

AMC Tracker Certificate

Underlying asset: Climate Impact

Maturity: Open-ended

This product is not a collective investment within the meaning of the Swiss Federal Investment Fund Act and is not subject to the authorization or supervision of the Swiss Financial Market Supervisory Authority (FINMA). Investors are also exposed to issuer risk. This Certificate is actively managed on a discretionary basis and has a dynamic structure.

1. PRODUCT DESCRIPTION

Certificate details

Sec. No. / ISIN / Symbol	56 695 955 / CH0566959554 / No listing planned
Issuer and Lead Manager	Banque Cantonale Vaudoise, Lausanne, Switzerland (S&P AA/stable)
Prudential supervision	BCV, Lausanne, Switzerland, is subject to prudential supervision by the Swiss Financial Market Supervisory Authority (FINMA).
Paying agent	Banque Cantonale Vaudoise, Lausanne
Basket calculation agent	Banque Cantonale Vaudoise, Lausanne
Investment Manager	Banque Cantonale Vaudoise, Lausanne, through its Asset Management Department
Underlying asset(s)	Basket of "climate impact" stocks
Investment style	Discretionary and dynamic
Conversion ratio	1 Certificate = 1 basket
Issue volume	100 000 (with an increase and reopening clause)
Minimum investment	1 Certificate
Base currency	CHF
Issue price	CHF 100.00
Reference price	CHF 99.80
Distribution fees	No distribution fees
Initial valuation date	10 September 2020
Payment date	17 September 2020
Effective termination date/Final valuation date	Open-ended
Redemption date	The sixth working day following the termination date set by either the investor or the Issuer (barring extraordinary or urgent market situations).
Product description	<p>This Certificate, denominated in CHF, will be composed of at least five underlying stocks as well as a CHF cash component (see description below). Currency swaps may be used to hedge against exchange-rate risk during the Certificate's lifetime. Any such swaps would be reset every three months.</p> <p>Stocks will be selected based on the Investment Manager's investment strategy.</p> <p>The Certificate is open-ended, which means that the maturity date is not set at issue. The Certificate will mature on the "effective termination date," which is the date on which either the Issuer or the investor exercises his/her termination rights, following the notice periods set out herein.</p>
Description of the cash component	<p>The cash component forms an integral part of the Certificate's underlying basket.</p> <p>The cash component does not earn interest, but it could generate negative interest.</p> <p>Holdings in the cash component will be denominated in the following currency: CHF</p>
SSPA category	Investment Product – Tracker Certificate (1300), according to the Swiss Derivative Map available at www.svsp-verband.ch .

Management fee	1.00% per year, to be deducted on a prorata basis from the CHF-denominated cash component. If the amount available in the CHF-denominated cash component is insufficient to cover the management fee, weightings will be adjusted in order to cover the fee. Adjusting the weighting of a stock, either up or down, counts as a rebalancing.
Transaction costs at rebalancing	No fees will be charged for rebalancings.
Stock-exchange fees and duties	When the underlying stocks are traded on an exchange that levies fees and taxes, these fees and taxes will be factored into the execution prices and will thereby affect the Certificate's performance. These fees and taxes could include a federal stamp duty or financial transaction tax.
Transparency on fees on underlying assets	Some of the securities in the basket of underlying assets may be subject to fees, such as sales and marketing commissions on funds or structured products that are included in the basket. These fees are detailed in the prospectus, simplified prospectus, KIID, and/or fund agreement for the security in question.
Commissions on underlying assets	Any retrocessions that the Investment Manager receives from the issuers or distributors of investment funds, structured products, or other investments will be reinvested in the Certificate (after converting into CHF) and held in the cash component.
Roles and responsibilities	<p>The Investment Manager will select the stocks for the basket, as well as the weighting of the stocks and the cash component, in accordance with the investment universe and rules (see below).</p> <p>The Certificate's performance will therefore depend on the quality of the Investment Manager's investment decisions. The Investment Manager takes full responsibility for the composition of the basket and its impact on the Certificate's performance.</p> <p>The Issuer will execute the buy and sell orders necessary to issue or rebalance the Certificate on a best effort basis.</p>
Investment universe	<p>The Certificate will invest in listed companies and ETFs. The companies and ETFs must be listed on the SIX Swiss Exchange or a stock exchange outside Switzerland with regulations equivalent to those of the SIX Swiss Exchange.</p> <p>In general, the underlying strategy invests directly in climate change mitigation. Companies involved in solar or wind energy make up 25% of the portfolio through two broadly diversified ETFs invested in companies all along the solar- and wind-power value chains. The remaining 75% of the portfolio consists of shares in 25 companies whose businesses are closely related to the fight against climate change. The basket includes companies active in transport and electricity storage solutions, smart grids, and energy efficiency (construction, manufacturing, and IT). The base currency is the Swiss franc, and the main currencies are hedged. The companies selected for the basket contribute to meeting various UN Sustainable Development Goals: Climate Action (Goal 13), Affordable & Clean Energy (Goal 7), Industry, Innovation & Infrastructure (Goal 9), and Sustainable Cities & Communities (Goal 11). They also have an excellent ESG rating from a recognized financial rating agency.</p> <p>Investors can obtain information about the investment strategy free of charge from the Investment Manager.</p>

