

ZKB Basket Sustainable USA

Reporting | CH Sec No. 39 941 564

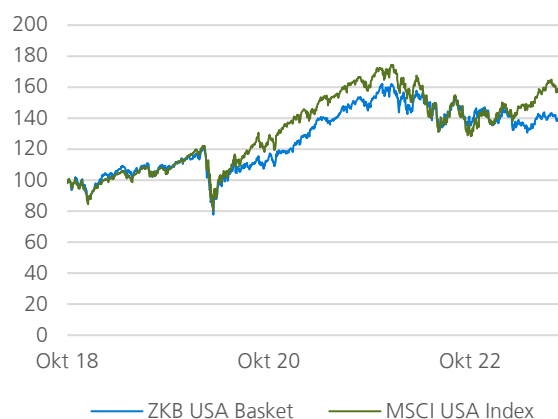
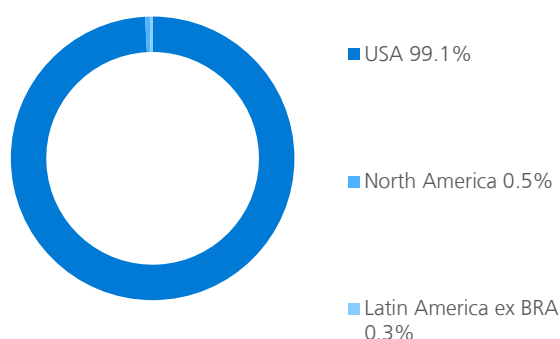
31.08.2023

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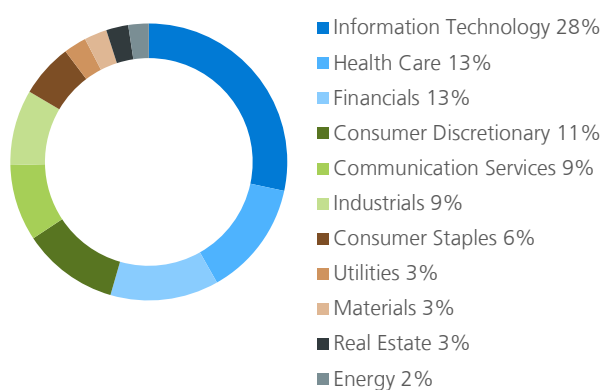
In brief

- 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 31.08.2023



Distribution by portfolio category as of 31.08.2023



Performance figures ZKB Basket Sustainable USA

Absolute	Annualized	
1m	0.5%	
3mths	6.0%	
1y	-0.9%	
3y	27.6%	9.2%
5y	n/a	n/a
since launch	44.1%	9.0%

Annual performance	
2015	
2016	
2017	
2018	
2019	27.3%
2020	5.6%
2021	35.0%
2022	-16.1%
2023 YTD	6.3%

Description

The certificate invests in securities of companies domiciled or doing business predominantly in the USA. 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 the USA 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 USA as its benchmark index.

Classification by sector

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

Key data ZKB Basket Sustainable

USA

CH Sec No.	39 941 564
Bloomberg Symbol	USSUSZ

Open End ZKB Tracker Certificates

CH Sec No.	ISIN	Symbol	Tranche
39 941 564	CH0399415642	USSUSZ	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 USA Components as of 31.08.2023

