

The Issuer of this Product has been replaced



**NOTENSTEIN**  
PRIVATE BANK

Termsheet

Public Offering: CH  
Capital Protection Products  
SSPA Product Type: 1100  
Issuer Risk  
 Swiss Withholding Tax

# Capital Protection Certificate with Participation on Swiss Balanced Strategy CHF

**103.00% Capital Protection - 100.00% Participation**

Final Fixing Date 16/09/2024; issued in CHF; listed on SIX Swiss Exchange AG

Investors should read the section "Significant Risks" below as well as the section "Risk Factors" of the relevant Programme.

**This Product is a derivative instrument. It does not qualify as unit of a collective investment scheme pursuant to art. 7 et seqq. of the Swiss Federal Act on Collective Investment Schemes (CISA) and is therefore neither registered nor supervised by the Swiss Financial Market Supervisory Authority FINMA. Investors do not benefit from the specific investor protection provided under the CISA.**

## I. Product Description

**Market expectation of the Investor** Price increase of the Underlying.  
Increasing Volatility of the Underlying.  
Possibility of large price decline.

**Product description** This Product entitles the Investor on the Redemption Date to a Cash Settlement in the Settlement Currency which equals the Capital Protection multiplied by the Denomination. In addition, the Investor can participate in the appreciation of the Underlying (unlimited), as described under "Redemption".

**The Terms and Conditions of this Product have been adjusted due to Corporate Actions.**

### Underlying

Underlying	Currency	Initial Fixing Level (100%)*	Strike Level (103.00%)*
Swiss Balanced Strategy CHF (see Appendix A)	CHF	CHF 1'000	CHF 1'030

### Product Details

Swiss Security Number	<b>24206868</b>
ISIN	<b>CH0242068689</b>
SIX Symbol	<b>NPACKJ</b>
Issue Price	100.00%
Issue Size	CHF 15'000'000 (can be increased at any time)
Denomination	CHF 1'000
Settlement Currency	CHF
Capital Protection	103.00%
Participation	100.00%

\* Levels are expressed in percentage of the Initial Fixing Level

Initial Fixing Date 15/09/2014	Final Fixing Date 16/09/2024	Redemption Date 23/09/2024			

Guaranteed by:

**RAIFFEISEN**

Rating: Moody's Aa3

## Dates

Subscription End Date	12/09/2014, 14.00 CET Please note that the Subscription Period might be closed earlier
Initial Fixing Date	15/09/2014
Issue Date	22/09/2014
First Exchange Trading Date	22/09/2014
Last Trading Day/Time	16/09/2024 / Exchange market close
Final Fixing Date	16/09/2024 (subject to Market Disruption Event provisions)
Redemption Date	23/09/2024 (subject to Settlement Disruption Event provisions)

## Redemption

The Investor is entitled to receive from the Issuer on the Redemption Date per Product:

**Scenario 1** If the Final Fixing Level is at or below the Strike Level, the Investor will receive a Cash Settlement in the Settlement Currency according to the following formula:  
Denomination × Capital Protection

**Scenario 2** If the Final Fixing Level is above the Strike Level, the Investor will receive a Cash Settlement in the Settlement Currency according to the following formula:  
Denomination × (Capital Protection + Participation × (Final Fixing Level - Strike Level) / Initial Fixing Level)

Initial Fixing Level means the value of the Underlying on the Initial Fixing Date, as determined by the Calculation Agent

Final Fixing Level means the value of the Underlying on the Final Fixing Date, as determined by the Calculation Agent