Management rules

1. The Investment Manager may rebalance the basket up to 12 times per year.
2. The basket will contain at least five stocks but no more than 50.
3. The stocks in the basket must be denominated in one of the following currencies: CHF, USD, EUR, GBP, AUD, NZD, CAD, SEK, NOK, DKK, JPY, HKD, SGD, KRW, HUF, MYR, PHP, and TWD.
4. The companies must have a market capitalization of at least USD 500 million (or the equivalent in another currency).
5. At each rebalancing, the weighting of any new security may not exceed half of its average daily trading volume over the previous five days.
6. The cash component may not exceed 50% of the total nominal amount invested (based on the average allocation over a calendar year).
7. During the Certificate's lifetime, dividends (net of any taxes and fees) will be reinvested in the corresponding stocks.
8. Secondary-market trading of the Certificate will be suspended during rebalancing periods.
9. If the allocation limit for a given security is exceeded, then its allocation will be adjusted at the next rebalancing.
10. Currency hedges may be used to hedge the risk against CHF (except for MYR, PHP, KRW, and TWD). These hedges may be created (for a default three months for currency swaps) or wound up during the lifetime of the Certificate, at the discretion of the Investment Manager.
11. No leveraged positions (i.e., where the Certificate's gains or losses on a stock are not exactly equal to the stock's performance) or short positions (i.e., short selling) are allowed in the basket.

Investment restrictions

It may take the Issuer several business days to implement the Investment Manager's investment decisions, depending on market liquidity or if a transaction cannot be executed for technical reasons. Based on these factors only, no guarantee can be made that investment decisions will be implemented on the same day that instructions are received.

The Issuer reserves the right to refuse to execute a buy order if the security in question is subject to an investment restriction. Securities with an investment restriction include those issued by companies that represent a reputational risk for the Issuer or that are not in keeping with the Issuer's code of conduct (for instance, the Issuer currently doesn't invest in companies involved in cluster munitions).

If a security no longer complies with the Issuer's investment restrictions, it will be replaced at the next rebalancing.

Basket composition

The basket's current composition can be found on the last page of this document.

Terms and conditions

Changes that are unplanned or not agreed

Information about any changes that are unplanned or not agreed contractually (e.g., capital transactions that affect the underlying assets such as splits, par-value reimbursements, or conversions) will be provided at www.bcv.ch/invest.

Certificate redemption

The amount redeemed in CHF will be calculated by multiplying the average selling price for each stock by its quantity in the basket, converting the product into CHF, and then adding any proceeds from the unwinding of any associated currency swaps and the portfolio's cash holdings.

Stop loss

As the value of the currency swaps could be negative, the Certificate will mature immediately if its net asset value (i.e., its selling price) falls to 7% of its issue price (i.e., CHF 7.00). The Certificate may be redeemed early under the terms set out below.

