

Key Information Document (“KID”)

Purpose

This document provides the investor (“you”) with key information about this investment product. It is not marketing material. The information is required by law to help the investor understand the nature, risks, costs, potential gains and losses of this product and to help the investor compare it with other products.

Capital Protection Certificate in CHF on CHF SARON 3M

Swiss Securities Number: 119469860 | ISIN: CH1194698606 | SIX Symbol: UPYLTQ

Issuer: **Leonteq Securities AG, Guernsey Branch** | www.leonteq.com | Call +41 58 800 1111 for more information

PRIIP Manufacturer: **Leonteq Securities AG** | Competent Authority: Not applicable | Production Date of the KID: 17.06.2022

The investor is about to purchase a product that is not simple and may be difficult to understand.

1. What is this product?

Type

This product is a Swiss Uncertificated Security under Swiss law.

Objectives

Objective of the product is to provide the investor with a specified entitlement according to predefined conditions. The product has a fixed lifetime and will be redeemed on the Redemption Date. The investor may receive an additional Conditional Coupon Amount on a Conditional Coupon Payment Date.

The possibility for the redemption of the product is as follows:

- the investor is entitled to receive from the Issuer on the Redemption Date per product a Cash Settlement in the Settlement Currency that equals the Capital Protection Amount.

The investor might incur a loss in case the Cash Settlement on the Redemption Date is below the purchase price of the product. Different from a direct investment in the Underlying, the investor will not profit from dividend payments nor any further entitlements resulting from the Underlying (e.g. voting rights).

Subscription Period	13/06/2022 - 24/06/2022, 14:00 CEST	Currency of the product (Settlement Currency)	Swiss Francs (“CHF”)
Minimum Investment / Minimum Trading Lot	CHF 1'000.00	Issue Date	01/07/2022
Initial Fixing Date	24/06/2022	Last Trading Day/Time	24/06/2027 / Exchange market close
First Exchange Trading Date	01/07/2022	Redemption Date	01/07/2027
Final Fixing Date	24/06/2027	Denomination	CHF 1'000.00
Issue Price	100.00%	Initial Fixing Level	Rate of the Underlying on the Initial Fixing Date, as published on the Fixing Page and as reasonably determined by the Calculation Agent.
Final Fixing Level	Rate of the Underlying on the Final Fixing Date, as published on the Fixing Page and as reasonably determined by the Calculation Agent.	Settlement Type	Cash Settlement
Exchange Listing	SIX Swiss Exchange	Fixing Page	SFSNTC Curncy as published on Bloomberg around 11:00am NY Time. Should no such rate be available on the Fixing Page, the prevailing rate as published on the Fixing Page shall be the rate, as reasonably determined by the Calculation Agent or, as the case may be a page displaying the Successor Rate, as reasonably determined by the Calculation Agent.
Coupon Calculation	Denomination × Leverage × (MAX[Floor Level; Fixing Level] _i) × Day Count Fraction _i	Leverage	1.25
Day Count Fraction_i	Means the year fraction for the relevant Calculation Period _i for which the Coupon Rate _i is calculated, as determined by the Calculation Agent and in accordance with the Coupon Day Count Convention.	Coupon Day Count Convention	Actual/360; Unadjusted
Fixing Level_i	Rate of the Underlying on the relevant Coupon Observation Date, as published on the Fixing Page and as reasonably determined by the Calculation Agent.	Floor Level	0.00%

Underlying	Type	Bloomberg Ticker	Initial Fixing Level
CHF SARON 3M	Interest Rate	SFSNTC Curncy	TBA%

* will be determined on the Initial Fixing Date (levels expressed in percentage of the Initial Fixing Level).

i	Calculation Period (including start date)	Calculation Period (excluding end date)	Coupon Observation Date	Coupon Payment Date	Coupon Rate _i
1	24/06/2022	26/09/2022	22/06/2022	03/10/2022	see Coupon Calculation
2	26/09/2022	27/12/2022	24/09/2022	04/01/2023	see Coupon Calculation
3	27/12/2022	24/03/2023	25/12/2022	31/03/2023	see Coupon Calculation
4	24/03/2023	26/06/2023	22/03/2023	03/07/2023	see Coupon Calculation
5	26/06/2023	25/09/2023	24/06/2023	02/10/2023	see Coupon Calculation
6	25/09/2023	27/12/2023	23/09/2023	05/01/2024	see Coupon Calculation
7	27/12/2023	25/03/2024	25/12/2023	03/04/2024	see Coupon Calculation
8	25/03/2024	24/06/2024	23/03/2024	01/07/2024	see Coupon Calculation
9	24/06/2024	24/09/2024	22/06/2024	01/10/2024	see Coupon Calculation

