Volcert in USD on a Software Champions Basket

Termsheet (Final Terms)

SSPA Designation
Tracker-Zertifikat (1300)

Contact
+41 58 283 78 88
www.derinet.com

In Switzerland, these financial instruments are considered structured products. They are not collective investment schemes within the meaning of the Swiss Federal Act on Collective Investment Schemes (CISA), and are therefore not subject to the regulations of the CISA or the supervision of the Swiss Financial Market Supervisory Authority FINMA. The investors bear the issuer's credit risk.

Product Description

As tracker certificates, VONCERTs provide the opportunity to participate in an underlying instrument's performance in a transparent way and with a single transaction. The potential yield is comparable to that of the underlying instrument.

Product Information

Issuer
Vontobel Financial Products Ltd., DIFC Dubai (no rating)

Keep-Well Agreement
With Bank Vontobel AG, Zurich (Moody’s Counterparty Risk Assessment A2 (cr))

Guarantor
Vontobel Holding AG, Zurich (Moody’s A3)

Lead Manager
Bank Vontobel AG, Zurich

Paying, exercise and calculation agent
Bank Vontobel AG, Zurich

SSPA product type
Tracker Certificate (1300), see also www.svsp-verband.ch

Underlying
Software Champions Basket

Number of underlyings per VONCERT
1 VONCERT represents 1 Software Champions Basket

Issue price
USD 101.00

Reference price
USD 99.00

Initial fixing
March 18, 2019, closing prices

Payment date
March 25, 2019

Last trading day
March 18, 2021 (17:00 local time Zurich)

Final fixing
March 19, 2021, closing prices

Redemption
March 26, 2021

Reference currency
USD; issue, trading and redemption will follow in the reference currency

ISIN / Swiss Security Number / Symbol
CH0464674479 / 46467447 / ZSOFTV

Redemption amount
The redemption amount corresponds to the sum of the closing prices of the shares included in the basket, as established at the respective stock exchange on the closing fixing date, multiplied by the number of shares per VONCERT and converted into the reference currency, if applicable. Conversions are carried out on closing fixing at the respective stock exchange and at the applicable exchange rates.
### General Information

- **Swiss turnover tax**
- **Issuance Stamp Tax**
- **Swiss Withholding Tax**
- **Tax treatment in Switzerland**
- **Distribution charges**
- **Costs and Charges**
- **Prudential supervision**
- **Minimum investment**
- **Listing**
- **Secondary market trading**
- **Further Information**
- **Applicable Law / Jurisdiction**
- **Clearing / Settlement**
- **Early termination option**
- **Basket composition adjustment**
- **Treatment of dividends**
- **Issue size**
- **Further Information**
- **Depository**
- **Clearing / Settlement**
- **Applicable Law / Jurisdiction**
- **Publication of notifications and adjustments**
- **Secondary market trading**
- **Listing**
- **Minimum investment**
- **Minimum trading lot**
- **Prudential supervision**
- **Costs and Charges**
- **Tax treatment in Switzerland**

### Further Information

#### Issue size
200,000 VONCERTs, the size may be increased

#### Treatment of dividends
Net dividends will be reinvested in the corresponding share. When determining the level of the individual net dividends, the Paying and Calculation Agent will consider the applicable taxes at source.

#### Basket composition adjustment
The conditions of the product can be adjusted during its lifetime. Details of these adjustments can be found in the issuance programme.

#### Early termination option
If, at the issuer’s discretion, (1) a proper adjustment of the basket is not possible for whatever reason, or (2) a foreign authority imposes new taxes or duties (e.g. taxes at source) on basket components and/or on the VONCERT, the issuer shall be entitled, but not obliged, to terminate the VONCERT early. The termination shall take effect from the date on which the notice is published. In the event of a termination, the redemption amount shall be established on the relevant termination date.

#### Title
The structured products are issued in the form of non-certificated book-entry securities of the issuer.

- No certificates, no printing of bonds.

### Depository
SIX SIS AG

### Clearing / Settlement
SIX SIS AG, Euroclear Brussels

### Applicable Law / Jurisdiction
Swiss law / Zürich, Switzerland

### Publication of notifications and adjustments
All notifications to investors concerning the products and adjustments to the product terms (e.g. due to corporate actions) are published under the "Product history" of the respective product at www.derinet.com. In the case of products listed on the SIX Swiss Exchange announcements are also published at www.six-swiss-exchange.com in accordance with the valid provision.

