subsidiary of Zürcher Kantonalbank. Zürcher Kantonalbank Finance (Guernsey) Ltd 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) Ltd 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) Ltd 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 annex of the publicly available base prospectus.			
<b>Lead Manager, Paying Agent, Exercise and Calculation Agent</b>	Zürcher Kantonalbank, Zürich			
<b>Symbol/Swiss Security Code/ISIN</b>	Z034AZ / 113 287 755 / CH1132877551			
<b>Issue amount/ Denomination/ Trading Units</b>	Up to EUR 5'000'000, with the possibility to increase/ EUR 1'000 per product/ EUR 1'000 or multiples thereof			
<b>Issue Price</b>	100% of the Denomination			
<b>Currency</b>	Quanto EUR			
<b>Underlyings</b>	<b>Underlying</b>	<b>Type of Underlying/ Domicile</b>	<b>ISIN/ Bloomberg</b>	<b>Trading place/ Price source</b>
	Bayer AG	Registered share/ Germany	DE000BAY0017/ BAYN GY EQUITY	Xetra
	Biogen Inc	Registered share/ USA	US09062X1037/ BIIB UW EQUITY	NASDAQ GS
	Henkel AG & Co. KGaA	Registered share/ Germany	DE0006048432/ HEN3 GY EQUITY	Xetra
<b>Initial Fixing Value (100.00%) Call Level (100.00%) Cap Level (65.00%) Ratio</b>	<b>Underlying</b>	<b>Initial Fixing Value</b>	<b>Call Level</b>	<b>Cap Level</b>
	Bayer AG	EUR 46.54	EUR 46.54	EUR 30.251
	Biogen Inc	USD 283.94	USD 283.94	USD 184.561
	Henkel AG & Co. KGaA	EUR 78.78	EUR 78.78	EUR 51.207
<b>Initial Fixing Date/ Initial Fixing Value</b>	Bayer AG rs: Closing price on Xetra on October 1, 2021 Biogen Inc rs: Closing price on NASDAQ GS on October 1, 2021 Henkel AG & Co. KGaA rs: Closing price on Xetra on October 1, 2021			
<b>Payment Date</b>	October 8, 2021			
<b>Last Trading Date</b>	December 1, 2023			
<b>Final Fixing Date/ Final Fixing Value</b>	Bayer AG rs: Closing price on Xetra on December 1, 2023 Biogen Inc rs: Closing price on NASDAQ GS on December 1, 2023 Henkel AG & Co. KGaA rs: Closing price on Xetra on December 1, 2023			
<b>Redemption Date</b>	December 8, 2023			
<b>Coupon</b>	5.20% p.a. per Denomination EUR 1'000 (0.4333% per period) interest part 0.00% p.a. (EUR 0.00), premium part 5.20% p.a. (EUR 52.00)			

## Coupon Dates/ Coupon

	Coupon Date*	Coupon
t = 1	08.11.2021	0.4333% (EUR 4.333)
t = 2	08.12.2021	0.4333% (EUR 4.333)
t = 3	08.01.2022	0.4333% (EUR 4.333)
t = 4	08.02.2022	0.4333% (EUR 4.333)
t = 5	08.03.2022	0.4333% (EUR 4.333)
t = 6	08.04.2022	0.4333% (EUR 4.333)
t = 7	08.05.2022	0.4333% (EUR 4.333)
t = 8	08.06.2022	0.4333% (EUR 4.333)
t = 9	08.07.2022	0.4333% (EUR 4.333)
t = 10	08.08.2022	0.4333% (EUR 4.333)
t = 11	08.09.2022	0.4333% (EUR 4.333)
t = 12	08.10.2022	0.4333% (EUR 4.333)
t = 13	08.11.2022	0.4333% (EUR 4.333)
t = 14	08.12.2022	0.4333% (EUR 4.333)
t = 15	08.01.2023	0.4333% (EUR 4.333)
t = 16	08.02.2023	0.4333% (EUR 4.333)
t = 17	08.03.2023	0.4333% (EUR 4.333)
t = 18	08.04.2023	0.4333% (EUR 4.333)
t = 19	08.05.2023	0.4333% (EUR 4.333)
t = 20	08.06.2023	0.4333% (EUR 4.333)
t = 21	08.07.2023	0.4333% (EUR 4.333)
t = 22	08.08.2023	0.4333% (EUR 4.333)
t = 23	08.09.2023	0.4333% (EUR 4.333)
t = 24	08.10.2023	0.4333% (EUR 4.333)
t = 25	08.11.2023	0.4333% (EUR 4.333)
t = 26	08.12.2023	0.4333% (EUR 4.333)

\* modified following business day convention

## Observation Dates/ Early Redemption Dates

The modalities regarding the Early Redemption are set out in the section 'Redemption Method'.