## General Information

Issuer	Notenstein Private Bank Ltd, St. Gallen, Switzerland
Guarantor	Raiffeisen Switzerland Cooperative, St. Gallen, Switzerland (Rating: Moody's Aa3)
Lead Manager	Notenstein Private Bank Ltd, St. Gallen, Switzerland
Calculation Agent	Notenstein Private Bank Ltd, St. Gallen, Switzerland
Paying Agent	Notenstein Private Bank Ltd, St. Gallen, Switzerland
Distribution Fees	Relevant Fees (as defined in article 27 of the General Terms and Conditions which are a part of the Programme)
Listing/Exchange	SIX Swiss Exchange AG; traded on SIX Structured Products Exchange AG Listing will be applied for.
Secondary Market	Daily price indications will be available from 09:15 - 17:15 CET on <a href="http://www.nostenstein-financialproducts.ch">www.nostenstein-financialproducts.ch</a> , Thomson Reuters [SIX Symbol]=LEOZ or [ISIN]=LEOZ and Bloomberg [ISIN] Corp.
Quotation Type	Secondary market prices are quoted in percentage.
Settlement Type	Cash Settlement
Minimum Investment	CHF 1'000
Minimum Trading Lot	CHF 1'000
Selling Restrictions	No action has been or will be taken to permit a public offering of the Products or possession or distribution of any offering material in relation to the Products in any jurisdiction where such action for that purpose is required. Consequently, any offer, sale or delivery of the Products, or distribution or publication of any offering material relating to the Products, may only be made in or from any jurisdiction in compliance with applicable laws and regulations not imposing any obligations on the Issuing Parties or the Lead Manager. Possible limitations resulting from legal restrictions with regard to cross-border communication and cross-border business concerning the products and related information remain reserved. Most important jurisdictions where the Products may not be publicly distributed are EEA, UK, Hong Kong and Singapore. The Products may not be offered or sold within the United States or to, or for the account or benefit of US persons (as defined in Regulation S). Detailed information on Selling Restrictions is published in the Programme which is available on <a href="http://www.nostenstein-financialproducts.ch">www.nostenstein-financialproducts.ch</a> .
Clearing	SIX SIS Ltd, Euroclear, Clearstream
Depository	SIX SIS Ltd
Public Offering	Switzerland
Form	Uncertificated Security / Book-entry
Governing	Swiss / St. Gallen

Law/Jurisdiction

**The definition “Issuing Party/Parties” as used herein, means the Issuer and the Guarantor, as indicated in section “General Information”.**

#### Taxation Switzerland

Swiss Federal Stamp Duty	For Swiss stamp duty purpose, the Product is treated as analogous to a bond. Therefore, secondary market transactions are in principle subject to Swiss stamp duty (TK22).
Swiss Federal Income Tax (for private investors with tax domicile in Switzerland)	For private Investors with tax domicile in Switzerland holding the Product as part of their private property, the positive difference between the sale price resp. redemption amount and the purchase price resp. Issue Price (according to the “reine Differenzbesteuerung”) is subject to the Federal Direct Tax. The tax treatment regarding the cantonal and communal income taxes can differ from the tax treatment regarding the Federal Direct Tax. But in general the income tax treatments are corresponding.
Swiss Withholding Tax	The following part(s) of the Product is/are subject to the Swiss withholding tax: the positive difference between the redemption amount and the Issue Price on the Redemption Date.
EU Savings Tax	For Swiss paying agents, the Product is not subject to the EU Savings tax.

For Investors resident in a state with whom Switzerland has concluded a bilateral agreement on a final withholding tax (currently in place with Austria and the United Kingdom) and provided the product is held in a custody account with a qualifying Swiss paying agent (deposit bank), any investment income or realised capital gains might be subject to the final withholding tax as laid out in the respective bilateral agreement. The applicable tax rate depends on the home country of the investor and the category of capital income or capital gain.

The tax information is a non-binding summary and only provides a general overview of the potential tax consequences linked to this Product at the time of issue. Tax laws and tax doctrine may change at any time, possibly with retroactive effect.

Investors and prospective Investors are advised to consult with their tax advisers with respect to the Swiss tax consequences of the purchase, ownership, disposition, lapse or exercise or redemption of a Product in light of their particular circumstances. The Issuing Parties and the Lead Manager hereby expressly exclude any liability in respect of any possible tax implications.

