

5.0000% p.a. ZKB Autocallable BRC Last Look Defensive on worst of Lindt & Sprüngli drc/ABB rs/Straumann Hldg rs

19.12.2023 - 19.06.2025 | Swiss Security Code 130 397 842

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 Autocallable BRC Last Look Defensive SSPA Category: Barrier Reverse Convertible with Autocallable Feature (1230, acc. to the Swiss Derivative Map) ISIN: CH1303978428 Symbol: Z23ATZ Issuer: Zürcher Kantonalbank Finance (Guernsey) Limited Underlyings: <ul style="list-style-type: none"> - Lindt & Sprüngli AG dividend-right certificate - ABB Ltd registered share - Straumann Holding AG registered share Initial Fixing Date: 12 December 2023 Settlement Date: 19 December 2023 Final Fixing Date: 12 June 2025 Redemption Date: 19 June 2025 Type of settlement: cash or physical Coupon: 5.00% p.a. Cap Level: 80.00% of Initial Fixing Level Knock-in Level: 55.00% of Initial Fixing Level Call Level: 85.00% of Initial Fixing Level
Information concerning the offer and admission to trading
Place of the offer: Switzerland Notional Amount/Denomination/Trading Units: Up to CHF 6'000'000, with the right to increase / Denomination of CHF 10'000 per structured product / CHF 10'000 or multiples thereof Issue price: 100.00% of Denomination (CHF 10'000) Information on listing: Application to list on the SIX Swiss Exchange will be filed, planned first trading day will be 19 December 2023

Final Terms

1. Product Description

Product Category/Name

Yield Enhancement/Barrier Reverse Convertible with Autocallable Feature (1230*, according to the Swiss Derivative Map provided by the Swiss Structured Products Association)

Regulatory Notification

This product does not constitute a collective investment scheme within the meaning of the Swiss Federal Act on Collective Investment Schemes (CISA) and it is not subject to authorisation or supervision by FINMA. The issuer risk is borne by investors.

Issuer

Zürcher Kantonalbank Finance (Guernsey) Limited, Guernsey
 Zürcher Kantonalbank Finance (Guernsey) Limited, Saint Peter Port, Guernsey is a wholly owned and fully consolidated subsidiary of Zürcher Kantonalbank. It is not subject to any direct prudential supervision neither in Guernsey nor in Switzerland and does not have a rating.

Keep-Well Agreement

Zürcher Kantonalbank Finance (Guernsey) Limited is a fully owned subsidiary of Zürcher Kantonalbank. Zürcher Kantonalbank obtains the following ratings: Standard & Poor's: AAA, Moody's: Aaa, Fitch: AAA. Zürcher Kantonalbank is committed to Zürcher Kantonalbank Finance (Guernsey) Limited with sufficient financial means, allowing to satisfy any claims of its creditors in due time. The full text of the Keep-Well Agreement, which is subject to Swiss law, can be found in the publicly available base prospectus.

Lead Manager, Paying Agent, Exercise Agent and Calculation Agent

Zürcher Kantonalbank, Zurich

**Symbol/
Swiss Security Code/ISIN**

Z23ATZ/
130 397 842/CH1303978428

**Notional Amount/Denomination/
Trading Units**

Up to CHF 6'000'000, with the right to increase / Denomination of CHF 10'000 per structured product / CHF 10'000 or multiples thereof

Issue Price per structured product

100.00% of Denomination

Currency

CHF

Underlying

Lindt & Sprüngli AG dividend-right certificate/CH0010570767/SIX Swiss Exchange /Bloomberg: LISP SE
ABB Ltd registered share/CH0012221716/SIX Swiss Exchange /Bloomberg: ABBN SE
Straumann Holding AG registered share/CH1175448666/SIX Swiss Exchange /Bloomberg: STMN SE

**Initial Fixing Level (100.00%)
Call Level (85.00%)
Cap Level (80.00%)
Knock-in Level (55.00%)
Ratio**

Underlying	Initial Fixing Level	Call Level	Cap Level	Knock-in Level	Ratio
Lindt & Sprüngli drc	10910.00	9273.5000	8728.0000	6000.5000	1.145738
ABB rs	36.91	31.3735	29.5280	20.3005	338.661609
Straumann Hldg rs	121.30	103.1050	97.0400	66.7150	103.050289

Knock-in Level Monitoring

The Knock-in Level Monitoring is solely based on the Final Fixing Level.

