

Vontobel Initiatives

Product information

Your objective

You are looking for a partner to actively manage your portfolio together with the support of an experienced expert. You want to align your portfolio for the medium to long term, but also benefit from short-term market opportunities. In addition, you consider the active exchange of ideas valuable. The solution shall actively monitor the risks and you want to be informed promptly in order to discuss any action required.

Your solution: Vontobel Initiatives

Within Vontobel Initiatives, we actively support you in investing your assets based on the investment strategy we jointly defined, with a focus at the portfolio and single investment level. In addition to a personal Relationship Manager, you have the possibility to directly exchange ideas with an investment consultant¹. We advise you on market opportunities at the single investment level, and on the alignment of your portfolio. You gain access to the global financial markets, and a broad range of research and investment publications are at your disposal. In addition, you receive up-to-date market information and daily ideas to keep you on the pulse of the markets. Your portfolio is continuously monitored, and you benefit by being actively notified if your portfolio's specifications are no longer being adhered to.

ESG preferences in investment advice

For clients domiciled outside the EU or EEA²

The mandate is available with ESG criteria of varying degrees of strictness taken into account.

The ESG preference **Risk-adjusted performance** is a minimum standard at Vontobel regarding how we take ESG criteria into account. Instruments from issuers, that meet at least one of the following criteria, may not be recommended by the Relationship Manager:

- Insufficient management of ESG risks
- Participation in transactions with controversial weapons
- Violation of international standards in the areas of labor law and human rights

For the ESG preference **Mitigation of negative effects**, additional ESG criteria are taken into account in the investment advice given. The following criteria are taken into account in addition to those included in the ESG preference "Risk-adjusted performance":

- Participation in transactions involving conventional weapons
- Participation in transactions involving tobacco
- Participation in transactions involving thermal coal
- Participation in transactions involving fossil fuels
- Carbon footprint
- Alignment to Paris climate targets

Even more extensive criteria are taken into account when choosing the ESG preference **Positive contribution**.

In this case, issuers have to generate a minimum amount of revenue from products or services that are aligned with the UN SDG goals. Further information can be found on our website: vontobel.com/wm-esg-pref.

¹ possible with a volume of > CHF 2 million or equivalent in other currency

² The ESG preferences for clients domiciled outside the EU or EEA are defined in the brochure "Sustainable Investing Based on Your ESG Preferences". For clients domiciled within the EU or EEA, this corresponds to the sustainability preferences according to the respective options for these clients as described in the brochure "Sustainable Investing Within the New EU Regulatory Framework". Reference to ESG preferences and ESG criteria in this product information applies to clients domiciled within the EU or EEA as a reference to the sustainability preferences or sustainability criteria.

For clients domiciled within the EU or the EEA³

Clients domiciled within the EU or EEA can define sustainability preferences according to the extended “EU MiFID II Directive” and take them into account in investment advice. In any case, Vontobel incorporates ESG criteria considerations into investment-related research and advisory activities across all of its investment services, as these may impact the long-term risk-return profile of an investment. Further information can be found on our website: vontobel.com/mifid.

Product description

Product	Advisory solution to actively manage your portfolio
Investment strategy	Conservative, Balanced, Growth, Dynamic
Investment currencies	CHF, EUR and USD
Investment universe	Global financial markets
Fee model	Flat rate model, Brokerage fee model

Product specifications

- Active support in managing your assets, with the focus at the portfolio and single investment level
- Personal Relationship Manager as an investment expert at your disposal, as well as the possibility to directly exchange ideas with the bank’s investment consultants
- Individual investment ideas and active recommendation of market opportunities at single investment level
- Access to global financial markets and efficient transaction settlement
- Wide range of information through research and investment publications
- Access to up-to-date market information and daily ideas
- Continuous monitoring of the portfolio risk and active notifications

Opportunities

- Potential additional returns through analysis of individual securities and active management
- Potential gains on invested capital
- Potential gains on investments based on market, sector, and company performance

Risks

- No guarantee of success with individual stock analyses and active management
- Share price may drop below the price at which the investor purchased the share
- Market, industry and company-related price fluctuations may occur

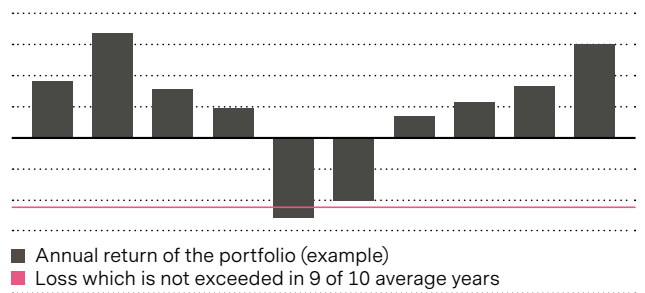
Portfolio risk

When you invest in the capital market, you hope to earn additional returns by taking on risk. But how much risk is appropriate for you depends on your situation, needs and investment horizon.

