

ZKB Basket Sustainable Japan

Reporting | CH Sec No. 25 347 217

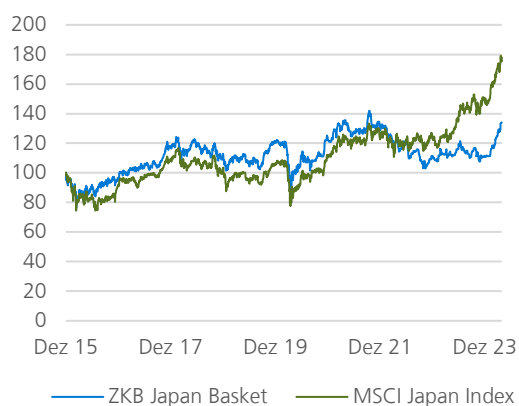
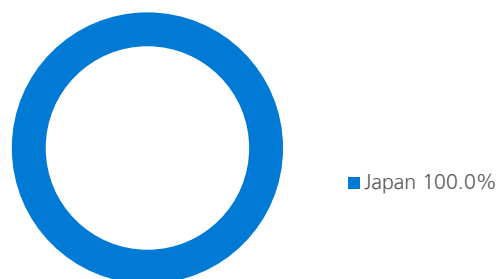
29.03.2024

This is a Structured Product. It 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.

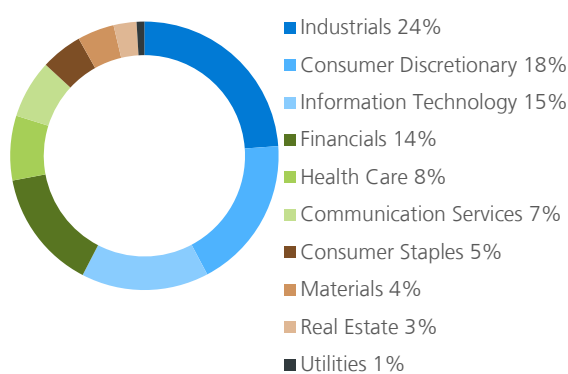
In brief

- Systematic selection of securities out of the sustainable investment universe of Zürcher Kantonalbank
- Investment in both sustainability industry leaders and smaller companies with innovative, sustainable products (innovators)

Distribution by region as of 29.03.2024



Distribution by portfolio category as of 29.03.2024



Performance figures ZKB Basket Sustainable Japan

Absolute	Annualized
1m	6.9%
3mths	20.6%
1y	18.5%
3y	-0.7%
5y	23.4%
since launch	34.1%

Year	Annual performance
2015	
2016	3.6%
2017	19.3%
2018	-13.0%
2019	16.8%
2020	3.8%
2021	5.8%
2022	-17.4%
2023	2.9%

Description

The certificate invests in securities of companies domiciled or doing business predominantly in Japan. Companies are selected on the basis of sustainability criteria and a quantitative model. For diversification purposes, normally between 60 and 90 positions are held.

Creating Added Value Through Sustainable Companies

Investing in sustainable companies not only promotes sustainable growth in Japan but also allocates funds to companies that can benefit more from long-term trends or are less affected by new regulations. Among the big players in an industry, these are the companies that distinguish themselves from their peers through a low environmental impact, social commitment and responsible corporate management. A commodities company, for example, can use more efficient manufacturing methods to counteract an increase in raw material prices and reduce costs. A food manufacturer can use healthy products to help fight obesity and at the same time benefit from the sharp rise in demand. And more sustainable banks, which focus on responsible corporate management, have proven to be more crisis-resistant. Smaller companies that develop new technologies e.g. for renewable energies, a more efficient use of resources or for public transport are benefiting from the respective trends.

