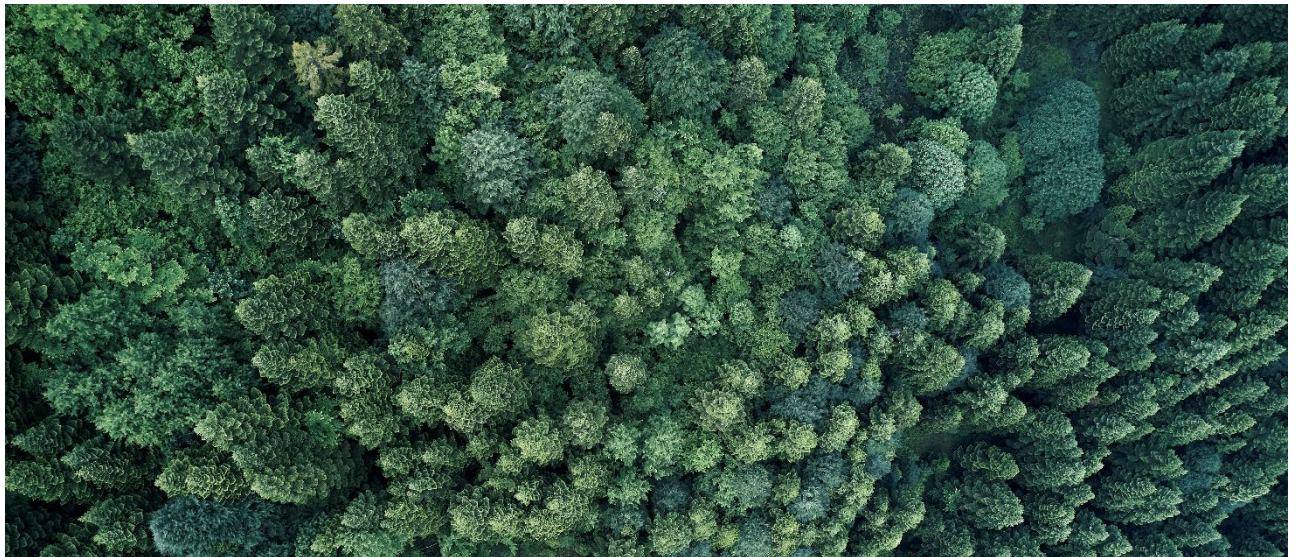


Vontobel Climate Impact Index: Investing for a better world

In cooperation with Yova AG, we are offering investors an opportunity to engage in impact investing that supports companies whose goal is to solve social and ecological problems. Despite persistent misconceptions, this does not mean that investors have to expect lower yields.



Impact investing: Solving problems while earning money?

Impact investing is about social and ecological profit as well as financial profit. These goals are the result of important agreements achieved through many years of work on the part of global organizations such as the UN, OECD, and G20. In 2015, 17 goals were formulated for sustainable development (UN Sustainable Development Goals) when the "UN Agenda 2030" was set. These goals include ending all forms of poverty, increasing educational opportunities, creating gender equality, providing better water supplies and hygiene, combating climate change and protecting the environment. The goals are organized into impact categories/topic areas in order to help investors determine whether the companies or industries they are interested in are suitable for impact investing.

Sustainable investing to make our world a better place

Sustainability is becoming an increasingly important topic for investors. A recognizable growth trend has begun to emerge. In 2018, the London-based asset manager Schroders did a study¹ on the subject of sustainable investing that included a survey of 22,000 investors in 30 countries. 64% of respondents said they had increased the proportion of sustainable in-

vestments in their portfolios over the past five years. Sustainable investing is particularly important for younger investors such as millennials. A quick overview of the Norwegian sovereign wealth fund shows the importance of sustainable investment: Assets under management amount to approximately EUR 877 billion. The fund has holdings in over 9,000 companies in over 70 countries. Given its sheer size, it can exercise political influence and affect company decisions. For this reason, the fund's operators have decided to use sustainability criteria in their investment decisions. The investment guidelines are based on international standards such as the UN Global Compact initiative. The UNO together with various major corporations created this initiative in order to make globalization more socially and ecologically positive. Impact investing goes one step further.

