

Factsheet

Bonus Certificate

Product Description and Functionality

With a Bonus Certificate, the investor participates in the performance of one or more underlyings such as equities, indices, commodities or foreign currencies. If the barrier is never touched, the investor receives the higher of a) the bonus level and b) the positive performance of the underlying at maturity. The entitlement to the bonus level or bonus yield only lapses upon the barrier being touched. The investor then participates in the performance of the underlying on a 1:1 basis (Bonus Certificate then becomes a Tracker Certificate).

Bonus Certificate Variants

Capped Bonus Certificate: Bonus Certificates are partly equipped with a cap. Although this limits the investor's return potential (maximum yield), it allows a lower barrier or a higher bonus level.

Bonus Outperformance Certificate: Bonus Outperformance Certificates allow investors to participate disproportionately in the positive performance of the underlying upon maturity.

Advantages

- Unlimited participation in the positive performance of the underlying possible
- Guaranteed bonus level provided the barrier is not touched or breached

Risks

- Issuer risk
- No capital protection: If the underlying performs negatively during the term, the Bonus Certificate can be quoted below the issue price
- Investor foregoes dividends



Features

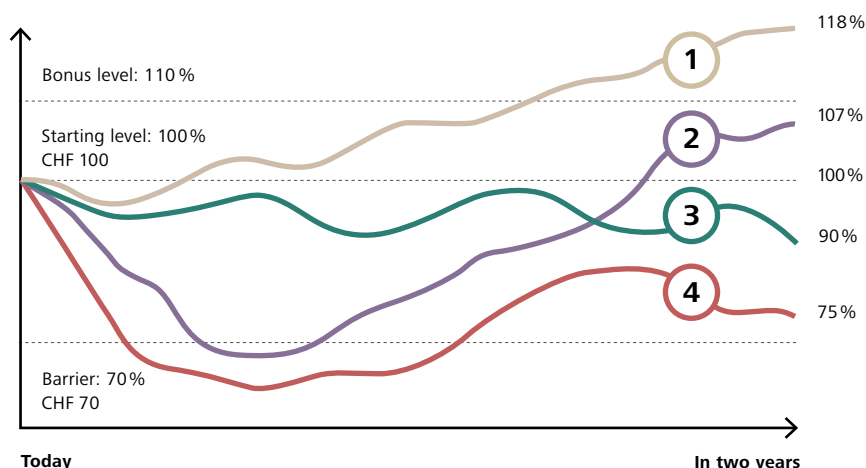
- Participation in the performance of the underlying
- Minimum repayment corresponds to the bonus level, provided the barrier is never touched or breached
- If the barrier is touched, the investor participates also negatively in the performance of the underlying
- Multiple underlyings ("worst-of") allow for a higher bonus level or lower barrier, but come with a higher level of risk
- Several underlyings can also be combined as an equally weighted basket
- Lower risk compared to a direct investment in the underlying



Market Expectations

- Sideways-trending or rising underlying
- Barrier is not touched or fallen below during the term

Repayment Scenarios at Maturity



Background

The investor invests CHF 100,000 in a Bonus Certificate with a two-year term, a bonus level of 110% and an American barrier (continuous monitoring) of 70%. The underlying is "equity A" and fixed at a price of CHF 100.

1

The underlying has not touched the barrier and closes above the bonus level at +18%.

Repayment:

The repayment is made at 118%. A direct investment would have given the same result (+18% versus +18%).

2

The underlying has touched the barrier and closes at +7%.

Repayment:

The repayment is made at 107%. A direct investment would have given the same result (+7% versus +7%).

3

The underlying has not touched the barrier and closes below the bonus level at -10%.

Repayment:

The repayment is made at 110% (bonus level). A direct investment would have resulted in a loss (-10% versus +10%).

4

The underlying has touched the barrier and closes at -25%.

Repayment:

The repayment is made at 75%. A direct investment would have given the same result (-25% versus -25%).

Barrier Types

European: Monitoring only at maturity

Daily on Close: Daily monitoring of the closing price

American: Continuous monitoring

Redemption Table at Maturity

Bonus Certificate

Bonus level	110 %
Barrier	70 %
Term	2 years
Underlying	Equity A

Final value of underlying	Final value of product if barrier not touched	Final value of product if barrier touched
150 %	150 %	150 %
140 %	140 %	140 %
130 %	130 %	130 %
120 %	120 %	120 %
110 %	110 %	110 %
100 %	110 %	100 %
90 %	110 %	90 %
80 %	110 %	80 %
70 %	–	70 %
60 %	–	60 %
50 %	–	50 %
40 %	–	40 %
30 %	–	30 %
20 %	–	20 %
10 %	–	10 %
0 %	–	0 %

Raiffeisen Structured Products Stand for:



Swissness



Security



Service quality



Product innovation

T +41 44 226 72 20
structuredproducts@raiffeisen.ch
structuredproducts.raiffeisen.ch

No offer. The content published in this information sheet is for informational purposes only. It thus does not constitute an offer in the legal sense, a solicitation or an individual recommendation and therefore cannot replace client advisory services. This information sheet was created by Raiffeisen Switzerland Cooperative and is not the result of financial analysis. The "Directives on the Independence of Financial Research" of the Swiss Bankers Association therefore do not apply for this information sheet.