### Secondary market trading
Throughout the entire term a secondary trading is conducted. Indicative daily prices of this product are available at www.derinet.com.

### Listing
Will be applied for in the main segment at the SIX Swiss Exchange

### Minimum investment
1 VONCERT

### Minimum trading lot
1 VONCERT

### Prudential supervision
Bank Vontobel AG is authorised as a bank and securities dealer in Switzerland and is subject to supervision by the Federal Financial Markets Regulator (FINMA), while Vontobel Holding AG and Vontobel Financial Products Ltd. as group member companies are subject to prudential supervision by the FINMA. Vontobel Financial Products Ltd. is registered in the register of the Dubai International Financial Centre as a non-regulated company. Neither Vontobel Financial Products Ltd. nor Vontobel Holding AG are financial intermediaries subject to prudential supervision within the meaning of art. 5 para.1 subpara. 1-4. of the CISA.

### Costs and Charges

#### One-off costs
2.00% of the Issue Price (corresponds to the initial costs already included in the Issue Price)

#### Distribution charges
The One-off costs include Distribution charges of up to 0.50% p.a. Distribution charges may be paid as a discount on the Issue Price or as a one-time and/or periodic payment by the Issuer to one or more financial intermediaries.

### Tax treatment in Switzerland

#### Swiss Income Tax
Dividends and other distributions that are reinvested in the basket constitute taxable investment income and are subject to income tax in Switzerland. Each year the calculation agent shall submit the annual financial statements required for tax purposes to the tax authorities.

#### Swiss Withholding Tax
No Swiss withholding tax

#### Issuance Stamp Tax
No Swiss stamp duty at issuance

#### Swiss turnover tax
Secondary market transactions are not subject to the Swiss turnover tax.

#### General Information
Transactions and payments relating to this product may be subject to further (foreign) transaction taxes, duties and/or withholding taxes, in particular a withholding tax pursuant to the Section 871(m) of the US Internal Revenue Code. All payments from this product will follow after deduction of any possible taxes.
If delivery of the underlying is stipulated, foreign taxes and duty have to be assumed by the investors.

The taxation mentioned is a non-binding and non-exhaustive summary of the applicable treatment of Swiss-domiciled private investors for tax purposes. The investor's specific circumstances, however, are not taken into account. We point out that Swiss and/or foreign tax law or the authoritative practice of Swiss and/or foreign tax authorities can change at any time or specify further tax or charge liabilities (possibly even with retrospective effect). Potential investors should have the tax effects of the purchase, holding, sale or repayment of this product examined by their own tax adviser - especially with respect to the effects of taxation under another jurisdiction.

Prospects of Profit and Losses

VONCERTs are tracker certificates which allow participating in an underlying instrument’s performance in a transparent way and with a single transaction. The potential yield of the VONCERTs is comparable to that of the underlying instrument. Any potential profit consists of the positive difference between the sales price achieved, i.e. the redemption price, and the purchase price. VONCERTs do not provide ongoing revenues. The value of the VONCERTs during their term is significantly influenced by the price development and the volatility of the underlying instrument and the respective remaining term.

A loss is made if the VONCERTs are sold or redeemed at a lower rate than the purchase price paid. Such a loss scenario can arise if the underlying instrument develops negatively due to value-determining factors, such as interest rate developments and changes to the rating or creditworthiness of basket components. Therefore, the price of the VONCERTs may fall significantly below the issue price/purchase price during the term and/or on maturity, which results in a corresponding loss. Even if the performance of the underlying is positive, the price of the product during the term can be considerably below the issue price. Potential investors should bear in mind that price changes to the underlying, as well as other influencing factors, may have a negative effect on the value of structured products.