	Observation Date*	Early Redemption Date*
t = 1	30.09.2022	10.10.2022
t = 2	01.11.2022	08.11.2022
t = 3	01.12.2022	08.12.2022
t = 4	30.12.2022	09.01.2023
t = 5	01.02.2023	08.02.2023
t = 6	01.03.2023	08.03.2023
t = 7	31.03.2023	11.04.2023
t = 8	28.04.2023	08.05.2023
t = 9	01.06.2023	08.06.2023
t = 10	30.06.2023	10.07.2023
t = 11	31.07.2023	08.08.2023
t = 12	31.08.2023	08.09.2023
t = 13	29.09.2023	09.10.2023
t = 14	01.11.2023	08.11.2023

\* modified following business day convention

If any relevant exchange is closed on an Observation Date, the next following day where all relevant exchanges are open will be used as Observation Date.

## Redemption method

### Early Redemption

Early Redemption depends on the value of the Underlyings on the respective Observation Date.

- If the closing price of all Underlyings on the Observation Date is at or above the Call Level, the product will be redeemed early at 100% of Denomination.
- If at least on Underlying closes below the Call Level on the Observation Date, the product continues.

### Redemption at maturity

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

- If the Final Fixing Value of all Underlyings is at or above the Cap Level, the Redemption amounts to 100% of Denomination.
- If the Final Fixing Value of one or more Underlyings is below the Cap Level, the investor receives a the cash repayment corresponding to the Denomination multiplied by the Final Fixing Value and divided by the Cap Level of the worst performing Underlying (between Initial Fixing Date and Final Fixing Date).

The Coupons are paid out on the respective Coupon Date independent of the performance of the Underlyings. The calculation of the Redemption is independent of any changes in foreign exchange rates between the Currency of the Product and the currency of the Underlyings (Quanto Style).

<b>Listing/Secondary market</b>	Application to list on the SIX Swiss Exchange will be filed, the planned first trading day will be October 8, 2021		
<b>Quotation Type</b>	During the lifetime, this product is traded flat accrued interest, i.e. accrued interest is included in the trading price ('dirty price').		
<b>Clearing Agent</b>	SIX SIS AG		
<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 product.		
<b>Distribution fees outside the group</b>	No distribution fees are paid out to distribution partners of this product outside the group.		
<b>Distribution fees inside the group</b>	The Distribution Fees paid out to distribution partners inside the group amount to 0.2308% 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>	<p>The ZKB Autocallable Reverse Convertible on worst of is an investment product, which can be redeemed early monthly - depending on the performance of the Underlyings. The product regularly pays out attractive Coupons during the term. This product is a combined investment instrument that essentially consists of a fixed income security and the sale of a "out-of-the-money" put option. This allows the investor to benefit from the current volatility of the Underlyings. An above-average return is achieved when prices fall slightly, stagnate or rise slightly. If the Final Fixing Value of all Underlyings is at or above the Cap Level, the investor receives a cash redemption in the amount of the Denomination. If the Final Fixing Value of at least one Underlying is below the Cap Level, the investor will receive a cash redemption in accordance with section "Redemption method".</p> <p>The calculation of the Redemption is independent of any changes in foreign exchange rates between the Currency of the product and the currency of the Underlyings (Quanto Style).</p>		
<b>Taxes</b>	<p>The product is considered as transparent and has no predominant one-off interest (Non-IUP). The Coupon of 0.4333% (5.20% p.a.) is divided into a premium payment of 0.4333% (5.20% p.a.) and an interest payment of 0.00% (0.00% p.a.). The option premium part qualifies as capital gain and is not subject to Swiss income tax for private investors with Swiss tax domicile. The interest payment is subject to income tax at the time of payment. The Swiss withholding tax is not levied. The Federal securities transfer stamp tax is levied on secondary market transactions.</p> <p>The product may be subject to further withholding taxes or duties, in particular under the rules of FATCA or Sect. 871(m) U.S. Tax Code or foreign financial transaction taxes. All payments from this product are made after deduction of any withholding taxes and levies. The information above is a summary only of the Issuer's understanding of current law and practice in Switzerland relating to the taxation of these 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>		
<b>Documentation</b>	<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 supplements the base prospectus approved by the SIX Exchange Regulation AG and published in German by the Issuer on November 16, 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.</p> <p>If this product was the first time issued under the base prospectus of November 16, 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 November 16, 2020. If this product has been issued prior to the date of the base prospectus of November 16, 2020, these Final Terms shall be read in conjunction with the base prospectus of November 16, 2020 and together with the Existing Terms of the Products from the version of the issuance programme or base prospectus in</p>		