Updated bondfloor information, if a bondfloor is applicable to the Product (according to “Product Details” and “Taxation Switzerland” herein), can be found on the following web page of the Swiss Federal Tax Administration (FTA): [www.ictax.admin.ch](http://www.ictax.admin.ch)

#### Product Documentation

The Indicative Termsheet includes the information required for a preliminary simplified prospectus pursuant to Article 5 of the Swiss Federal Act on Collective Investment Schemes (“CISA”). The Termsheet, which will be available no later than on the Issue Date, as well as the Final Termsheet include the information required for a definitive simplified prospectus pursuant to Article 5 CISA. The Termsheet contains a summary of information of the Product and is for information purposes only. Only the Final Termsheet in German language together with the Derivative Programme of the relevant Issuer valid as per the Initial Fixing Date containing all further relevant terms and conditions, as such is amended from time to time (the “Programme”), shall form the entire and legally binding documentation for this Product (“Product Documentation”), and accordingly the Final Termsheet should always be read together with the Programme. Definitions used in the Final Termsheet, but not defined therein, shall have the meaning given to them in the Programme.

Notices to Investors in connection with this Product shall be validly given in accordance with the terms and conditions of the Programme. In addition, any changes with regard to the terms and conditions of this Product will be published on the relevant Termsheet on [www.notenstein-financialproducts.ch](http://www.notenstein-financialproducts.ch), or for listed products, in any other form as permitted by the rules and regulations of the SIX Swiss Exchange Ltd. Notices to Investors relating to the Issuing Parties will be published on [www.notenstein-financialproducts.ch](http://www.notenstein-financialproducts.ch) and/or on the web page of the respective Issuing Party.

During the whole term of this Product, the Product Documentation can be ordered free of charge from the Lead Manager Notenstein Private Bank Ltd, Bohl 17, P.O. Box, 9004 CH-St. Gallen (Switzerland), via telephone (+41 (0)71 242 53 00\*), fax (+41 (0)71 242 50 50) or via e-mail ([info@notenstein-financialproducts.ch](mailto:info@notenstein-financialproducts.ch)). Please note that all calls made to numbers marked with an asterisk (\*) are recorded.

## II. Prospects for Profit and Loss

This product falls within the category “Capital Protection”. Depending on whether the Product is capped or not, the profit an Investor could realize with this Product at redemption is limited (with cap) or unlimited (without cap). Any profit is composed of the invested capital (excluding any transaction or other costs) multiplied by the Capital Protection plus any additional (guaranteed and/or conditional) payments such as coupon or participation payments, bonuses or others.

On the downside the Investor’s exposure to the Underlying(s) is floored at the Capital Protection level.

Please refer to the sections “Product Description” and “Redemption” for more detailed information on the characteristics of this Product.

## III. Significant Risks

## Risk Factors Relating to the Product

The risk of loss related to this Product is limited to the difference between the purchase price (if higher than the Capital Protection) and the Capital Protection. However, during the life of the Product, its price can fall below the protection level.

## Additional Risk Factors

Prospective Investors should ensure that they fully understand the nature of this Product and the extent of their exposure to risks and they should consider the suitability of this Product as an investment in the light of their own circumstances and financial condition. Products involve a high degree of risk, including the potential risk of expiring worthless. Potential Investors should be prepared in certain circumstances to sustain a total loss of the capital invested to purchase this Product. Prospective Investors shall consider the following important risk factors and see the section "Risikofaktoren" of the Programme for details on all other risk factors to be considered.

This is a structured product involving derivative components. Investors should make sure that their advisors have verified that this Product is suitable for the portfolio of the investor taking into account the investor's financial situation, investment experience and investment objectives.

The terms and conditions of the Product may be subject to adjustments during the lifetime of the Product as set out in the Programme.

Investors whose usual currency is not the currency in which the product is redeemed should be aware of their possible currency risk. The value of the Product may not correlate with the value of the Underlying(s).

### 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 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 Products. Such occurrences can have an effect on the time of redemption and/or on the value of the Products.

### No dividend payment

This Product does not confer any claim to receive rights and/or payments of the underlying, such as dividend payments, unless explicitly stated herein, and therefore, without prejudice to any coupon or dividend payments provided for in this Termsheet, does not yield any current income. This means that potential losses in value of the Product cannot be compensated by other income.