Assumptions and limitations in preparing the market scenarios

The following market scenarios should afford the investor a simplified way of making an assessment of the significant factors that influence the investment performance of the certificate. For a precise analysis of the profit and loss scenarios, reference must be made to the formulas and definitions set out in this termsheet, (e.g. for "reimbursement"), because these scenarios have been deliberately simplified in order to make them better understandable. With the exception of those certificates for which one of the following factors is defined as the underlying (e.g. a currency certificate or a certificate of interest), the impact of these risk factors will be excluded from the simplified presentation of the scenario

- Foreign currency risks
- Interest rate risks
- Volatility risks
- Issuer risk
- Fees and costs both stemming from the certificate and for the acquisition and holding of the certificate

Market scenarios

Maximum gain: Underlying performance
Maximum loss: 100%

Positive scenario:
Indicative performance of the certificate: 0% to underlying performance
Necessary market performance of underlying:
- Proportional participation in positive market performance

Break even:
Indicative performance of the certificate: 0%
Necessary market performance of underlying:
- Closing price of underlying = reference price level at the time of the investment

Negative scenario:
Indicative performance of the certificate: Loss of up to 100% possible
Necessary market performance of underlying:
- Closing price of underlying is lower than the reference price level at the time of the investment
**Significant Risks for Investors**

**Currency risks**
If the underlying or underlying(s) is/are denominated in a currency other than the product’s reference currency, investors should bear in mind that this may involve risks due to fluctuating exchange rates and that the risk of loss does not only depend on the performance of the underlying(s) but also on any unfavourable performance of the other currency or currencies. This does not apply for currency-hedged products (quanto structure).

**Market risks**
The general market performance of securities is dependent in particular on the development of the capital markets which, for their part, are influenced by the general global economic situation as well as by the economic and political framework conditions in the respective countries (so-called market risk). Changes to market prices such as interest rates, commodity prices or corresponding volatilities may have a negative effect on the valuation of the underlying(s) or the structured product. There is also the risk of market disruptions (such as trading or stock market interruptions or discontinuation of trading) or other unforeseeable occurrences concerning the respective underlyings and/or their stock exchanges or markets taking place during the term or upon maturity of the structured products. Such occurrences can have an effect on the time of redemption and/or on the value of the structured products.

In the event of trading restrictions, sanctions and similar occurrences, the issuer is entitled, for the purpose of calculating the value of the structured product, to include at its own discretion the underlying instruments at their most recently traded price, at a fair value to be established at its sole discretion or indeed as worthless, and/or additionally to suspend pricing in the structured product or liquidate the structured product prematurely.

**Secondary market risks**
Under normal market conditions, the issuer or the lead manager intend to post bid- and ask-prices on a regular basis. However, neither the issuer nor the lead manager is under any obligation with respect to investors to provide such bid- and ask-prices for specific order or securities volumes, and there is no guarantee of a specific liquidity or of a specific spread (i.e. the difference between bid- and ask-prices), for which reason investors cannot rely on being able to purchase or sell the structured products on a specific date or at a specific price.

**Issuer risk**
The value of structured products may depend not only on the performance of the underlying(s), but also on the creditworthiness of the issuer/guarantor, which may change during the term of the structured product. The investor is exposed to the risk of default of the issuer/guarantor. For further information on the rating of Vontobel Holding AG or Bank Vontobel AG, please see the issuance programme.

**Risk of adjustments**
Potential investors should be aware that it cannot be excluded that certain events or measures (by parties other than the Issuer) may occur with respect to the Underlying(s) that could lead to changes in the Underlying(s) or its concept (e.g. corporate actions of a company whose shares constitute an Underlying or Underlying component, market disruptions or other circumstances affecting normal activities). In the event of such events or measures occurring, the Issuer and/or the Calculation Agent are entitled to make adjustments in accordance with the Issuance Programme. Such adjustments may have a negative effect on the value of the product.

**Selling Restrictions**

**U.S.A., U.S. Persons, UK, DIFC/Dubai**
Australia, Hong Kong, Singapore, UK (please refer to the below mentioned WARNING STATEMENT) (note: the afore list is not exhaustive).

European Economic Area (EEA): Investors should note the selling restrictions: since the Program Documentation doesn’t meet the requirements of the EU Prospectus Directive, the implementing regulations or the national transposing measures, this security may not be publicly offered for sale within the EEA until a corresponding prospectus has been drawn up and approved by the supervisory authority, unless: (a) this offer is aimed exclusively at qualified investors, (b) this offer is aimed at fewer than 150 investors in total in each state in the EEA, (c) the minimum investment amount per investor is EUR 100,000 or the securities have a minimum nominal value of EUR 100,000, or (d) the selling price of all the securities offered is less than EUR 100,000.