force at the time of issuance that has been incorporated by reference in this base prospectus. The base prospectus of the Issuer dated November 16, 2020 will cease to be valid on November 16, 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 November 16, 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 Underlyings is publicly available on [www.bloomberg.com](http://www.bloomberg.com).

## Notifications

Any notice by the Issuer in connection with this product, 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> to the corresponding product. The Swiss security code search button will lead you directly to the relevant 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/de/home/publications/official-notice.html>.

## Governing Law/Jurisdiction

Swiss Law/Zurich

## 2. Profit and Loss Expectations

### Profit and Loss Expectations at Maturity

Worst Underlying		Redemption		
Price	Percent	Product	Coupon	Performance in %
EUR 32.58	-30.00%	EUR 1'000.00	EUR 112.66	11.2658%
EUR 37.23	-20.00%	EUR 1'000.00	EUR 112.66	11.2658%
EUR 41.89	-10.00%	EUR 1'000.00	EUR 112.66	11.2658%
EUR 46.54	0.00%	EUR 1'000.00	EUR 112.66	11.2658%
EUR 51.19	10.00%	EUR 1'000.00	EUR 112.66	11.2658%
EUR 55.85	20.00%	EUR 1'000.00	EUR 112.66	11.2658%
EUR 60.50	30.00%	EUR 1'000.00	EUR 112.66	11.2658%

The redemption scenario above neglects early redemption.

If the Final Fixing Value of all Underlyings is at or above the Cap Level, the performance of the product is always given by the Coupons paid out during the term (acc. "Coupon Dates"), in this case 11.2658%. However, if the Final Fixing Value of at least one Underlying is below the Cap Level, the investor receives a cash redemption in the amount of the Denomination minus the percentage difference between Cap Level and Final Fixing Level of the Underlying having the largest negative performance. Therefore, the investor may suffer a partial or total loss. The acquisition price is 65.00% of the Initial Fixing Value, which means that the performance of the product is less negative than the performance of the delivered Underlying. This negative performance is reduced by the guaranteed Coupons paid out during the term.

The table above is valid at maturity only and is by no means meant as a price indication for the present product throughout its lifetime. Additional risk factors may have a significant impact on the value of the product during the term. The price quoted on the secondary market can therefore deviate substantially from the above table. For this table it was assumed, that Bayer AG rs was the worst performing Underlying. This selection is just a representative example of the possible alternatives. Currency risks between the Underlying and the product are not considered in the table.

### 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 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 potential loss of an investment in ZKB Autocallable Reverse Convertibles on worst of is limited to the difference between the purchase price and the cash redemption amount as defined in 'Redemption Method'. The Coupon, which is paid out in any case, reduces the loss of the product compared to a direct investment in the worst performing Underlying. The price of the Underlyings may be significantly below the Cap Level at redemption.

The product is denominated in EUR. If the investor's reference currency differs from the EUR, the investor bears the risk between the EUR and his reference currency.

### 4. Additional Terms

#### Modifications

If an extraordinary event as described in the base prospectus occurs in relation to an 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.

#### 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.

#### 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 the Zürcher Kantonalbank are recorded. Investors, who have telephone conversations with these units consent tacitly to the recording.

**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, St. Peter Port, 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, October 4, 2021