Call Level

85.00% of Initial Fixing Level

Knock-in Level

55.00% of Initial Fixing Level

Coupon

The Coupon Payment of 1.25% quarterly occurs independently of the levels of the Underlyings on the respective Observation Date.
interest payment: 1.310% p.a.; premium payment: 3.690% p.a.

Coupon Payment Dates/Payments

	Coupon Payment Date _t *	Coupon Payment _t
t = 1	19.03.2024	1.25%
t = 2	19.06.2024	1.25%
t = 3	19.09.2024	1.25%
t = 4	19.12.2024	1.25%
t = 5	19.03.2025	1.25%
t = 6	19.06.2025	1.25%

* modified following business day convention

**Observation Dates/
Early Redemption Dates**

Observations Dates t, whereas t=1 to 4

	Observation Date _t	Early Redemption Date _t *
t = 1	12.06.2024	19.06.2024
t = 2	12.09.2024	19.09.2024
t = 3	12.12.2024	19.12.2024
t = 4	12.03.2025	19.03.2025

* modified following business day convention

If a relevant exchange is closed on an Observation Date, the next following day where all relevant exchanges are open will be used for the calculation of the Underlying (modified following business day convention).

Initial Fixing Date

12 December 2023

Settlement Date	19 December 2023
Last Trading Date	12 June 2025
Final Fixing Date	12 June 2025
Redemption Date/ Date of Delivery	19 June 2025
Initial Fixing Level	Closing prices of Underlyings on the relevant exchanges on 12 December 2023
Final Fixing Level	Closing prices of Underlyings on the relevant exchanges on 12 June 2025
Redemption Method	<p>Early Redemption:</p> <p>Early Redemption is dependent on the Underlying's price level on the respective Observation Date.</p> <ul style="list-style-type: none"> - If the closing price of all Underlyings on the Observation Date trade at or above the Call Level, the product will be redeemed early at 100% of the Denomination. - If one or more Underlyings trades below the Call Level on the Observation Date, the product continues. <p>Redemption at Maturity:</p> <p>If no Early Redemption event has occurred, the following redemption scenarios are possible:</p> <ul style="list-style-type: none"> - If the Final Fixing Level of each Underlying trades above the Knock-in Level, the product will be redeemed at 100% of Denomination. - If the Final Fixing Level of at least one Underlying quotes at or below the Knock-in Level, the investor will receive a physical delivery of a number of Underlyings as defined in Ratio per Denomination of the worst performing Underlying between Initial Fixing Date and Final Fixing Date (fractions will be paid in cash, no cumulation). <p>The Coupon will be paid out on the defined Coupon Payment Date(s) independent of the performance of the Underlyings.</p>
Listing	Application to list on the SIX Swiss Exchange will be filed, planned first trading day will be 19 December 2023.
Secondary Market	Under normal market conditions, Zürcher Kantonalbank intends to provide bid and/or ask prices for this product on a regular basis. There is no obligation to provide corresponding liquidity. The non-binding indicative quotes can be found at www.zkb.ch/finanzinformationen .
Type of quoting	During the lifetime, this product is traded flat accrued interest, i.e. accrued interest is included in the trading price ('dirty price').
Clearing House	SIX SIS AG/Euroclear/Clearstream
Distribution fees	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.
Distribution fees to partners outside the group	Distribution fees to non-Group distributors may amount to up to 0.6700% p.a.
Distribution fees to partners inside the group	Distribution fees are paid out to the Lead Manager and amount to 0.3333% p.a.
Sales: 044 293 66 65	<div>SIX Telekurs: .zkb</div> <div>Internet: www.zkb.ch/finanzinformationen</div> <div>Reuters: ZKBSTRUCT</div> <div>Bloomberg: ZKBY <go></div>
Key Elements of the product	ZKB Autocallable BRC Last Look Defensive on worst of is an investment product, which can be redeemed early quarterly - depending on the performance of the Underlyings. The product pays attractive quarterly Coupons during its lifetime.

