

# ZKB Tracker Certificate on Global Reflation Basket

09.12.2021 - 09.06.2023 | Swiss Security Code 113 974 339

## Summary

This Summary is to be understood as an introduction to the present indicative Final Terms. Any investment decision in relation to the products must be based on the information contained in the base prospectus and in these indicative Final Terms in their entirety and not on the Summary. In particular, each investor should consider the risk factors contained in these indicative 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 indicative Final Terms and the base prospectus.

Information on the securities
<b>Type of product:</b> ZKB Tracker Certificate <b>SSPA Category:</b> Tracker Certificate (1300, acc. to the Swiss Derivative Map) <b>ISIN:</b> CH1139743392 <b>Symbol:</b> GREFCZ <b>Issuer:</b> Zürcher Kantonalbank <b>Underlying:</b> Global Reflation Basket <b>Initial Fixing Date:</b> 2 December 2021 <b>Settlement Date:</b> 9 December 2021 <b>Final Fixing Date:</b> 2 June 2023 <b>Redemption Date:</b> 9 June 2023 <b>Type of settlement:</b> cash
Information concerning the offer and admission to trading
<b>Place of the offer:</b> Switzerland <b>Subscription period:</b> 2 December 2021, 16:00h CET** <b>Notional Amount/Denomination/Trading Units:</b> CHF 10'000'000.00**/CHF 100.00**/1 structured product or multiples thereof <b>Issue price:</b> CHF 100.00** <b>Information on listing:</b> Application to list on the SIX Swiss Exchange will be filed, planned first trading day will be 9 December 2021

## Indicative Final Terms

\*\* The information contained is merely indicative. The Issuer/Calculation Agent will fix the legally binding parameters on the Initial Fixing Date. The subscriber/investor takes notice of the fact, that the final and legally binding conditions of the present structured product will not be fixed until Initial Fixing Date. Furthermore, in subscribing to the present structured product, the Investor agrees to the final conditions.

### 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

A change in the investment regime, from a more deflationary to an inflationary environment, is just manifesting itself in 2021. The outcome will ultimately depend on how the G7 central banks react if it turns out that they underestimated the inflationary pressures emanating from the pandemic and the subsequent strong economic recovery. After a prolonged period of low inflation, consumer price indices currently stand at 6% in the U.S. and around 4% in Europe (as of October 2021). While certain market participants are convinced that these rates will level off as the economic cycle normalizes, there are also signs that supply-side shortages in the economy (raw materials, labor, etc.) in particular could last longer. Our Global Reflation Basket aims to benefit from these inflationary pressures and focuses on companies with strong pricing power or stocks that tend to benefit from inflation. Equities are often relative winners in an inflationary environment compared to other asset classes, as the ability to adjust to inflation is usually present in quality companies. Food retailers as well as consumer stocks with strong brands may suffer from unexpected cost inflation in an initial phase, but can quickly adjust their prices. We also see potential in industrial and IT companies that have strong market positions due to high market shares and margin leadership, which lead to relatively high pricing power. Commodity stocks benefit from significantly increased demand for raw materials and price increases in an economic upswing. Financial stocks could also benefit from rising key interest rates due to increased inflation. Very selectively chosen utility stocks benefit in a deflation scenario from inflation-linked yields and cheaper buybacks of outstanding bonds due to rising interest rates.

**Issuer** Zürcher Kantonalbank, Zurich

**Lead Manager, Paying Agent, Exercise Agent and Calculation Agent** Zürcher Kantonalbank, Zurich

**Rating of the Issuer** Standard & Poor's AAA, Moody's Aaa, Fitch AAA

**Symbol/ Swiss Security Code/ISIN** GREFCZ/  
113 974 339/CH1139743392

**Notional Amount/Denomination/ Trading Units** CHF 10'000'000.00\*\*/CHF 100.00\*\*/1 structured product or multiples thereof

