

# ZKB Tracker Certificate Dynamic on Sustainable Technology Basket – 30 June 23

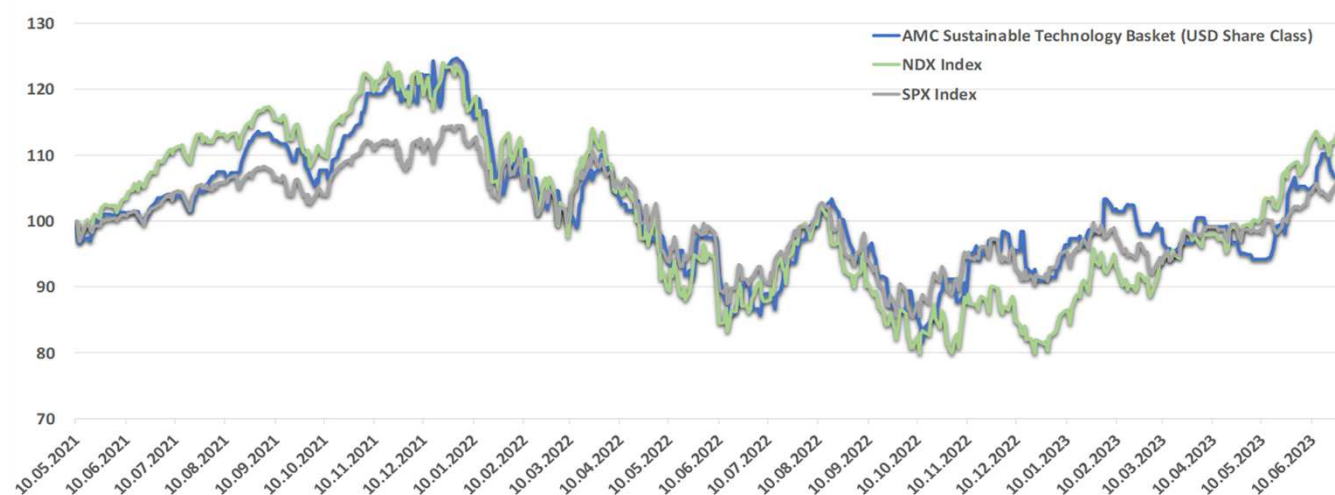


## Master Data

Investment Type	ZKB Tracker Certificate Dynamic	
Issuer	ZKB - Zürcher Kantonalbank (AAA /Aaa /AAA)	
Initial Fixing Date	3 May 2021	
Settlement Date	10 May 2021	
Final Fixing Date/Redemption Date/Maturity	Open-End	
Asset Manger:	Colombo Wealth SA	
ISINs		
	CHF Share Class	CH1105857846
	EUR Share Class	CH1105857853
	USD Share Class	CH1105857861
Symbol:		
	CHF Share Class	CWSTCZ
	EUR Share Class	CWSTEZ
	USD Share Class	CWSTUZ
Currency:	CHF/EUR/USD	
Issue Price:	100	
TER:	1.25% p.a.	
Management Fees:	0.9% p.a.	

## Performance and Risk Ratio (USD share class; data as of 30/06/2023)

	YTD Performance	Since Inception Performance	1 Year Volatility	Sharpe Ratio
Sustainable Tech Basket Certificate (USD)	19.92%	9.64%	19.62%	1.06
Nasdaq Index (USD)	38.75%	13.62%	26.01%	1.07
S&P500 (USD)	15.91%	6.25%	19.68%	0.68



### Legal information:

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## Investment Philosophy and Profile

The composition of the Underlying of this Structured Product is managed dynamically and discretionary over the course of its term.

The Investment Manager selects stocks with a focus on companies in the technology sector.

The sustainable tech basket consists of 25 equally weighted information and communications technology stocks of the S&P 500 universe. The stock selection is based on an ESG screening by our partner with a special focus on the Governance part. Moreover, it is essential that all three aspects, Environment, Social and Governance, should be addressed in an integrated fashion. The Investment Manager can hold a cash position. The Investment Manager continuously ensures that the cash quota does not exceed 50% of the certificate value at any time.

## Monthly Comment

June 2023 was characterized by persistent uncertainty in US markets, leading to significant dispersion in stock and sector returns. Concerns about inflation and the Federal Reserve's future rate trajectory did not prevent US equities from continuing to post gains. The relatively strong earnings of US companies shown during the past months and the resilience of mega-caps to these uncertainties contributed to a strong month of June. In this month, all sectors were up, and we witnessed a resurgence of sectors that had lagged behind technology sectors this year, particularly consumer discretionary, industrials, and materials.

This strong performance of the overall tech sector is explained by a combination of multiple factors including the political environment, good earnings, market anticipation of interest rates and an AI rally market. A long-term US government policy to support the semiconductor industry in the US and a market anticipation in term of interest contributed to the good performance of these "growth" companies. Adding an AI theme in their overall business model has boosted earnings for these tech companies in Q2.

The stocks, that strongly contributed to the performance of the certificate this month were Hewlett Packard Enterprise Co (up by 17.3%), Adobe (up by 24.3%), and Netapp. (up by 15.1%). To the opposite, the three bottom performers have been Synopsis (down by 8.8%), Micron Technology (down by 7.5%), and Epam Systems (down by 12.4%). Overall, that shows the important dispersion observed in returns in the month of June. In this framework, the NASDAQ TR Index was up by 1.98% and the Colombo Tech certificates was up by 9.03%.