Liquidity risk at redemption

If a lack of daily liquidity is likely to have a significant impact on the sale of underlying securities, the Issuer reserves the right to place sale orders over several days so as not to adversely affect the redemption price of the Certificate.

Issuer's right of termination

The Issuer has the right to terminate all Tracker Certificates in circulation at any time, but no earlier than nine months after the issue date. (Please note that if the total number of Certificates in circulation falls below 2,000, the Issuer will automatically redeem all Certificates.) Termination must be announced at least one month prior to the effective termination date. The redemption amount will be calculated on the effective termination date.

If the Certificate's price drops to 25% of its issue price or below, the Issuer has the right to terminate the Certificates immediately and without prior notice. The effective termination date would then be announced as soon as possible.

Investor's right of termination

Investors may sell their Certificates on the secondary market. They also have the right to terminate any or all of the Certificates they hold provided that the Issuer has not already exercised its right of termination. Investors may sell their Certificates once per quarter, on the last Tuesday of the quarter, but no earlier than nine months after the issue date.

The notice of termination must be sent to the calculation agent at least one month before the effective termination date, in keeping with the termination procedure set out below. The redemption amount will be calculated on the effective termination date.

Termination procedure for investors

Investors must send their notice of termination (provided that the Issuer has not already exercised its right of termination) to the calculation agent at least one month before the effective termination date. This notice must be sent by mail or email to the address given under Contacts for redeeming Certificates.

The investor's custodian bank should provide the following information to the calculation agent:

- Name, address, and clearing number
- The Certificate's security number
- The number of Certificates concerned
- The effective termination date (which must be at least one month after the date the Issuer receives the notice)

The calculation agent will then send confirmation of the termination to the custodian bank and indicate the effective termination date.

Secondary market, Listing, and Clearing

Listing, market segment
Secondary market

No listing on the SIX Swiss Exchange is planned.

OTC

Prices can be viewed on Bloomberg and SIX Telekurs (prices are calculated once each business day).

Liquidity

Subject to the investment restrictions, trading in the Certificate will take place once a day. Orders placed before 11am on a given day will be processed starting at 11am on that day, as the various markets open (in Europe and the US on that same day; in Asia and Oceania on the following day). Orders placed after 11am will be processed the following day in accordance with the same procedure.

Clearing
Certification

SIX SIS SA

The Certificate will take the form of a book-entry security registered in the SIX SIS SA clearing system. It will not be certificated, and individual securities will therefore not be printed or delivered.

Taxation

Disclaimer

This tax information provides only a general overview of possible tax consequences related to this Certificate as of its issue date. Tax laws and practices can change with retroactive effect.

Investors should always consult with their tax advisor for a specific evaluation of their profile before carrying out any transaction.

Switzerland

For individuals whose tax domicile is in Switzerland and who hold these Certificates as part of their private assets, any gains resulting from the sale of the Certificates will be considered capital gains. Capital gains do not currently constitute taxable income.

Dividends (net of any taxes or fees) that are reinvested will constitute taxable income.

This Certificate is not subject to Swiss withholding tax or Swiss federal stamp duty at issue or on the secondary market.

US taxation

Any income that is generated by the Certificates and considered a "dividend equivalent payment" within the meaning of Section 871(m) of the US Internal Revenue Code may be subject to a withholding tax, pursuant in particular to the Qualified Intermediary (QI) Agreement and Foreign Account Tax Compliance Act (FATCA). BCV will levy the tax in accordance with the terms of the legislation. Neither BCV nor any other third party will be required to refund amounts withheld under Section 871(m) of the US Internal Revenue Code. Investors will therefore receive less income than they would have without such deductions.

Legal information

Applicable law and jurisdiction

Swiss law, Lausanne

Prospectus

This document is not an issue prospectus within the meaning of Articles 652a and 1156 of the Swiss Code of Obligations. Rather, it serves as a simplified prospectus under the provisions of Article 5.2 of the Swiss Federal Investment Fund Act and can be obtained free of charge from BCV at the internet and mailing addresses provided below.