**Number of structured products** Up to 100'000\*\*, with the right to increase

**Issue Price** CHF 100.00/101.52%\*\* of Basket Value on the Initial Fixing Date

**Currency** CHF

Underlying	Component	ISIN / Bloomberg	Related Exchange	*Currency / Initial Fixing Value**	Weight in %**	No. of Shares**
	AAK AB	SE0011337708 / AAK SS	OMX Nordic Exchange Stockholm	SEK 206.33280	2.63	0.119308
	Accenture PLC	IE00B4BNMY34 / ACN UN	New York Stock Exchange	USD 316.66630	2.63	0.009043
	Adidas AG	DE000A1EWWW0 / ADS GY	Xetra	EUR 315.88970	2.63	0.007636
	Akamai Technologies Inc	US00971T1016 / AKAM UW	NASDAQ	USD 118.80110	2.63	0.024105
	Akzo Nobel NV	NL0013267909 / AKZA NA	Euronext Amsterdam	EUR 104.34770	2.63	0.023117
	Anglo American Plc	GB00B1XZS820 / AAL LN	London Stock Exchange	GBP 33.20564	2.63	0.065803
	Antofagasta PLC	GB0000456144 / ANTO LN	London Stock Exchange	GBP 15.23877	2.63	0.135365
	A.P. Moeller-Maersk A/S	DK0010244508 / MAERSKB DC	Nasdaq Copenhagen	DKK 17626.49900	2.63	0.001018
	Atkore Inc	US0476491081 / ATKR UN	New York Stock Exchange	USD 75.10880	2.63	0.038128
	Bunzl PLC	GB00B0744B38 / BNZL LN	London Stock Exchange	GBP 26.70178	2.63	0.077253
	Bureau Veritas SA	FR0006174348 / BVI FP	Euronext Paris	EUR 27.86270	2.63	0.086575
	Centrica PLC	GB00B033F229 / CNA LN	London Stock Exchange	GBP 0.46088	2.63	4.475799

Cognizant Tech Solutions Co	US1924461023 / CTSW UW	NASDAQ GS	USD 73.72880	2.63	0.038842
Deutsche Boerse AG	DE0005810055 / DB1 GY	Xetra	EUR 141.72930	2.63	0.017020
Deutsche Post AG	DE0005552004 / DPW GY	Xetra	EUR 57.36510	2.63	0.042050
East West Bancorp Inc	US27579R1041 / EWBC UW	NASDAQ GS	USD 71.51040	2.63	0.040047
Evertex Inc	PR30040P1032 / EVTC UN	New York Stock Exchange	USD 43.07650	2.63	0.066481
Intertek Group PLC	GB0031638363 / ITRK LN	London Stock Exchange	GBP 51.72254	2.63	0.039882
Kering SA	FR0000121485 / KER FP	Euronext Paris	EUR 772.81170	2.63	0.003121
KeyCorp	US4932671088 / KEY UN	New York Stock Exchange	USD 19.71530	2.63	0.145256
Koninklijke Ahold NV	NL0011794037 / AD NA	Euronext Amsterdam	EUR 26.18230	2.63	0.092131
Koninklijke KPN NV	NL0000009082 / KPN NA	Euronext Amsterdam	EUR 2.79300	2.63	0.863664
Linde PLC	IE00BZ12WP82 / LIN GY	Xetra	EUR 258.37970	2.63	0.009336
LVMH Moët Hennessy Louis Vuitton	FR0000121014 / MC FP	Euronext Paris	EUR 684.47980	2.63	0.003524
Michelin (CDGE)-B	FR0000121261 / ML FP	Euronext Paris	EUR 138.67660	2.63	0.017395
Microsoft Corp	US5949181045 / MSFT UW	NASDAQ GS	USD 285.17080	2.63	0.010042
The Mosaic Co	US61945C1036 / MOS UN	New York Stock Exchange	USD 30.26310	2.63	0.094629
NextEra Energy Inc	US65339F1012 / NEE UN	New York Stock Exchange	USD 78.76770	2.63	0.036357
Owens Corning Inc	US6907421019 / OC UN	New York Stock Exchange	USD 94.80960	2.63	0.030205
Procter & Gamble Co	US7427181091 / PG UN	New York Stock Exchange	USD 141.84440	2.63	0.020189
SGS Ltd	CH0002497458 / SGSN SE	SIX Swiss Exchange	CHF 2920.71990	2.63	0.000887
State Street Corp	US8574771031 / STT UN	New York Stock Exchange	USD 87.20570	2.63	0.032839
Thermo Fisher Scientific Inc	US8835561023 / TMO UN	New York Stock Exchange	USD 535.23210	2.63	0.005350
Unilever PLC	GB00B10RZP78 / UNA NA	Euronext Amsterdam	EUR 48.30950	2.63	0.049932
United Parcel Service Inc	US9113121068 / UPS UN	New York Stock Exchange	USD 192.19620	2.63	0.014900
VF Corp	US9182041080 / VFC UN	New York Stock Exchange	USD 81.81840	2.63	0.035001
Waste Management Inc	US94106L1098 / WM UN	New York Stock Exchange	USD 147.40650	2.63	0.019428
WestRock Co	US96145D1054 / WRK UN	New York Stock Exchange	USD 48.90060	2.63	0.058563

\* 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

CHF 98.50\*\* on Initial Fixing Date

#### Ratio

1 ZKB Tracker Certificate 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.

#### Subscription Period

Subscriptions for these structured products may be made **until 2 December 2021, 16:00 CET\*\***. The Issuer shall have the right to reduce the number of structured products issued or to withdraw them from the issue for any reason. Furthermore, the Issuer shall have the right to close the offer prematurely or to postpone the Subscription Period.