i	Calculation Period (including start date)	Calculation Period (excluding end date)	Coupon Observation Date	Coupon Payment Date	Coupon Rate _i
10	24/09/2024	24/12/2024	22/09/2024	06/01/2025	see Coupon Calculation
11	24/12/2024	24/03/2025	22/12/2024	31/03/2025	see Coupon Calculation
12	24/03/2025	24/06/2025	22/03/2025	01/07/2025	see Coupon Calculation
13	24/06/2025	24/09/2025	22/06/2025	01/10/2025	see Coupon Calculation
14	24/09/2025	24/12/2025	22/09/2025	06/01/2026	see Coupon Calculation
15	24/12/2025	24/03/2026	22/12/2025	31/03/2026	see Coupon Calculation
16	24/03/2026	24/06/2026	20/03/2026	01/07/2026	see Coupon Calculation
17	24/06/2026	24/09/2026	22/06/2026	01/10/2026	see Coupon Calculation
18	24/09/2026	24/12/2026	22/09/2026	04/01/2027	see Coupon Calculation
19	24/12/2026	24/03/2027	22/12/2026	02/04/2027	see Coupon Calculation
20	24/03/2027	24/06/2027	22/03/2027	01/07/2027**	see Coupon Calculation

*the last Coupon Calculation Period End Date equals the Final Fixing Date

**the last Coupon Payment Date equals the Redemption Date

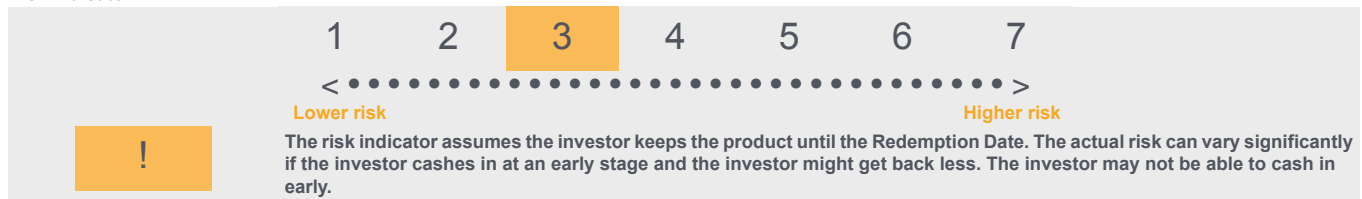
The product terms provide that if certain exceptional events occur (1) adjustments may be made to the product and/or (2) the Issuer of the product may terminate the product early. These events are specified in the product terms and principally relate to the Underlying(s), the product and the Issuer of the product. For instance, these exceptional events are including but not exclusively limited to the cessation of an Underlying, tax events and the discontinuation of the Issuer's ability to carry out the necessary hedging transactions. In the event of termination, the Redemption Amount may possibly be significantly below the purchase price.

Intended retail investor

- The product is aimed at retail investors who intend to form private assets and have a long-term investment horizon.
- The investor can bear no or only minor losses of the investment amount and attaches importance to products with capital guarantee.
- **KNOWLEDGE & EXPERIENCE:** Investors who have the following characteristics: Basic knowledge of the financial instruments in question (a basic investor can take investment decisions based on regulatory documents or basic information provided by the distributor); no experience of financial markets

2. What are the risks and what could the investor get in return?

Risk Indicator



The summary risk indicator is a guide to the level of risk of this product compared to other products. It shows how likely it is that the product will lose money because of movements in the markets or because the Issuer is not able to pay the investor.

The Issuer has classified this product as 3 out of 7, which is a medium-low risk class.

This rates the potential losses from future performance at a very low level, and poor market conditions are unlikely to impact the capacity of the Issuer to pay the investor of the product.

The investor shall be aware of currency risk. If the investor receives payments in a different currency, the final return that the investor gets will depend on the exchange rate between the two currencies. This risk is not considered in the indicator shown above.

This product does not include any protection from future market performance so the investor could lose some or all of its investment.

If the Issuer is not able to redeem the investor what is owed, the investor could lose the entire investment.

For detailed information about all risks please refer to the risk sections of the legal documentation as specified in the section 'Other relevant information' below.