Criteria for inclusion in the index

A company must meet strict financial criteria in order to be included in the index. In addition, a company must cover 12 defined "handprint topic areas" that contribute to improving the world, particularly in the following fields: renewable energies, energy conservation, recycling, future-oriented transportation, and sustainable forest management. However, it is not only

¹ Source: https://www.schroders.com/en/sysglobalassets/digital/insights/2018/pdf/global-investor-study/sustainability/global_investor_study_2018_sustainable_investment_report_final.pdf

the handprint that counts but the footprint as well. The selection criteria for the index include "footprint topic areas." Although these are given less weight than the handprint topic areas, they channel investments into certain significant impact areas. The four footprint areas are as follows: CO2 footprint, gender equality, fair wages, and human rights – with a particular emphasis on CO2 emissions.

companies in Switzerland, the USA, Sweden, Spain, Denmark, Israel, the UK, Austria, Italy, Germany, Ireland, Finland, Norway, and Belgium. All changes and disclosures that affect the index are published on the information page www.indices.vontobel.com.

The index includes 30-35 index components

The index currency is CHF and the index is designed to include securities that cover the five main handprint topic areas in eight different sectors ranging from industry to energy and IT. The index components may be changed in accordance with the index policies, and adjustment is conducted semi-annually, at a minimum. The index universe includes equities of

PRODUCT KEY FIGURES*

SSPA product type	Tracker Certificate (1300)
underlying value	Vontobel Climate Impact Index (index currency: CHF)
establishment date / valuation date	November 11, 2019 / November 15, 2019
maturity	open end
management fee	1.20% p.a.
issuer	Vontobel Financial Products Ltd., DIFC Dubai (not subject to any supervision and has no rating)
guarantor	Vontobel Holding AG, Zurich (Moody's A3)

CURRENCY	CHF	USD	EUR
ISIN / symbol	CH0498335030 / ISTETV	CH0498335568 / ISTEVV	CH0498335535 / ISTEUV
issue price	CHF 101.50 (CHF 1.50 issue fee included)	USD 101.50 (USD 1.50 issue fee included)	EUR 101.50 (EUR 1.50 issue fee included)
spot reference price (index level)	CHF 100.00	CHF 100.00	CHF 100.00

*All information is indicative and may be adjusted. Only the term sheets published on www.derinet.com, together with the associated notifications and amendments, are legally binding.

Disclaimer

This publication is for information purposes only and does not constitute an investment recommendation or investment advice and does not replace the qualified advisory consultation required prior to any purchase decision, in particular with regard to all associated risks. This publication does not constitute a listing advertisement or issue prospectus in accordance with Articles 652a and 1156 of the Swiss Code of Obligations (CO) and no simplified prospectus in accordance with Article 5 of the Swiss Federal Act on Collective Investment Schemes (CISA). It is not to be considered as an offer, an invitation to place an offer, nor a recommendation to acquire financial products. The legally relevant product documentation (listing brochure) consists of the definitive term sheet with the final terms and the issue program registered at the SIX Swiss Exchange. These as well as the brochure "Special Risks in Securities Trading" can be obtained free of charge at www.derinet.com or from Bank Vontobel AG, Financial Products, Bleicherweg 21, CH-8022, Zurich, Switzerland (tel. +41 58 283 78 88). This publication was compiled by the Financial Products & Distribution organizational unit of our institute and is not the result of a financial analysis. Accordingly, the "Directives on the Independence of Financial Analysis" issued by the Swiss Banking Association do not apply to this publication. Content in this publication originating from other Vontobel organizational units or third parties is referenced as such, along with its source. Performance achieved in the past may not be interpreted as an indication or guarantee of future performance. Structured products are not considered collective investments according to the Swiss Federal Act on Collective Investment Schemes (CISA) and are thus not subject to the approval and supervision of the Swiss Financial Market Supervisory Authority (FINMA). The recoverability of structured products may depend not only on the development of the underlying asset but also on the creditworthiness of the issuer. Investors are exposed to the default risk of the issuer/guarantor. This publication and the financial products that it depicts are not intended for individuals subject to a place of jurisdiction that limits or prohibits the distribution of financial products or the distribution of this publication or the information that it contains. All information is subject to change. October 2019.

© Bank Vontobel AG. All rights reserved
investerest
Vontobel, Investment Banking
Bleicherweg 21
8022 Zurich, Switzerland
T +41 58 283 78 88, info@vontobel.com

investerest.com