

ZKB Tracker Certificate Dynamic on Sustainable Technology Basket – 30 November 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

November 2023 marked one of the biggest monthly gains in decades for the S&P 500 index. This month's rally erased the losses of September and October (-7.4%), with the S&P 500 Total Return Index gaining 9.13% and bringing year-to-date returns to 20.80%. Within the index, the IT sector was the best performer, with an impressive 12.73% rise and a year-to-date return of 50.68%.

The annual inflation rate fell to 3.2% on October 14, 2023, with forecasts for November suggesting a further deceleration to 3.1%. This is a significant drop on the 3.7% observed in the previous months (September and October). Lower inflation, combined with a modest reduction in the employment rate, a stabilization of the consumer price index (CPI) and a solid economy, could indicate the start of a "soft landing". Markets have already adjusted 10-year US Treasury bond prices in anticipation of a possible Federal Reserve interest rate cut in 2024. The yield on US 10-year bonds peaked at 5.02% in October and fell back in November amid a strong recovery in fixed-income securities, ending the month at 4.34% in November.

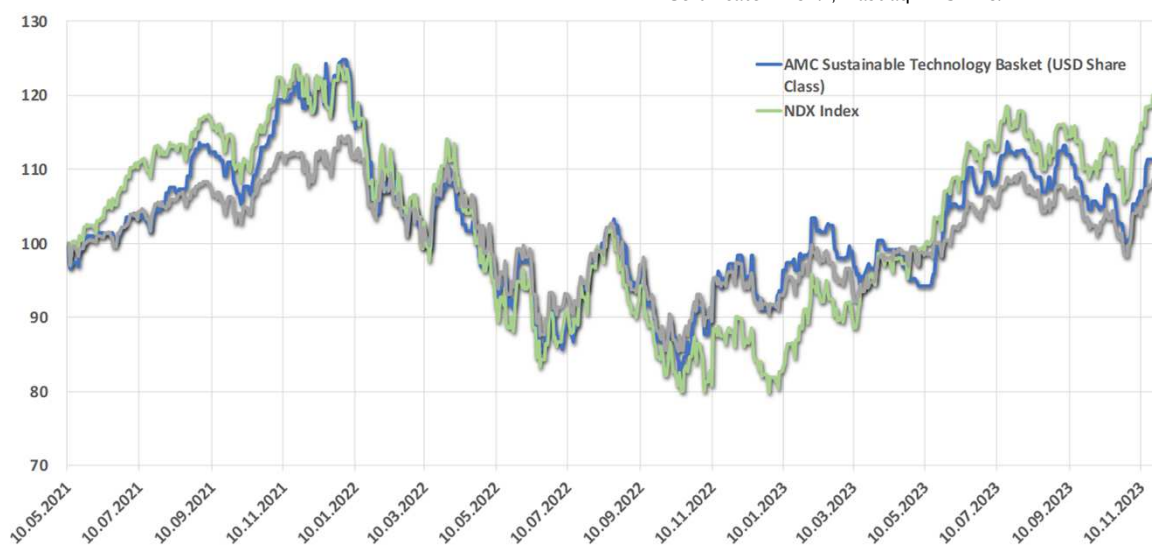
The IT sector, known for its R&D investments, is set to benefit from an anticipated fall in interest rates. There is a strong need for investment in innovation, as well as in improving existing products. Lower borrowing costs will make it easier for companies in the sector to access capital, which could boost profitability and increase share value.

The top 3 contributors to the performance of the certificate are Fair Isaac (+28.58%), Netapp (+25.57%) and Monolithic Power System (+24.22%). To the opposite, the three worst performers have been Trimble (-1.55%), Cisco System (-7.19%), Fortinet (-8.06%).

November 2023: Certificate 11.53%; Nasdaq TR 11.06%
ITD (7.5.2021): Certificate 11.68%; Nasdaq TR 5.81%
YTD: Certificate 22.84%; Nasdaq TR 37.28%

Performance and Risk Ratio (USD share class; data as of 30/11/2023)

	YTD Performance	Since Inception Performance	1 Year Volatility	Sharpe Ratio
Sustainable Tech Basket Certificate ¹	22.84%	12.30%	13.15%	1.35
Nasdaq Index (USD)	45.78%	19.38%	16.11%	2.52
S&P500 (USD)	18.97%	9.06%	11.65%	1.19



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