A Combination of Sustainability, Value, Momentum and Quality

Based on the proprietary sustainable universe (sustainable approach), the tried and tested quantitative model of Zürcher Kantonalbank invests in stocks that best embody the three characteristics value, momentum and quality. The focus is on stocks with a low valuation (Value), an extraordinary profit and price performance (Momentum), low risk ratios as well as a healthy balance sheet and income statement (Quality). The certificate uses the MSCI Japan as its benchmark index.

Classification by sector

In addition to stocks from the MSCI Japan Index, the Sustainability Universe also consists of other sustainable companies from Japan that meet certain minimum requirements in terms of market capitalisation and trading volume. The starting point for stock selection is the classification of all Japanese stocks categorized as sustainable. This is done by sector.

Key data ZKB Basket Sustainable

Japan

CH Sec No.	25 347 217
Bloomberg Symbol	ZKJANA

Open End ZKB Tracker Certificates

CH Sec No.	ISIN	Symbol	Tranche
25 347 217	CH025347217	ZKJANA	Retail

Contact

Sales Structured Products
Zürcher Kantonalbank
P.O. Box, 8010 Zürich
Phone: +41 (0)44 293 66 65
E-Mail: derivate@zkb.ch

ZKB Basket Sustainable Japan Components as of 29.03.2024

Underlying	Currency	Portfolio category	Weight as of 29.03.2024
Advantest Corp	JPY	Information Technology	1.71%
Aisin Corp	JPY	Consumer Discretionary	2.60%
Asics Corp	JPY	Consumer Discretionary	0.46%
Astellas Pharma Inc	JPY	Health Care	2.10%
Bridgestone Corp	JPY	Consumer Discretionary	3.05%
Central Japan Railway Co	JPY	Industrials	0.52%
Dai-ichi Life Holdings Inc	JPY	Financials	1.08%
Daiichi Sankyo Co Ltd	JPY	Health Care	0.42%
Daiwa House Industry Co Ltd	JPY	Real Estate	0.30%
Dentsu Group Inc	JPY	Communication Services	0.60%
Dexerials Corp	JPY	Information Technology	1.35%
Ebara Corp	JPY	Industrials	0.40%
eRex Co Ltd	JPY	Utilities	0.93%
Exedy Corp	JPY	Consumer Discretionary	0.91%
FANUC Corp	JPY	Industrials	2.98%
Fast Retailing Co Ltd	JPY	Consumer Discretionary	0.90%
FUJIFILM Holdings Corp	JPY	Information Technology	3.18%
Fujikura Ltd	JPY	Industrials	3.24%
Fuyo General Lease Co Ltd	JPY	Financials	0.29%
Hitachi Construction Machinery	JPY	Industrials	1.61%
Hoya Corp	JPY	Health Care	2.79%
Isetan Mitsukoshi Holdings Ltd	JPY	Consumer Discretionary	1.23%
Kitz Corp	JPY	Industrials	0.30%
Kubota Corp	JPY	Industrials	1.61%
Kuraray Co Ltd	JPY	Materials	1.08%
Lawson Inc	JPY	Consumer Staples	1.82%
LY Corp	JPY	Communication Services	0.54%
Meidensha Corp	JPY	Industrials	2.53%
Mitsubishi UFJ Financial Group	JPY	Financials	0.43%
Mitsui Fudosan Co Ltd	JPY	Real Estate	0.75%
Miura Co Ltd	JPY	Industrials	0.40%
Mizuho Financial Group Inc	JPY	Financials	2.61%
NEC Corp	JPY	Information Technology	1.10%
NGK Insulators Ltd	JPY	Industrials	0.93%
Nintendo Co Ltd	JPY	Communication Services	2.70%
Nisshin Seifun Group Inc	JPY	Consumer Staples	0.21%
Nitto Denko Corp	JPY	Materials	1.29%
Nomura Holdings Inc	JPY	Financials	0.96%
Nomura Real Estate Holdings In	JPY	Real Estate	1.45%
NSK Ltd	JPY	Industrials	0.34%
NTN Corp	JPY	Industrials	0.81%
Odakyu Electric Railway Co Ltd	JPY	Industrials	0.24%
Okamura Corp	JPY	Industrials	0.39%
ORIX Corp	JPY	Financials	0.90%
Otsuka Holdings Co Ltd	JPY	Health Care	0.87%
Recruit Holdings Co Ltd	JPY	Industrials	2.27%
Renesas Electronics Corp	JPY	Information Technology	0.87%
Sanken Electric Co Ltd	JPY	Information Technology	0.42%
Sanwa Holdings Corp	JPY	Industrials	2.11%
Sato Holdings Corp	JPY	Industrials	0.27%
SCREEN Holdings Co Ltd	JPY	Information Technology	0.76%
Secom Co Ltd	JPY	Industrials	0.69%
Sekisui House Ltd	JPY	Consumer Discretionary	1.03%
Shin-Etsu Chemical Co Ltd	JPY	Materials	1.24%