### Credit Risk of Issuing Parties

Investors bear the credit risk of the Issuing Parties of the Product. The Products constitute unsubordinated and unsecured obligations of the relevant Issuing Party and rank pari passu with each and all other current and future unsubordinated and unsecured obligations of the relevant Issuing Party. The insolvency of an Issuing Party may lead to a partly or total loss of the invested capital.

Potential Investors should note that the Issuer is not rated by the credit rating agencies, i.e. there is no credit rating for the Issuer.

### Secondary Market

The Issuer and/or the Lead Manager or any third party appointed by the Issuer, as applicable, intends, under normal market conditions, to provide bid and offer prices for the Products on a regular basis (if specified in the section "General Information"). However, the Issuer and/or the Lead Manager, as applicable, make no firm commitment to provide liquidity by means of bid and offer prices for the Products, and assume no legal obligation to quote any such prices or with respect to the level or determination of such prices. In special market situations, where the Issuer and/or the Lead Manager is/are unable to enter into hedging transactions, or where such transactions are very difficult to enter into, the spread between the bid and offer prices may be temporarily expanded, in order to limit the economic risks of the Issuer and/or the Lead Manager.

## Additional Information / Disclaimer

### Prudential Supervision

Notenstein Private Bank Ltd is regulated as a Swiss bank and as a securities-dealer by the FINMA by which the respective licence was granted.

Raiffeisen Switzerland Cooperative is regulated as a Swiss bank and as a securities-dealer by the FINMA by which the respective licence was granted.

### Conflict of Interests

The Issuing Parties and/or the Lead Manager and/or any third party appointed by them, as the case may be, may from time to time, as principal or agent, have positions in, or may buy or sell, or make a market as well as be active on both sides of the market at the same time in any securities, currencies, financial instruments or other assets underlying the products to which this document relates. The Issuer's and/or Lead Manager's and/or the appointed third party's trading and/or hedging activities related to this transaction may have an impact on the price of the Underlying and may affect the likelihood that any relevant Barrier Level, if any, is reached.

### Remunerations to Third Parties

Depending on the circumstances the Issuer and/or Lead Manager may sell this Product to financial institutions or intermediaries at a discount to the Issue Price or reimburse a certain amount to such financial institutions or intermediaries (reference is made to section "General Information" herein, where such fees, if applicable, will be disclosed).

In addition, for certain services rendered by distribution partners and to increase quality and services relating to the Products, the Issuer and/or Lead Manager may from time to time pay trailer fees to such third parties.

Further information is available on request.

**No Offer**

The indicative Termsheet is primarily provided for information purposes and does not constitute a recommendation, an offer or a solicitation of an offer to buy financial products.

**No Representation**

The Issuer, the Lead Manager and any third party appointed by them make no representation or warranty relating to any information herein which is derived from independent sources.

**For distribution in Switzerland**

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## Appendix A

### Description

The Swiss Balanced Strategy CHF will be composed of notional units of Swiss Balanced Excess Return Index (the “Volatility Asset”), an interest-bearing cash facility (the “Cash Asset”) and a loan facility (the “Loan Asset”). The exposure to each component will be adjusted regularly as described below under the “Vol Cap Mechanism”. In general, exposure to the Volatility Asset is increased in low volatile environments and reduced in high volatile environments. The allocation to the Volatility Asset will vary between 0% and a maximum of 100% of the Underlying Value, subject to maximum loan facility (the “Max Loan”). The Max Loan is set to zero.

### Underlying of the Strategy

(i) Underlying <sub>i</sub>	Bloomberg Ticker	Value <sub>i,0</sub>	Units <sub>i,0</sub>	Currency <sub>i</sub>
1 Swiss Balanced Excess Return Index (the “Volatility Asset”)	LEONSBER Index	1035.7706	0.946155	CHF
2 Cash Asset (defined in section “Cash Asset”)	Not applicable	1.00	20.00	CHF
3 Loan Asset (defined in section “Loan Asset”)	Not applicable	1.00	0	CHF

### Strategy Valuation

On each Exchange Business Day t the value (NAV<sub>t</sub>) of the Strategy is determined as follows:

$$NAV_t = \text{Max}(0 ; \text{Value}_{1,t} \times \text{Units}_{1,t} + \text{Value}_{2,t} \times \text{Units}_{2,t} + \text{Value}_{3,t} \times \text{Units}_{3,t})$$

Where

Value<sub>i,t</sub> means the level of the respective Underlying<sub>i</sub> on Exchange Business Day t as reasonably determined by the Calculation Agent and as defined in the following sections “Volatility Asset”, “Cash Asset” and “Loan Asset”.