2. PROFIT AND LOSS EXPECTATIONS

Market outlook

This Certificate is designed to take advantage of a rise in the valuation of companies included in the basket.

Potential profit

Certificate holders may make a profit if the Certificate's market price rises above its acquisition price. The potential return on the Certificate at the final fixing date is comparable to the return on the underlying assets and depends directly on the Investment Manager's investment decisions.

Potential loss

Certificate holders may make a loss if they sell or redeem their Certificate during its lifetime at a price below its acquisition price.

If the securities in the basket are not denominated in the Certificate's reference currency, and if the Investment Manager decides to not fully hedge the exchange-rate risk, an unfavorable movement in exchange rates may decrease the price of the Certificate.

The Investment Manager takes full responsibility for the initial composition of the basket and for the subsequent rebalancings. The Issuer is not in any way responsible for the impact that these choices may have on the value of the Tracker Certificate or any losses that investors may experience.

Scenarios

Basket performance in CHF (net of product fees)	Amount redeemed per Certificate
25.00%	125.00
10.00%	110.00
0.00%	99.80
-5.00%	95.00
-10.00%	90.00
-25.00%	75.00

3. SIGNIFICANT RISKS INCURRED BY THE INVESTOR

Risk tolerance

The risks are comparable to those of a direct investment in the underlying assets: price movements, holding-period risk, price volatility, etc.

The risks inherent in certain investments, particularly derivatives, may not be suitable for all investors. Before conducting any transaction, investors should evaluate their risk profile and seek information from an independent advisor on inherent risks, and are urged to read the Swiss Banking brochure "Risks Involved in Trading Financial Instruments."

Investors are exposed to the risk of insolvency of the Issuer. Such insolvency could lead to a partial or total loss of the invested capital.

Whether this Certificate retains its value does not depend solely on the performance of the underlying asset(s) but also on the solvency of the Issuer, which may change during the Certificate's lifetime.

The Issuer's rating as indicated in this document was valid at the time of issue and may change during the Certificate's lifetime.

Secondary market/market liquidity

If there is an organized secondary market for the Certificate, the Issuer will, under normal market conditions, regularly propose bid and ask prices for the Certificate. However, the Issuer makes no firm commitment to provide liquidity by means of bid and ask prices and is under no legal obligation regarding the provision or determination of these prices.

In the event of special market conditions that prevent the Issuer from being able to enter into hedging transactions or that make such transactions difficult to carry out, the spread between bid and ask prices may be temporarily expanded in order to limit the economic risk for the Issuer.

Market risk

Investors are exposed to the risks of non-convertibility, adjustment of the underlying securities, and extraordinary or urgent market situations, such as the suspension of listing of the underlying securities, trading restrictions, and any other measures materially restricting the tradability of the underlying securities.

Investors are subject to the legal and contractual obligations of the markets on which the underlying assets are traded and of those prescribed by the Issuer or to which the Issuer is subject. Such market events could affect the dates and other terms and conditions indicated in this document.

Currency risk

Investors whose reference currency is not the Certificate's base currency should be aware of the associated currency risk.

Adjustments

The Issuer reserves the right to adjust the Certificate's composition in case of special events affecting one or more of the securities in the basket, including but not limited to a merger, acquisition, or severe restriction on tradability. Adjustments will be made in accordance with current market practices and in the interests of investors.

Important information

General information

Past performance does not guarantee present or future performance.

Unless otherwise stated, it is not financial analysis within the meaning of the Swiss Bankers' Association's Directives on the Independence of Financial Research, nor is it an offer, invitation, or personalized recommendation to buy or sell specific products.

The Issuer is under no obligation to acquire the underlying assets.

Subscription period

Terms and conditions provided during the subscription period are for information purposes only and may be changed; the Issuer is under no obligation to issue this Certificate.

