

# ZKB Tracker Certificate Dynamic on Sustainable Technology Basket – 30 September 2023



## 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.	

## 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

August was marked by the end of earnings season with 79% of S&P500 listed companies exceeding EPS expectations. Nvidia, a component of the certificate, reported Q2 numbers above the consensus. Revenues hit \$13.51 billion up 88% from Q1 and 101% from a year ago. Net income jumped to \$2.48 a share vs. 26 ct, a year later.

From a macro perspective, the US economy is pointing in the right direction in the Fed's mind and markets expect that the Fed will start to cut rates in March 2024. Meanwhile, Europe is still having an inflation issue and they seem more vulnerable to higher interests rates.

In the last jobs report, the US unemployment rate unexpectedly bounced to 3.8% from 3.5%. The Fed is likely to skip the hike in September, keeping a hawkish tone, as the economy is resilient.

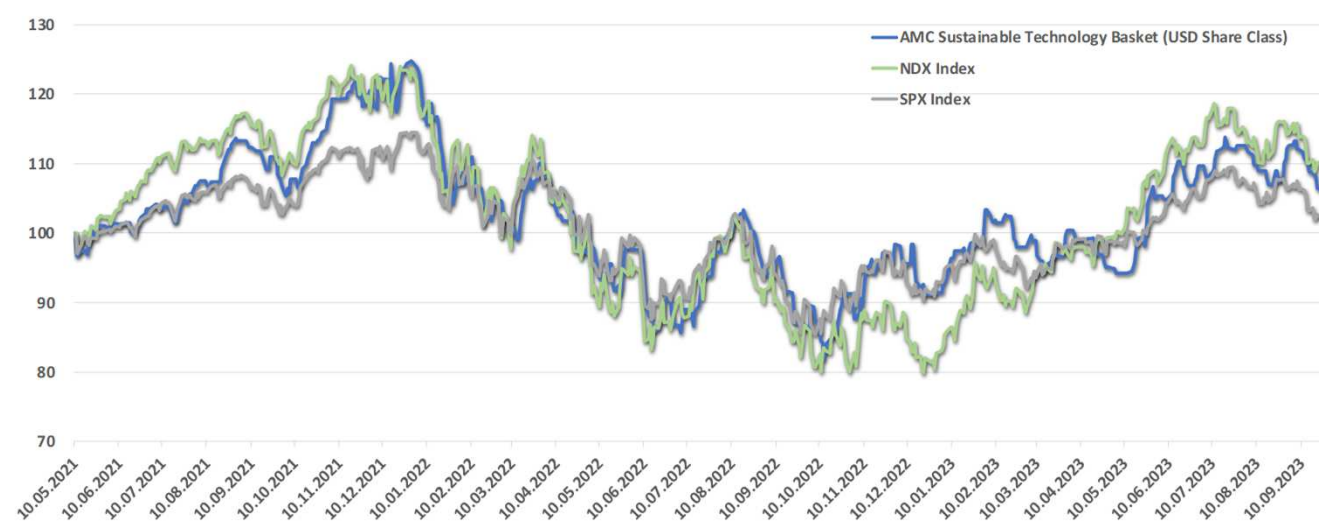
The S&P 500 index had a slight correction in August with -1.59% MTD and 18.73% YTD. 10 out of 11 sectors were down in August except the energy sector (+1.81% MTD) due to higher oil price.

The stocks that strongly contributed to the performance of the certificate were Arista Networks (up by 25.88%), CDW (up by 13.20%) and Seagate Technology (up by 11.48%). To the opposite, the three bottom performers have been Fortinet (down by 22.53%), Keysight Technologies (down by 17.25%), Zebra Technologies (down by 10.70%). The NASDAQ Composite Total Return Index TR was down by 2.05% and the Colombo Tech certificates was more resilient with -0.39%.

ITD (7.5.2021): Certificate 11.51%; Nasdaq TR 3.96%  
YTD: Certificate 22.64%; Nasdaq TR 34.88%

## Performance and Risk Ratio (USD share class; data as of 30/09/2023)

	YTD Performance	Since Inception Performance	1 Year Volatility	Sharpe Ratio
Sustainable Tech Basket Certificate	15.60%	5.69%	18.29%	0.98
Nasdaq Index (USD)	34.51%	10.15%	23.49%	1.15
S&P500 (USD)	11.68%	2.38%	17.56%	0.73



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