

Barrier breached?

Recovery Product (SVSP 1210) – Simply explained

deritrade by Vontobel
Platforms & Services

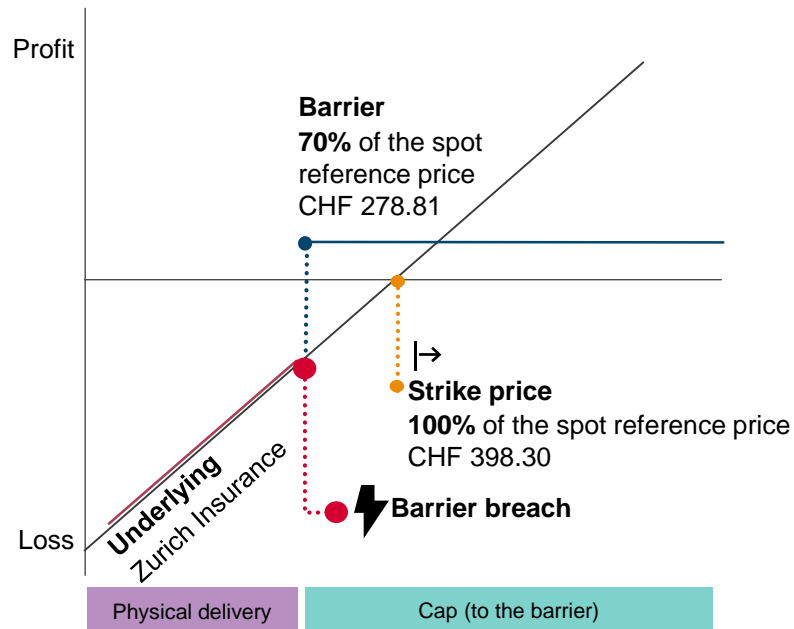


Case study on ZURN with barrier breach

Recovery strategy: Discount Barrier Certificate

BRC on ZURN with barrier breach

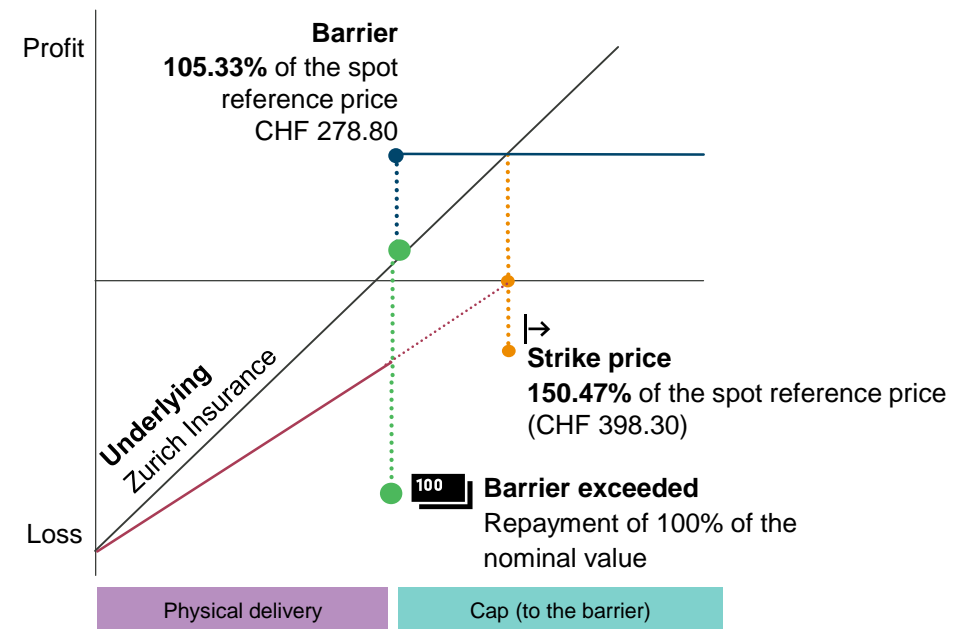
Spot reference price: CHF 398.30



Barrier Discount Certificate

as recovery structure

Spot reference price: CHF 264.70



Proceeds from the sale of BRC = **76%** = issue price of the barrier discount certificate

Strike price of the BRC = **CHF 398.30** = strike price of the barrier discount certificate

-> European barrier at 105.33% of the spot level

Payback:

- 100** – If the underlying is higher than the barrier at final fixing, the investor receives 100% of the nominal value (= CHF 398.30)
- ⚡** – If the underlying is below the barrier at final fixing, the investor receives physical delivery of the share

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