Underlying	Currency	Portfolio category	Weight as of 31.08.2023
3M Co	USD	Industrials	2.55%
AbbVie Inc	USD	Health Care	1.75%
Adobe Inc	USD	Information Technology	2.56%
Alphabet Inc	USD	Communication Services	0.90%
Alphabet Inc	USD	Communication Services	2.21%
Amazon.com Inc	USD	Consumer Discretionary	1.79%
ANSYS Inc	USD	Information Technology	0.56%
Apple Inc	USD	Information Technology	7.48%
Atkore Inc	USD	Industrials	0.65%
Axcelis Technologies Inc	USD	Information Technology	0.42%
Bank of America Corp	USD	Financials	0.85%
Bank of New York Mellon Corp/T	USD	Financials	2.22%
Biogen Inc	USD	Health Care	1.63%
Booking Holdings Inc	USD	Consumer Discretionary	2.52%
BorgWarner Inc	USD	Consumer Discretionary	0.50%
Bristol-Myers Squibb Co	USD	Health Care	0.95%
Brixmor Property Group Inc	USD	Real Estate	0.81%
Cardinal Health Inc	USD	Health Care	0.26%
Cisco Systems Inc	USD	Information Technology	1.92%
CNO Financial Group Inc	USD	Financials	0.34%
Comcast Corp	USD	Communication Services	1.84%
Dow Inc	USD	Materials	1.90%
Dropbox Inc	USD	Information Technology	2.56%
eBay Inc	USD	Consumer Discretionary	2.50%
Electronic Arts Inc	USD	Communication Services	0.72%
Elevance Health Inc	USD	Health Care	0.73%
Eli Lilly & Co	USD	Health Care	3.37%
Enviva Inc	USD	Energy	2.38%
Equinix Inc	USD	Real Estate	0.81%
Essent Group Ltd	USD	Financials	0.22%
Eventbrite Inc	USD	Communication Services	0.31%
Everest Group Ltd	USD	Financials	0.54%
Eversource Energy	USD	Utilities	2.10%
Frontdoor Inc	USD	Consumer Discretionary	0.42%
Gentex Corp	USD	Consumer Discretionary	0.54%
Genuine Parts Co	USD	Consumer Discretionary	0.67%
Gilead Sciences Inc	USD	Health Care	1.25%
GMS Inc	USD	Industrials	0.42%
Grand Canyon Education Inc	USD	Consumer Discretionary	0.42%
International Business Machine	USD	Information Technology	1.05%
ITT Inc	USD	Industrials	0.71%
JPMorgan Chase & Co	USD	Financials	2.02%
Kimberly-Clark Corp	USD	Consumer Staples	0.68%
Kimco Realty Corp	USD	Real Estate	0.75%
Linde PLC	USD	Materials	0.75%
Medpace Holdings Inc	USD	Health Care	0.43%
MercadoLibre Inc	USD	Consumer Discretionary	0.31%
Merck & Co Inc	USD	Health Care	2.02%
Meta Platforms Inc	USD	Communication Services	2.98%
MGIC Investment Corp	USD	Financials	0.45%
Microsoft Corp	USD	Information Technology	5.38%
NVIDIA Corp	USD	Information Technology	0.76%
ON Semiconductor Corp	USD	Information Technology	0.64%
Ormat Technologies Inc	USD	Utilities	0.57%

Underlying	Currency	Portfolio category	Weight as of 31.08.2023
Owens Corning	USD	Industrials	0.30%
Pfizer Inc	USD	Health Care	0.51%
Primerica Inc	USD	Financials	0.95%
Procter & Gamble Co/The	USD	Consumer Staples	3.48%
QUALCOMM Inc	USD	Information Technology	0.38%
Rambus Inc	USD	Information Technology	0.91%
Ryman Hospitality Properties I	USD	Real Estate	0.22%
Salesforce Inc	USD	Information Technology	0.39%
Selective Insurance Group Inc	USD	Financials	1.00%
ServiceNow Inc	USD	Information Technology	0.73%
Synopsys Inc	USD	Information Technology	2.62%
Taylor Morrison Home Corp	USD	Consumer Discretionary	0.35%
TopBuild Corp	USD	Consumer Discretionary	1.21%
United Rentals Inc	USD	Industrials	2.56%
USANA Health Sciences Inc	USD	Consumer Staples	2.09%
Verisk Analytics Inc	USD	Industrials	1.42%
Vertex Pharmaceuticals Inc	USD	Health Care	0.54%
Victory Capital Holdings Inc	USD	Financials	0.87%
Visa Inc	USD	Financials	1.99%
Voya Financial Inc	USD	Financials	1.22%
Watts Water Technologies Inc	USD	Industrials	0.22%

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