Conflict of interest relating to actively managed Certificates

In addition to distribution fees, BCV or an entity within BCV Group may pay or receive from third parties one-time or recurrent compensation relative to this issuance or product. The Investment Manager will credit any compensation received from collective investment funds to the cash component. The contents of this document may have been used for transactions by BCV Group prior to the document's publication. BCV Group may hold, acquire, and/or dispose of interests or positions in the components of this Certificate. The Investment Manager may be subject to a conflict of interest if it concomitantly serves as the Certificate distributor and an investor's wealth manager or financial advisor.

Selling restrictions

The distribution of this document and/or the sale of the Certificate may be subject to restrictions (e.g., in the USA, UK, EU or Japan, or for US or Japanese persons). Such distribution or sale is authorized in only accordance with applicable law.

In the event of cross-border financial services, BCV makes it known that it has not conducted a cross-border legal analysis. The Certificate distributor is responsible for complying with the laws of the country in which the Certificate is to be distributed.

Publication date

11 September 2020

Contacts

Sales team

Structured products sales team, BCV Asset Management & Trading Division

Telephone

021 212 42 00

Please note that calls to this number may be recorded. By calling us, you tacitly agree to this practice.

Fax

021 212 13 61

Website/email

www.bcv.ch/invest / structures@bcv.ch

Mailing address

BCV, 276-1598, CP 300, 1001 Lausanne, Switzerland

Contacts for redeeming Certificates

Mailing address

BCV, Support Produits Structurés et Emissions, 283-1404, CP 300, 1001 Lausanne, Switzerland

Email

spf@bcv.ch

Basket composition

Composition of the basket at 10 September 2020

Security	ISIN	Reference exchange	Currency	Weighting	No. of securities
ABB	CH0012221716	SIX Swiss Ex	CHF	3.00%	0.12489
Acuity Brands	US00508Y1029	New York	USD	3.00%	0.03156
Air Liquide	FR0000120073	Euronext	EUR	3.00%	0.01960
Alfa Laval	SE0000695876	Stockholm	SEK	3.00%	0.13841
Andritz	AT0000730007	Vienna	EUR	3.00%	0.10138
Aptiv	JE00B783TY65	New York	USD	3.00%	0.03918
Belimo Holding	CH0001503199	SIX Swiss Ex	CHF	2.00%	0.00029
St-Gobain	FR0000125007	Euronext	EUR	3.00%	0.07772
Denso	JP3551500006	Tokyo	JPY	3.00%	0.07727
Donaldson Co	US2576511099	New York	USD	3.00%	0.06900
E.ON	DE000ENAG999	Xetra	EUR	3.00%	0.27770
Johnson Ctrl	IE00BY7QL619	NYSE	USD	3.00%	0.08011
Kingspan	IE0004927939	Dublin	EUR	3.00%	0.04094
Landis+Gyr Group	CH0371153492	SIX Swiss Ex	CHF	3.00%	0.05419
Legrand	FR0010307819	Euronext	EUR	3.00%	0.03920
Linde	DE0006483001	Xetra	EUR	3.00%	0.01312
Nibe Industrier Ab	SE0008321293	Stockholm	SEK	3.00%	0.12958
Owens Corning	US6907421019	New York	USD	3.00%	0.05108
Panasonic	JP3866800000	Tokyo	JPY	3.00%	0.35545
Rexel	FR0010451203	Euronext	EUR	3.00%	0.24047
Schneider	FR0000121972	Euronext	EUR	3.00%	0.02605
Philips Lighting	NL0011821392	EN Amsterdam	EUR	3.00%	0.09391
STMicro	NL0000226223	Euronext	EUR	3.00%	0.10993
Tdk	JP3538800008	Tokyo	JPY	3.00%	0.02973
Umicore	BE0974320526	Euronext	EUR	3.00%	0.07021
Invesco Solar Etf	US46138G7060	Energy	USD	15.00%	0.31676
First Trust Global Wind Energy ETF	US33736G1067	Energy	USD	10.00%	0.64156
Cash component			CHF	1.00%	0.99524