DIFC/Dubai: This document relates to an Exempt Offer in accordance with the Markets Rules Module (MKT) of the Dubai Financial Services Authority (DFSA). This document is intended for distribution only to a person entitled to receive it under Rule 2.3.1 of the MKT. It must not be delivered to, or relied on, by any other person. The DFSA has no responsibility for reviewing or verifying any documents in connection with Exempt Offers. The DFSA has not approved this document nor taken any steps to verify the information set out in it, and has no responsibility for it. The securities to which this document relates may be illiquid and/or subject to restrictions on their resale. Prospective purchasers of the securities offered should conduct their own due diligence on the securities. If you do not understand the contents of this document, you should consult an authorized financial adviser. These Structured Products may only be offered or sold, or be made the subject of an invitation for subscription or purchase, whether directly or indirectly, under the conditions specified, and to the persons described, in, the below mentioned WARNING STATEMENT. Recipients of the Issuance Documentation and/or any other document or material in relation to the issue, offering or sale of the Structured Products may not reissue, circulate or distribute any of the aforementioned documents or materials or any part thereof in any manner whatsoever, except to the persons described in the below mentioned WARNING STATEMENT.

As a rule, no action has been taken or will be taken on the part of the issuer or any other entity in the Vontobel group of companies, that would permit or justify any offer of these Structured Products and/or the possession, circulation or distribution of the Issuance Documentation or any other offering or publicity material relating to these Structured Products, where action for such purpose is required under the laws and regulations of any country or jurisdiction. As the offer of these Structured Products and/or the possession, circulation or distribution of the Issuance Documentation or any other offering or publicity material relating to these Structured Products may be restricted or prohibited by the laws and regulations of certain countries or jurisdictions, any person who receives this Termsheet, any other part of the Issuance Documentation and/or any other offering or publicity material relating to these Structured Products are advised to consult their legal advisers on any such restrictions or prohibitions, and to observe them at all times.

Further risk information and selling restrictions
Please also note the additional risk factors and selling restrictions set out in detail in the Issuance Program.
**WARNING STATEMENT**

**Australia**
No prospectus or other disclosure document (as defined in the Corporations Act 2001 of Australia ("Corporations Act")) in relation to this document and the Program (collectively, the "Product Documentation") or the Securities has been or will be, lodged with the Australian Securities and Investments Commission ("ASIC"). Each person dealing in the Securities is required to represent and agree that it:

(a) has not (directly or indirectly) offered or invited applications, and will not offer or invite applications, for the issue, sale or purchase of the Securities in Australia (including an offer or invitation which is received by a person in Australia); or
(b) has not distributed or published, and will not distribute or publish, the Program, any information memorandum or any other offering material or advertisement relating to the Securities in Australia, unless,

(i) the aggregate consideration payable by the offeree is at least A$500,000 (or its equivalent in an alternate currency, in either case, disregarding monies lent by the offeror or its associates) or the offer otherwise does not require disclosure to investors under Parts 6D.2 or 7.9 of the Corporations Act

(ii) such action complies with all applicable laws, regulations and directives (including, without limitation, the licensing requirements set out in Chapter 7 of the Corporations Act);

(iii) the offer or invitation is not made to a person who is a 'retail client' within the meaning of section 761G of the Corporations Act; and

(iv) such action does not require any document to be lodged with ASIC.

**Hong Kong**
No person may issue or have in its possession for the purposes of issue, whether in Hong Kong or elsewhere, any advertisement, invitation or document relating to the Structured Products, which is directed at, or the contents of which are likely to be accessed or read by, the public of Hong Kong (except if permitted to do so under the securities laws of Hong Kong) other than with respect to the Structured Products which are or are intended to be disposed of only to persons outside Hong Kong or only to "professional investors" as defined in the Securities and Futures Ordinance (Cap. 571) of Hong Kong and any rules made under that Ordinance. Accordingly, the Structured Products may not be offered or sold in Hong Kong by means of any invitation, advertisement or documents other than (i) to "professional investors" as defined in the Securities and Futures Ordinance (Cap. 571) of Hong Kong and any rules made under that Ordinance; or (ii) in other circumstances which do not result in the document being a "prospectus" as defined in the Companies Ordinance (Cap. 32) of Hong Kong or which do not constitute an offer to the public in Hong Kong within the meaning of the Companies Ordinance (Cap. 32) of Hong Kong.