Taxes

The product is considered as transparent Non-IUP (Intérêt Unique Prédominant). The Coupon of 1.2500% (5.0000% p.a.) is divided in an option premium payment of 0.9225% (3.6900% p.a.) and an interest payment of 0.3275% (1.3100% 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 part is subject to Swiss income tax at payment time. The product is not subject to Swiss withholding tax.

The Federal securities transfer stamp tax is levied on secondary market transactions of this product. In the case of physical delivery of the Underlying at maturity the Federal securities transfer stamp tax will be levied on the basis of the Cap Level.

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 cannot 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 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. VRIS 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

Profit and Loss Expectations at Maturity

2. Profit and Loss Expectations at Maturity

ZKB Autocallable BRC Last Look Defensive on worst of

Worst Underlying		Redemption	
Price	Percent	ZKB Autocallable BRC Last Look Defensive on worst of	Performance %
CHF 4'364.00	-60%	CHF 5'750.00	-42.50%
CHF 6'546.00	-40%	CHF 10'750.00	7.50%
CHF 8'728.00	-20%	CHF 10'750.00	7.50%
CHF 10'910.00	0%	CHF 10'750.00	7.50%
CHF 13'092.00	+20%	CHF 10'750.00	7.50%
CHF 15'274.00	+40%	CHF 10'750.00	7.50%
CHF 17'456.00	+60%	CHF 10'750.00	7.50%

Source: Zürcher Kantonalbank

The redemption scenario above neglects early redemption.

If the Final Fixing Level of all Underlyings trades above the Knock-in Level, the redemption equals 100.00% of Denomination (CHF 10'000). In these cases, the performance of the product corresponds to the sum of the guaranteed Coupons paid out during the lifetime: 7.5000%.

If the Final Fixing Level of at least one Underlying trades at or below the Knock-in Level, the performance equals the percentual difference between the Cap Level and the Closing Price on the Final Fixing Date of the worst performing Underlying. Therefore, the investor may suffer a partial or total loss. This negative performance is reduced by the guaranteed Coupons paid out during the lifetime of the product. The Coupon Payment occurs independently of the level of the Underlyings on the respective Coupon Observation Date.

The table above is valid at maturity only and is by no means meant as a price indication for these structured products throughout its lifetime. The price of these structured products depends on additional risk factors between the Initial Fixing Date and the Final Fixing Date. The price quoted on the secondary market can therefore deviate substantially from the above table. It was assumed, that Lindt & Sprüngli drc was the worst performing Underlying. This selection is just a representative example of the possible alternatives.

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 investment instruments, which entail considerable risks and, accordingly, are only suitable for investors who have the requisite knowledge and experience and understand thoroughly the risks connected with an investment in these structured products and are capable of bearing the economic risks. The loss potential of an investment in ZKB Autocallable BRC Last Look Defensive on worst of is in case of a Knock-in Event equal to the one of the Underlying with the worst Performance minus the coupon paid out. The price of the Underlying can trade at redemption considerably below the Initial Fixing Level. The ZKB Autocallable BRC Last Look Defensive on worst of is denominated in CHF. If the investor's reference currency differs from the CHF, the investor bears the risk between the CHF 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 structured products or all of them to a Swiss or foreign subsidiary, branch or holding company of the Zürcher Kantonalbank (the "New Issuer") to the extent that (i) the New Issuer assumes all of the obligations arising out of the assigned structured products which the previous Issuer owed in respect of these structured products, (ii) the Zürcher Kantonalbank enters into a keep-well agreement with the New Issuer with terms equivalent to the one between the Zürcher Kantonalbank and Zürcher Kantonalbank Finance (Guernsey) Limited, (iii) the New Issuer has received from the supervisory authorities of the country in which it is domiciled all necessary approvals for the issue of structured products and the assumption of the obligations under the assigned structured products.
Market Disruptions	Compare specific provisions in the base prospectus.
Prudential Supervision	As a bank within the meaning of the Swiss Federal Act on Banks and Savings Banks (BankG; SR 952.0) and a securities firm within the meaning of the Swiss Federal Act on Financial Institutions (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, Zurich, and Zürcher Kantonalbank Finance (Guernsey) Limited, Guernsey, assume responsibility for the content of these Final Terms and hereby declare that, to their knowledge, the information contained in these Final Terms is correct and no material circumstances have been omitted. Zurich, 12 December 2023, last update on 13 December 2023