Units<sub>i,t</sub> means the notional units of Underlying<sub>i</sub> on Exchange Business Day t

### Volatility Asset

On each Exchange Business Day t the value (Value<sub>1,t</sub>) of the Volatility Asset equals, where available, a realized, or otherwise a quoted price, of the Volatility Asset as quoted on the respective Bloomberg page, or a price as otherwise observed in the market, as determined by the Calculation Agent in commercially reasonable manner.

### Cash Asset

On each Exchange Business Day t the value (Value<sub>2,t</sub>) of the Cash Asset is determined as follows:

$$\text{Value}_{2,t} = \text{Value}_{2,t-1} \times \{1 + \text{Max}(0; \text{Rate}_{t-1}) \times \Delta T\}, \text{ for } t > 0$$

Where

Value<sub>2,t-1</sub> means the value of the Cash Asset on Exchange Business Day t-1

Rate<sub>t-1</sub> 0.00%

ΔT means the actual number of calendar days from and excluding Exchange Business Day t-1 to and including Exchange Business Day t divided by 360 (Act/360)

### Loan Asset

On each Exchange Business Day t the value (Value<sub>3,t</sub>) of the Loan Asset is determined as follows:

$$\text{Value}_{3,t} = \text{Value}_{3,t-1} \times \{1 + \text{Rate}_{t-1} \times \Delta T\}, \text{ for } t > 0$$

Where

Value<sub>3,t-1</sub> means the value of the Loan Asset on Exchange Business Day t-1

Rate<sub>t-1</sub> 0.00%

ΔT means the actual number of calendar days from and excluding Exchange Business Day t-1 to and including Exchange Business Day t divided by 360 (Act/360)

### Vol Cap Mechanism

On each Exchange Business Day t, if the realized allocation to the Volatility Asset as defined below (the “Realized Allocation”), exceeds a certain threshold value (the “Target Allocation”), then the Vol Cap Mechanism adjusts the notional units of the Volatility Asset, Cash Asset and Loan Asset (the “Reallocation Event”) in order to meet an annualized volatility target of the Strategy of

**8.0%.** On each Exchange Business Day  $t$ , the following four steps (in this precise order) are taken:

1. Calculate the Target Allocation to the Volatility Asset;
2. Determine and deduct the Management Fee;
3. Determine if a Reallocation Event takes place;
4. In case of a Reallocation Event rebalance the Strategy.

### 1. Target Allocation to the Volatility Asset

Raw Allocation <sub>$t$</sub>  Depending on Volatility <sub>$t$</sub>  (defined below) the Raw Allocation <sub>$t$</sub>  to the Volatility Asset on Exchange Business Day  $t$  is determined as illustrated in the table below.

Target Allocation <sub>$t$</sub>  Target Allocation <sub>$0$</sub>  is equal to 100%. The Target Allocation <sub>$t$</sub>  equals Target Allocation <sub>$t-1$</sub>  except for:

- a) If Target Allocation <sub>$t-1$</sub>  is less than Raw Allocation (for  $t > 0$ ) AND Raw Allocation <sub>$t$</sub>  has been constant for the last 20 Exchange Business Days
- b) If Target Allocation <sub>$t-1$</sub>  is greater than Raw Allocation <sub>$t$</sub> .

In both cases Target Allocation <sub>$t$</sub>  is set equal to Raw Allocation <sub>$t$</sub> . Volatility <sub>$t$</sub>  is calculated as follows:

$$\text{Volatility}_t = \sqrt{\frac{260}{(W-1)} \times \sum_{i=0}^{W-1} (R_{[i]})^2}$$

Where

$W$  means 20 (the number of Exchange Business Days over which the realized historical volatility is calculated)

$R_{[i]}$  means the logarithmic return of the Volatility Asset on Exchange Business Day  $t$ , calculated as follows:

$$R_{[i]} = \ln \left\{ \frac{\text{Value}_{1,t}}{\text{Value}_{1,t-1}} \right\}$$

In case less than 20 observations are available for the Volatility Asset; the Calculation Agent may infer the Volatility from the current composition of the Volatility Asset.