#### Initial Fixing Date

2 December 2021

<b>Settlement Date</b>	9 December 2021
<b>Last Trading Date</b>	2 June 2023
<b>Final Fixing Date</b>	2 June 2023 The Issuer has the right to expand the time period for the Final Fixing if required by current market conditions e.g. liquidity.
<b>Redemption Date</b>	9 June 2023
<b>Initial Fixing Level</b>	Closing prices of the components of the Underlying on Related Exchanges, on 2 December 2021 Local taxes, transactions fees and foreign commissions are included in the Initial Fixing Value of each component if applicable.
<b>Final Fixing Level</b>	Closing prices of the components of the Underlying on Related Exchanges, on 2 June 2023 Local taxes, transactions fees and foreign commissions are included in the Final Fixing Value of each component if applicable.
<b>Redemption Method</b>	On Redemption Date, investors receive for every certificate 100% of the Underlying. The net asset value is calculated using the following formula on each trading day t: $IV_t = IV_{t-1} + IV_{t-1} * \sum_{i=1}^n \left[ w_t^i * \left( \frac{BW_t^i - BW_{t-1}^i}{BW_{t-1}^i} * \frac{FX_t^i}{FX_{t-1}^i} + FXRoll_{t-1,t}^i \right) \right]$ <p>Fees</p> <p>Where:</p> <p><math>IV_t</math>                      Intrinsic value on trading day t (<math>IV_0 = CHF 98.50^{**}</math>)</p> <p><math>n</math>                            Number of Underlyings</p> <p><math>w_t^i</math>                        Weight in % of Underlying i at time t</p> <p><math>BW_t^i</math>                      Price of Underlying i at time t</p> <p><math>FX_t^i</math>                       Price of the currency of Underlying i at time t</p> <p><math>FXRoll_{t-1,t}^i</math>            Net interest income / interest expense in % of FX Rolls between time t-1 and t in the currency of underlying component i</p> <p>If capital events that were unknown at the time of issue take place during the life of the ZKB Tracker Certificate, they shall be taken into account by adjusting the weighting of the affected Component of the Underlying accordingly.</p>
<b>Listing/Secondary market</b>	Application to list on the SIX Swiss Exchange will be filed, planned first trading day will be 9 December 2021.
<b>Annual Fee</b>	0.25% 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.
<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. Distribution fees paid to distribution partners may amount up to 0.5000% p.a.
<b>Sales: 044 293 66 65</b>	SIX Telekurs: .zkb Internet:        www.zkb.ch/finanzinformationen Reuters:        ZKBSTRUCT Bloomberg:    ZKBY <go>
<b>Key Elements of the product</b>	In terms of value, buying a ZKB Tracker Certificate 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 Final Fixing Date.

## Taxes

For private investors with Swiss tax domicile, the reinvested dividends are subject to Swiss income tax at maturity. 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 indicative Final Terms (vorläufige Endgültige Bedingungen) published in German and constituting the indicative 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 indicative 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 indicative Final Terms, the terms used in these indicative 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 indicative Final Terms and those in the Base prospectus or the Relevant Conditions, the information and provisions in these indicative 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 indicative 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 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\*\*

Basket		Redemption	
Value	Percent	ZKB Tracker Certificate	Performance %
CHF 39.40	-60.00%	CHF 39.3	-60.7%
CHF 59.10	-40.00%	CHF 58.95	-41.05%
CHF 78.80	-20.00%	CHF 78.6	-21.4%
CHF 100.00	+1.52%	CHF 99.75	-0.25%
CHF 118.20	+20.00%	CHF 117.9	17.9%
CHF 137.90	+40.00%	CHF 137.56	37.56%
CHF 157.60	+60.00%	CHF 157.21	57.21%

Source: Zürcher Kantonalbank

The performance of the ZKB Tracker Certificate is analog to the performance of the Underlying less any Fees. Therefore, the investor may suffer a partial or total loss.

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. For presentation purposes it is assumed, that the currency of the Underlying remains constant during the lifetime of the present structured product.

## 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 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 could fall below the Issue Price. The risk profile of the ZKB Tracker Certificate corresponds to that of the Underlying. The ZKB Tracker Certificate 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.

### 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 (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.

**Responsibility for the indicative Final Terms**

Zürcher Kantonalbank, Zurich, assumes responsibility for the content of these indicative Final Terms and hereby declares that, to its knowledge, the information contained in these indicative Final Terms is correct and no material circumstances have been omitted.

Zurich, 23 November 2021