We assess your portfolio risk using the value-at-risk approach. This percentage indicates the loss that you will not exceed in nine out of ten average years⁴. Once every ten years on average, your loss can be higher than the declared value.

In our client advisory process, we ensure that your portfolio risk stays within the risk range defined in the investment strategy. If it deviates from this range, we will notify you and suggest ways for you to bring your portfolio back into your optimum risk range.

Illustration of the value-at-risk approach



Investment horizon

The investment horizon designates the length of time you want to tie up your money for an investment. In general, we recommend a longer investment horizon for riskier investments in order to compensate for short-term market fluctuations.

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⁴ Our calculation is based on a probability of 90 percent and a holding period of one year.

Investment strategy: Conservative

INVESTMENT OBJECTIVES
The aim is to achieve steady asset performance with moderate asset growth by taking minor risks with small fluctuations of the assets.
INVESTMENT HORIZON
We recommend an investment horizon of at least two years.
PORTFOLIO RISK
In the conservative investment strategy, your portfolio should not exceed a value at risk of 10%.

LOW RETURN POTENTIAL		HIGH RETURN POTENTIAL		
Value preservation	Income generation	Balance between income and capital growth	Capital growth	
SHORT-TERM COMMITMENT		LONG-TERM COMMITMENT		
< 2 years	2–5 years	5–8 years	8–10 years	> 10 years
LOW RISK		HIGH RISK		
low	moderate	medium	increased	high

Investment strategy: Balanced

INVESTMENT OBJECTIVES
The aim is to achieve medium-term asset growth by taking moderate risks that are accompanied by slight to medium asset fluctuations.
INVESTMENT HORIZON
We recommend an investment horizon of at least five years.
PORTFOLIO RISK
In the balanced investment strategy, your portfolio should not exceed a value at risk of 20%.

LOW RETURN POTENTIAL		HIGH RETURN POTENTIAL		
Value preservation	Income generation	Balance between income and capital growth	Capital growth	
SHORT-TERM COMMITMENT		LONG-TERM COMMITMENT		
< 2 years	2–5 years	5–8 years	8–10 years	> 10 years
LOW RISK		HIGH RISK		
low	moderate	medium	increased	high

Investment strategy: Growth

INVESTMENT OBJECTIVES
The aim is to achieve long-term asset growth by taking portfolio risks that are accompanied with high fluctuations of the assets.
INVESTMENT HORIZON
We recommend an investment horizon of at least eight years.
PORTFOLIO RISK
In the growth investment strategy, your portfolio should not exceed a value at risk of 30%.

LOW RETURN POTENTIAL		HIGH RETURN POTENTIAL		
Value preservation	Income generation	Balance between income and capital growth	Capital growth	
SHORT-TERM COMMITMENT		LONG-TERM COMMITMENT		
< 2 years	2–5 years	5–8 years	8–10 years	> 10 years
LOW RISK		HIGH RISK		
low	moderate	medium	increased	high

Investment strategy: Dynamic

INVESTMENT OBJECTIVES
The aim is to achieve long-term asset growth by taking certain risks that are accompanied by very high fluctuations of the assets.
INVESTMENT HORIZON
We recommend an investment horizon of at least ten years.
PORTFOLIO RISK
In the Dynamic strategy, your portfolio should not exceed a value at risk of 50%.

LOW RETURN POTENTIAL		HIGH RETURN POTENTIAL		
Value preservation	Income generation	Balance between income and capital growth	Capital growth	
SHORT-TERM COMMITMENT		LONG-TERM COMMITMENT		
< 2 years	2–5 years	5–8 years	8–10 years	> 10 years
LOW RISK		HIGH RISK		
low	moderate	medium	increased	high

Investment Suitability

This publication is intended for general distribution. It is not part of any offer or recommendation and does not take into account your knowledge, experience and personal situation which is required for personal investment advice.

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