Volatility <sub><math>t</math></sub> (from and including)	Volatility <sub><math>t</math></sub> (to and excluding)	Raw Allocation <sub><math>t</math></sub>
0.00%	8.00%	100.00%
8.00%	10.00%	80.00%
10.00%	12.00%	66.67%
12.00%	16.00%	50.00%
16.00%	and above	0.00%

### 2. Determination of Management Fee

Management Fee (MF <sub>$t$</sub> ) The Management Fee on Exchange Business Day  $t$  is calculated as per the following formula:

$$\text{MF}_t = \text{NAV}_{t-1} \times \text{AMF} \times \Delta T, \text{ for } t > 0$$

Where

$\text{NAV}_{t-1}$  means the value of the Strategy on Exchange Business Day  $t-1$

$\text{AMF}$  means the annual management fee of 1.50%

$\Delta T$  means the actual number of calendar days from and excluding Exchange Business Day  $t-1$  to and including Exchange Business Day  $t$  divided by 360 (Act/360)

Following the determination of the Management Fee the Calculation Agent will adjust the notional units of the Cash Asset and/or the Loan Asset as illustrated below and will re-calculate the value ( $\text{NAV}_t$ ) of the Strategy.

$$\text{Units}_{2,t} = \text{Max}(0; \text{Units}_{2,t-1} - \text{MF}_t / \text{Value}_{2,t}), \text{ for } t > 0$$

$$\text{Units}_{3,t} = \text{Units}_{3,t-1} - \{MF_t - (\text{Units}_{2,t-1} - \text{Units}_{2,t}) \times \text{Value}_{2,t}\} / \text{Value}_{3,t}, \text{ for } t > 0$$

Where

Value<sub>i,t</sub> means the level of the respective Underlying<sub>i</sub> on Exchange Business Day t as reasonably determined by the Calculation Agent

Units<sub>i,t</sub> means the notional units of Underlying<sub>i</sub> on Exchange Business Day t

Units<sub>i,t-1</sub> means the notional units of Underlying<sub>i</sub> on Exchange Business Day t-1

### 3. Determination of Reallocation Event

Reallocation Event A Reallocation Event takes place if (for t > 0):

a) Target Allocation<sub>t</sub> is different from Target Allocation<sub>t-1</sub>, or

b) Realized Allocation<sub>t</sub> is greater than the Target Allocation<sub>t</sub>

A Reallocation Event takes place on Exchange Business Day 1.

Realized Allocation<sub>t</sub> The Realized Allocation on Exchange Business Day t is calculated as follows:

$$\text{Realized Allocation}_t = \text{Units}_{1,t} \times \text{Value}_{1,t} / \text{NAV}_t$$

Where

Value<sub>1,t</sub> means the level of the Underlying<sub>1</sub> on Exchange Business Day t as reasonably determined by the Calculation Agent

Units<sub>1,t</sub> means the notional units of Underlying<sub>1</sub> on Exchange Business Day t

NAV<sub>t</sub> means the value of the Strategy (after the determinations in step 2)

### 4. Rebalancing of the Strategy

If no Reallocation Event takes place then Units<sub>1,t</sub> equal Units<sub>1,t-1</sub>. Otherwise the Calculation Agent will make the following adjustments on Exchange Business Day t:

$$\text{Units}_{1,t} = \text{Units}_{1,t-1} + \text{Amount}_t / \text{Value}_{1,t}^*, \text{ for } t \geq 0$$

(for t = 0 Units<sub>1,t-1</sub> is assumed to be zero)

$$\text{Amount}_t = \text{Min}\{\text{Excess Cash}_t; (\text{Target Allocation}_t - \text{Buffer}) \times \text{NAV}_t - \text{Units}_{1,t} \times \text{Value}_{1,t}\}$$

$$\text{Excess Cash}_t = \text{Max}(0; \text{Units}_{2,t} \times \text{Value}_{2,t} + \text{Units}_{3,t} \times \text{Value}_{3,t} + \text{Max Loan})$$

