

ZKB Tracker Certificate Dynamic on Sustainable Technology Basket – 31 Aug. 2024



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 Manager:	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 31/08/2024)

	YtD Performance	Since Inception Performance	1 Year Volatility	Sharpe Ratio
Sustainable Tech Basket Certificate	19.96%	43.41%	12.87%	1.13
Nasdaq Index (USD)	16.34%	46.53%	14.68%	0.75
S&P500 (USD)	18.42%	34.86%	10.47%	1.25

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

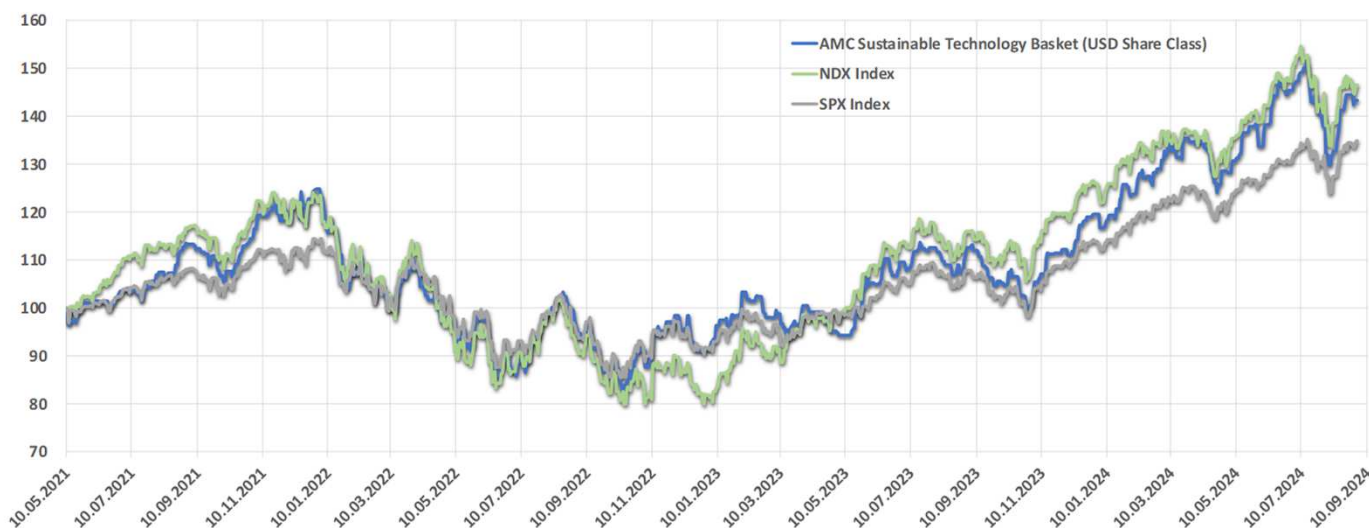
August has been a very volatile month. The month started with the announcement of disappointing US macroeconomic data, followed by a sharp fall in equity market triggered by fears of recession. However, the market still ended up delivering gains in August, with the S&P 500 TRI being up 2.43% and the Nasdaq Composite TR up 0.74%, as the likelihood of a soft landing increased. The consumer staples' S&P 500 sector, up 5.9%, was the best contributor to the index performance, while the IT sector was up by 1.3% and the Consumer Discretionary and Energy sectors were the worst performers, respectively down -1% and -1.7%.

In the first week of August, following the US economic data announcement, the VIX reached a level of 38.6, an all time high since COVID in 2020. This peak was largely due to the non-farm payroll that fell below expectations, which made investors think that the Fed might miss its soft landing. Additionally, the unemployment rate increased to 4.3%, triggering the Sahm Rule, a recession-predicting measure that indicates a recession when the current 3-month unemployment rate average is 0.5% or more higher than its lowest point during the previous 12 months. The announcement of the Fed, that it would likely cut rates in September helped the market to recovery and investors are now pricing a rate cut between 25 and 50 bps.

The stocks that contributed significantly to the performance of the certificate were Fortinet (up by 32.17%), Palo Alto Networks (up by 11.70%), and Keysight Technologies (up by 10.42%). In contrast, the three worst performers were Synopsys (down by 6.94%), Lam Research (down by 10.88%), and Micron Technology (down by 12.37%). The NASDAQ Composite Total Return Index TR was up by 0.74%, and the Colombo Tech certificates up by 2.54%.

ITD (7.5.2021): Certificate 42.62%; Nasdaq TR 32.18%

YTD: Certificate 19.96%; Nasdaq TR 18.57%



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