Performance Scenarios

Investment CHF 10,000		1 year	3 years	01/07/2027 (Recommended holding period)
Stress Scenario	What the investor might get back after costs	CHF 9314.44	CHF 9542.55	CHF 10000.00
	Average return each year	-6.82%	-1.55%	0.00%
Unfavourable Scenario	What the investor might get back after costs	CHF 9224.26	CHF 9542.55	CHF 10000.00
	Average return each year	-7.72%	-1.55%	0.00%
Moderate Scenario	What the investor might get back after costs	CHF 9269.26	CHF 9543.01	CHF 10000.00
	Average return each year	-7.27%	-1.55%	0.00%
Favourable Scenario	What the investor might get back after costs	CHF 9461.92	CHF 9737.85	CHF 10000.00
	Average return each year	-5.35%	-0.88%	0.00%

This table shows the money the investor could get back over the next years and on the Redemption Date under different scenarios, assuming that the investor invests CHF 10,000.00.

The scenarios shown illustrate how the investor's investment could perform. The investor can compare them with scenarios of other products.

The scenarios presented are an estimate of future performance based on evidence from the past on how the value of the product varies, and are not an exact indicator. What the investor gets back will vary depending on how the market performs and how long the investor keeps the investment/product.

The stress scenario shows what the investor might get back in extreme market circumstances, and it does not take into account the situation where the Issuer is not able to pay the investor.

The figures shown include all the costs of the product itself, but may not include all the costs that the investor pays to the advisor or distributor. The figures do not take into account the investor's personal tax situation, which may also affect how much the investor gets back.

3. What happens if the Issuer is unable to pay out?

The investor is exposed to the risk that the Issuer might be unable to fulfil its obligations in respect of the product e.g. in the event of insolvency (inability to pay / over-indebtedness) or administrative order. A total loss of the investor's capital invested is possible. The product is a debt instrument and as such is not covered by any deposit protection scheme.

4. What are the costs?

Cost over time

The Reduction in Yield (RIY) shows what impact the total costs the investor pays will have on the investment return the investor might get. The total costs taken into account one-off, ongoing and incidental costs.

The amounts shown here are the cumulative costs of the product itself. They include potential early exit penalties. The figures assume the investor invests CHF 10,000. The figures are estimates and may change in the future.

The person selling to the investor or advising the investor about this product may charge other costs. If so, this person will provide the investor with information about these costs, and show the investor the impact that all costs will have on the investor's investment over time.

Investment CHF 10,000	If the investor cashes in the product after 1 year	If the investor cashes in the product after 3 years	If the investor cashes in at the end of the recommended holding period
Total costs	CHF 213.76	CHF 218.57	CHF 175.72
Impact on return (RIY) per year	2.13%	0.75%	0.35%

Composition of Costs

The table below shows:

- the impact each year of the different types of costs on the investment return the investor might get at the end of the recommended holding period.
- the meaning of the different cost categories.

This table shows the impact on return per year

One-off costs	Entry costs	0.35%	The impact of the costs already included in the price.
	Exit costs	-	Not applicable
Ongoing costs	Portfolio transaction costs	-	Not applicable
	Other ongoing costs	-	Not applicable
Incidental costs	Performance fees	-	Not applicable
	Carried interests	-	Not applicable

5. How long should the investor hold it and can the investor take money out early?

Recommended holding period: 01/07/2027 (until Redemption Date)

The objective of the product is to provide the investor with the redemption profile described under "1. What is this product?" above. This only applies if the product is held until maturity.

There are no possibilities to take the investor's money out early other than to sell the product through the exchange where the product is listed or off-exchange.

Under normal market conditions, the price at which the investor may sell the product will depend on the market parameters prevailing at the time, which could put the invested amount at risk.

In unusual market situations, or in the event of technical faults/disruptions, a purchase and/or sale of the product can be temporarily hindered, or may not be possible at all.

6. How can the investor complain?

Any complaint regarding the person advising on, or selling, the product on the relevant website can be submitted directly to that person.

Any complaint regarding the product or the conduct of the Issuer of this product can be submitted to the following address: Leonteq Securities AG, Europaallee 39, 8004 Zurich, Switzerland, kid@leonteq.com, www.leonteq.com.

7. Other relevant information

Any additional documentation in relation to the product and in particular the final terms or the pricing supplement and the issuance and offering programme (including any supplements hereto) are published on the website: www.leonteq.com. In order to obtain more detailed information – and in particular details of the structure of and risks associated with an investment in the product – the investor should read these documents.

Furthermore, Leonteq Securities AG created the KID after having made certain assumptions and exercised certain discretion with respect to calculations of key figures and performance scenarios and is going to reassess and adapt its assumptions as it deems appropriate from time to time.