The contents of this document have not been reviewed by any regulatory authority in Hong Kong. If Investors are in any doubt about the contents of this document, they should obtain independent professional advice.

**Singapore**
This document and the Program (collectively, the "Product Documentation") have not been registered as a prospectus with the Monetary Authority of Singapore under the Securities and Futures Act (Chapter 289) of Singapore (the "SFA"). Accordingly, the Product Documentation and any other document or material in connection with the offer or sale, or invitation for subscription or purchase, of the Structured Products to be issued from time to time by the issuer pursuant to the offer may not be circulated or distributed, nor may the Structured Products be offered or sold, or be made the subject of an invitation for subscription or purchase, whether directly or indirectly, to any person in Singapore other than (a) to an institutional investor (as defined in Section 4A of the SFA and specified in the Securities and Futures (Classes of Investors) Regulations 2018 (the "Regulations")] pursuant to Section 274 of the SFA, (b) to a relevant person (as defined in Section 275 (2) of the SFA and the Regulations) pursuant to Section 275(1) of the SFA, or any person pursuant to an offer referred to in Section 275(1A) of the SFA, and in accordance with the applicable conditions specified in Section 275 of the SFA or (c) otherwise pursuant to, and in accordance with the conditions of, any other applicable provision of the SFA.

Where the Structured Products are acquired by persons who are relevant persons specified in Section 275 of the SFA, namely:

(c) a corporation (which is not an accredited investor (as defined in Section 4A of the SFA and the Regulations)) the sole business of which is to hold investments and the entire share capital of which is owned by one or more individuals, each of whom is an accredited investor; or

(d) a trust (where the trustee is not an accredited investor) whose sole purpose is to hold investments and each beneficiary of the trust is an individual who is an accredited investor,

the shares, debentures and units of shares and debentures of that corporation or the beneficiaries' rights and interest (howsoever described) in that trust shall not be transferred within 6 months after that corporation or that trust has acquired the Structured Products pursuant to an offer made under Section 275 of the SFA except:

1. to an institutional investor (under Section 274 of the SFA) or to a relevant person as defined in Section 275(2) of the SFA, or any person pursuant to an offer that is made on terms that such shares, debentures and units of shares and debentures of that corporation or such rights or interest in that trust are acquired at a consideration of not less than S$200,000 (or its equivalent in a foreign currency) for each transaction, whether such amount is to be paid for in cash or by exchange of securities or other assets and further for corporations, in accordance with the conditions specified in Section 275(1A) of the SFA;

2. where no consideration is or will be given for the transfer;

3. where the transfer is by operation of law; or

4. as specified in Section 276(7) of the SFA.

By accepting receipt of this document, any person in Singapore represents and warrants that he is entitled to receive such document in accordance with the restrictions set forth above and agrees to be bound by the limitations contained herein.
United Kingdom
Structured Products may be distributed and sold only by persons
(a) in the case of Structured Products with a term of less than one year (i) whose customary activities include the acquisition, the ownership, the management or the sale of investments (in their own name or on behalf of third parties) for their business purposes and (ii) who have offered or sold or will offer or sell the Structured Products only to persons whose activities in the ordinary course of business comprise the acquisition, the ownership, the management or the sale of investments (directly or on behalf of third parties) for their business purposes and (iii) who have only offered or sold or who will only offer and sell the Structured Products to persons whose customary business activities include the acquisition, the ownership, the management or sale of investments (in their own name or on behalf of third parties) for their business purposes or who one may properly assume will acquire, possess, manage or sell investments (for their own account or on behalf of third parties) for their business purposes, to the extent that the issue of Structured Products would otherwise constitute a violation by the Issuer of Section 19 of the Financial Services and Markets Act 2000 ("FSMA");
(b) who have communicated or will communicate or who have arranged for the communication or will arrange for the communication of the invitations or inducements to engage in investment activities (as referred to in Section 21 of the FSMA) which they have received in connection with the issue or the sale of the Structured Products only under conditions under which Section 21(1) of the FSMA does not apply to the Issuer or the Guarantor; and
(c) who have complied with and will comply with all the applicable provisions of the FSMA in all actions taken by them in respect of the Structured Products to the extent that they are taken in the United Kingdom, emanate from the United Kingdom or otherwise relate to the United Kingdom.

