

Julius Bär

16 December 2022

Dear Client,

Notice to Investors in the Actively Managed Certificate on BONDS ON HIGH YIELD Swiss Security Number / ISIN: 121324975 / CH1213249753

The conditions of the above mentioned structured product have changed as follows:

Diversification Rules OLD:

The limits below are in percent of the total portfolio's value:

- Cash: maximum 100%
- Fixed-income: minimum 10 % for investment grade bonds, combined limit
- Non-investment grade bonds: maximum 90%, combined limit
- Non-rated bonds: maximum 40%, combined limit
- Fixed-income: maximum 15% perpetuals, combined limit
- Fixed-income: maximum 40% with a rating B+ or lower, combined limit
- Bonds with a maturity longer than 10 years, combined limit: maximum 30%
- Bonds with a maturity longer than 20 years are not allowed.
- Each issuer, company or family exposure: maximum 30%, combined limit
- Exposure to each of the following regions (COUNTRY_OF_RISK): EM Americas, EM Europe, Middle East & Africa, and EM Asia excluding China (according to MSCI definitions): maximum 70%, combined limit
- Exposure to Frontier Markets and other non-Developed or non-Emerging Markets (according to MSCI definitions): maximum 40%, combined limit
- Exposure to a single country rated below BBB+ (COUNTRY_OF_RISK): maximum 45%
- Aggregate exposure to one individual industry group (excluding sovereign bonds): maximum 60%
- Single position: maximum 10%

The following credit rating agencies are considered for the issue-rating of the underlying bonds: S&P, Moody's & Fitch. The best issue-rating of the mentioned credit rating agencies will be used where available. If no issue-rating is available the bond will be classified automatically as junk bond (highest risk class).

Diversification Rules NEW:

The limits below are in percent of the total portfolio's value:

- Cash: maximum 100%
- Fixed-income: minimum 10 % for investment grade bonds, combined limit
- Non-investment grade bonds: maximum 90%, combined limit
- Non-rated bonds: maximum 40%, combined limit
- Fixed-income: maximum 15% perpetuals, combined limit
- Fixed-income: maximum 40% with a rating B+ or lower, combined limit
- Bonds with a maturity longer than 10 years, combined limit: maximum 30%
- Bonds with a maturity longer than 20 years are not allowed.
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- Exposure to each of the following regions (CNTRY_OF_RISK): EM Americas, EM Europe, Middle East & Africa, and EM Asia excluding China (according to MSCI definitions): maximum 70%, combined limit
- Exposure to Frontier Markets and other non-Developed or non-Emerging Markets (according to MSCI definitions): maximum 40%, combined limit
- Exposure to a single country rated below **and including** BBB+ (CNTRY_OF_RISK): maximum 45%
- Aggregate exposure to one individual industry group (excluding sovereign bonds): maximum 60%
- Single position (**excl. US Treasury Bonds**): maximum 10%

The following credit rating agencies are considered for the issue-rating of the underlying bonds: S&P, Moody's & Fitch. The best issue-rating of the mentioned credit rating agencies will be used where available. If no issue-rating is available the bond will be classified automatically as junk bond (highest risk class).

For further information on the Julius Baer Certificate, please contact Bank Julius Baer & Co. Ltd., Zurich.

Yours faithfully,
Bank Julius Baer & Co. Ltd.