If Remaining Cash<sub>t</sub> is equal or greater zero:

$$\text{Units}_{2,t} = \text{Remaining Cash}_t / \text{Value}_{2,t} \text{ and } \text{Units}_{3,t} = 0$$

If Remaining Cash<sub>t</sub> is less zero:

$$\text{Units}_{2,t} = 0 \text{ and } \text{Units}_{3,t} = \text{Remaining Cash}_t / \text{Value}_{3,t}$$

$$\text{Remaining Cash}_t = \text{Units}_{2,t} \times \text{Value}_{2,t} + \text{Units}_{3,t} \times \text{Value}_{3,t} - \text{Amount}_t$$

Where

Amount<sub>t</sub> means the amount to be invested/devested into notional units of the Volatility Asset

Excess Cash<sub>t</sub> means the maximum available cash amount available for an investment in notional units in the Volatility Asset (only relevant if Units<sub>1,t</sub> is increased) prior to reallocation

Remaining Cash<sub>t</sub> means the cash/loan amount available post reallocation

Buffer 2.0% (the purpose of the Buffer is to avoid reallocation on the next Exchange Business Day due to the accrual of the Management Fee which may cause the Realized Allocation to be above the Target Allocation triggering a Reallocation Event)



$NAV_t$	means the value of the Strategy (after the determinations in step 2)
$Value_{i,t}$	means the level of the Underlying <sub>i</sub> on Exchange Business Day t as reasonably determined by the Calculation Agent
$Value_{1,t}^*$	means the execution level of the Underlying <sub>i</sub> on Exchange Business Day t on a best effort basis (reflecting any trading costs levied on the Calculation Agent) and as reasonably determined by the Calculation Agent
$Units_{i,t}$	means the notional units of Underlying <sub>i</sub> on Exchange Business Day t (after the determinations in step 2)
<b>Max Loan</b>	<b>0 CHF</b>

**12/12/2014 - Issue Size Increase**

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Effective Date: 12/12/2014

The Issue Size of this product has been increased.  
The Terms and Conditions have been adjusted as follows:

Issue Size new: CHF 15'000'000 (old: CHF 10'000'000)

**02/11/2015 - Name Change**

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Effective Date: 02/11/2015

Underlying: -

**Notenstein Private Bank Ltd. changed its company name.**

The Terms and Conditions have been adjusted as follows:

Company name new: Notenstein La Roche Private Bank Ltd. (old: Notenstein Private Bank Ltd.)

**08/05/2017 - Change of the Issuer, the Lead Manager, the Calculation Agent and the Paying Agent**

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Capital Protection Certificate with Participation on Swiss Balanced Strategy CHF

103.00% Capital Protection - 100.00% Participation

ISIN: CH0242068689

SIX Symbol: NPACKJ

Effective Date: 08/05/2017

**In accordance with the General Terms and Conditions of the Programme the Issuer, the Lead Manager, the Calculation Agent and the Paying Agent have been replaced.**

The Terms and Conditions have been adjusted as follows:

Issuer new:	Raiffeisen Switzerland Cooperative, St. Gallen, Switzerland	(old: Notenstein La Roche Private Bank Ltd, St. Gallen, Switzerland)
Lead Manager new:	Raiffeisen Switzerland Cooperative, St. Gallen, Switzerland	(old: Notenstein La Roche Private Bank Ltd, St. Gallen, Switzerland)
Calculation Agent new:	Raiffeisen Switzerland Cooperative, St. Gallen, Switzerland	(old: Notenstein La Roche Private Bank Ltd, St. Gallen, Switzerland)
Paying Agent	Raiffeisen Switzerland Cooperative, St. Gallen, Switzerland	(old: Notenstein La Roche Private Bank Ltd, St. Gallen, Switzerland)
Guarantor	n/a because former guarantor becomes new issuer	(old: Raiffeisen Switzerland Cooperative, St. Gallen, Switzerland)