Legal Notices

Product documentation
Only the Termsheets published at www.derinet.com along with the associated notices and adjustments shall be legally valid. The original version of the Termsheet is in German; foreign-language versions constitute non-binding translations. The Issuer and/or Bank Vontobel AG is entitled to correct spelling mistakes, calculation or other obvious errors in this Termsheet and to make editorial changes, as well as to amend or supplement contradictory or incomplete provisions, without the consent of the investors. Up until the initial fixing date, the product terms designated as such of the "Termsheet (Indication)" are indicative and may be adjusted. The issuer is under no obligation to issue the product. The "Termsheet (Final Terms)", which is usually issued on the date of the initial fixing, contains a summary of the most important final terms and information, and constitutes the "Final Terms" pursuant to art. 21 of the Additional Rules for the Listing of Derivatives of SIX Swiss Exchange. Together with the current Issuance Program, registered with SIX Swiss Exchange (the „Issuance Program”), the Final Terms constitute the complete listing prospectus according to the Listing Rules. In the event of discrepancies between this Termsheet and the Issuance Program, the provisions of the Final Terms shall take precedence. For structured products not listed on the SIX Swiss Exchange, the Termsheet (Indication) constitutes the preliminary simplified prospectus and Termsheet (Final Terms) constitutes the definitive simplified prospectus pursuant to art. 5 of the Federal Act on Collective Investment Schemes (CISA). In addition, reference is also made (with the exception of the provisions authoritative for a listing) to the Issuance Program, in particular to the detailed information on risks contained therein, to the General Terms and Conditions and to the descriptions of the corresponding product types. During the entire term of the Structured Product, all documents may be ordered free of charge from Bank Vontobel AG, Financial Products documentation, Bleicherweg 21, 8002 Zurich, Switzerland (telephone: +41 58 283 78 88) and may also be downloaded on the www.derinet.com website. Vontobel explicitly rejects any liability for publications on other internet platforms.

Further information
The list and information shown do not constitute a recommendation concerning the underlying in question; they are for information purposes only and do not constitute either an offer or an invitation to submit an offer, or a recommendation to purchase financial products. Indicative information is provided without warranty. The information is not a substitute for the advice that is indispensable before entering into any derivative transaction. Only investors who fully understand the risks of the transaction to be concluded and who are commercially in a position to bear the losses which may thereby arise should enter into such transactions. Furthermore, we refer to the brochure "Special Risks in Securities Trading" which you can order from us. In connection with the issuing and/or selling of structured products, companies from the Vontobel Group can pay reimbursements to third parties directly or indirectly in different amounts (for details see "Figures for fees and charges"). Such commission is included in the issue price. You can obtain further information from your sales agent upon request. We will be happy to answer any questions you may have concerning our products on +41 58 283 78 88 from 08.00 – 17.00 CET on bank business days. Please note that all calls to this number are recorded. By calling this number, your consent to such recording is deemed given.

Material changes since the most recent annual financial statements
Subject to the information in this Termsheet and the Issuance Programme, no material changes have occurred in the assets and liabilities, financial position and profits and losses of the issuer/guarantor since the reporting date or the close of the last financial year or the interim financial statements of the issuer and, as the case may be, of the guarantor.

Responsibility for the listing prospectus
Bank Vontobel AG takes responsibility for the content of the listing prospectus and hereby declares that, to the best of its knowledge, the information is correct and that no material facts or circumstances have been omitted.

Zurich, March 18, 2019
Bank Vontobel AG, Zurich

Your customer relationship manager will be happy to answer any questions you may have.

Bank Vontobel AG
Gotthardstrasse 43, CH-8022 Zürich
Telefon +41 58 283 71 11
Internet: http://www.derinet.com

Banque Vontobel SA,
Rue du Rhône 31, CH-1204 Genève
Téléphone +41 58 283 26 26
Internet: http://www.derinet.com