Underlying	Currency	Portfolio category	Weight as of 29.03.2024
Shionogi & Co Ltd	JPY	Health Care	0.34%
SoftBank Corp	JPY	Communication Services	1.48%
SoftBank Group Corp	JPY	Communication Services	1.72%
Sompo Holdings Inc	JPY	Financials	3.13%
Sony Group Corp	JPY	Consumer Discretionary	1.65%
Sumitomo Bakelite Co Ltd	JPY	Materials	0.83%
Sumitomo Electric Industries L	JPY	Consumer Discretionary	0.48%
Sumitomo Mitsui Financial Grou	JPY	Financials	5.03%
Sumitomo Rubber Industries Ltd	JPY	Consumer Discretionary	1.65%
Takeda Pharmaceutical Co Ltd	JPY	Health Care	1.26%
Takuma Co Ltd	JPY	Industrials	0.21%
Tokyo Electron Ltd	JPY	Information Technology	5.30%
Tokyu Fudosan Holdings Corp	JPY	Real Estate	0.27%
Tomy Co Ltd	JPY	Consumer Discretionary	1.47%
TOPPAN Holdings Inc	JPY	Industrials	1.99%
Toyoda Gosei Co Ltd	JPY	Consumer Discretionary	2.33%
Trend Micro Inc/Japan	JPY	Information Technology	0.40%
Unicharm Corp	JPY	Consumer Staples	0.87%
Valor Holdings Co Ltd	JPY	Consumer Staples	2.11%
WingArc1st Inc	JPY	Information Technology	0.28%
Yokohama Rubber Co Ltd/The	JPY	Consumer Discretionary	0.65%

Disclaimer

This document is produced solely for information purposes. All information and data in this document comes from sources which Zürcher Kantonalbank considers to be reliable at the time the document was prepared. All calculations and statements were produced with the greatest care. However, no responsibility can be accepted for their correctness, accuracy, completeness and appropriateness – whether expressed or implied. This document does not constitute an offer to buy or sell any security; nor does it contain the basis for a contract or any other kind of obligation.

All investments, for example in bonds, equities, options and derivatives, involve risk. No investment decision with respect to any security should be taken on the basis of this document. Zürcher Kantonalbank shall not be responsible for any consequences, in particular losses, which arise or may arise as a result of the use of or failure to use the views and conclusions contained in this document. Past performance and investment prices are no guide to the future development of the investment. Zürcher Kantonalbank makes no warranty that the implied or specified performance will be achieved.

Sale or offering of structured products may be subject to country-specific selling restrictions, which must imperatively be followed. For the above-mentioned structured products and the present document the following restrictions apply: U.K., Guernsey, EEA-member states, USA and U.S. persons. In particular must this publication and the information contained within not be distributed and / or redistributed, used or relied upon, by any person (whether individual or entity) who may be a US person under Regulation S under the US Securities Act of 1933. US persons include any US resident; any corporation, company, partnership or other entity organized under any law of the United States; and other categories set out in Regulation S. 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.