

Credit Suisse US Core Balanced Index

Investment Strategy

The Credit Suisse US Core Balanced Index ("CSEACORE" or "Index") is a rules-based multi-asset index.

The equity component of the Index aims to provide an efficient way to gain exposure to a leading indicator of large cap US equities.

The fixed income component attempts to mitigate equity risk and therefore provide more stable returns.

The Index is rebalanced daily to target a volatility of 5%.

Key Information

Index Credit Suisse US Core Balanced Index

Bloomberg Ticker CSEACORE <Index>

Category Dynamic Asset Allocation

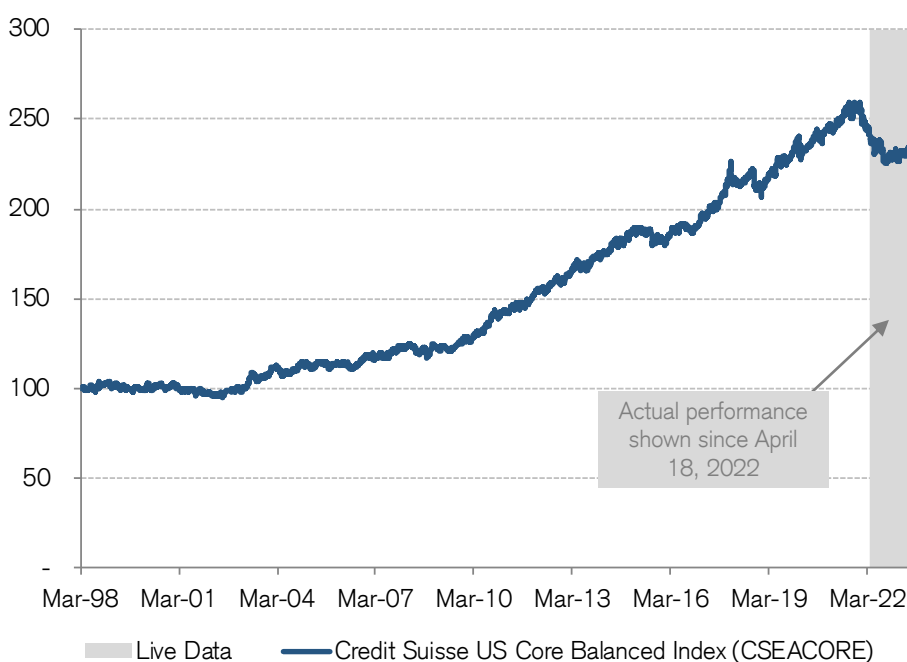
Return Type Excess Return

Currency USD

Live Date April 18, 2022

Index Fees 0.5% p.a. deducted daily

Actual and Simulated Performance of the Index

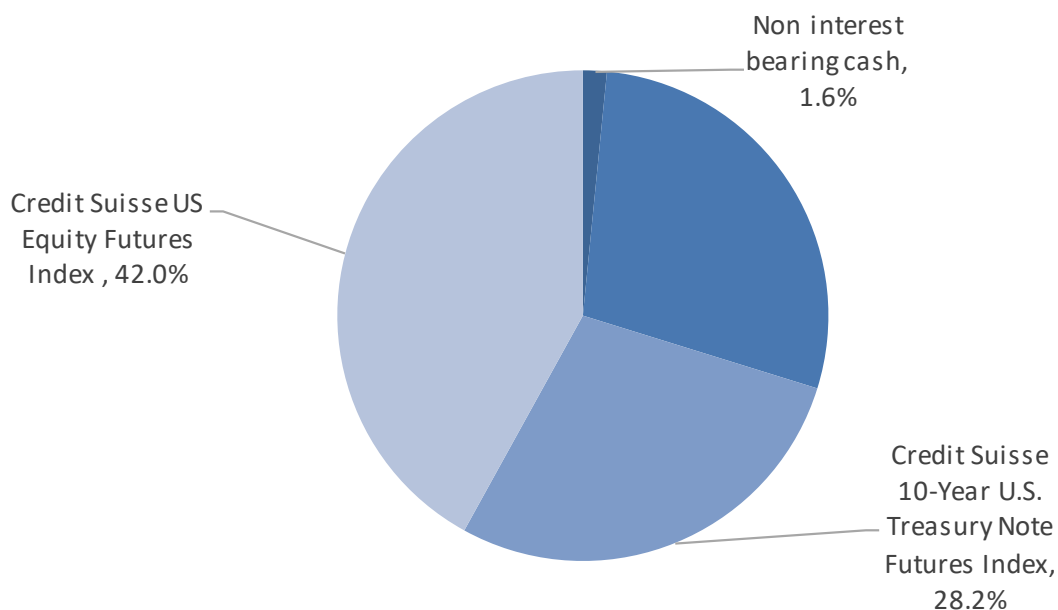


Historical Monthly Returns

	Jan	Feb	Mar	Apr	May	June	July	Aug	Sept	Oct	Nov	Dec	Year
2016	0.6%	0.8%	1.8%	-0.2%	0.6%	0.4%	1.2%	-0.6%	-0.1%	-1.4%	-0.3%	0.8%	3.8%
2017	1.0%	2.8%	0.0%	0.7%	0.9%	0.2%	1.4%	-0.2%	1.0%	1.8%	2.5%	0.8%	13.7%
2018	4.0%	-3.6%	-0.6%	-0.7%	0.9%	-0.1%	1.3%	1.8%	0.0%	-4.3%	0.9%	-1.2%	-1.9%
2019	2.1%	0.3%	1.7%	1.2%	-1.4%	3.5%	0.2%	0.5%	-0.5%	0.6%	1.1%	1.0%	10.5%
2020	0.9%	-1.8%	0.3%	0.8%	0.7%	0.3%	1.4%	1.2%	-0.9%	-1.5%	2.7%	0.9%	5.3%
2021	-0.6%	-0.1%	0.6%	1.7%	0.3%	0.9%	1.4%	1.1%	-3.0%	2.1%	-0.2%	1.3%	5.5%
2022	-3.2%	-0.9%	-1.1%	-3.1%	0.4%	-2.2%	2.0%	-2.0%	-2.9%	0.5%	1.3%	-1.2%	-11.9%
2023	1.5%	-1.6%	1.6%	0.4%	-0.6%	1.3%							2.5%

Source: Credit Suisse, Bloomberg. Data collected from March 20, 1998 to June 30, 2023. The Credit Suisse US Core Balanced Index went live on April 18, 2022. Any data shown prior to the live date is simulated. Past performance is no indication or guarantee of future performance. The return results provided herein are illustrative only and were derived by means of a retroactive application of a back-casted model designed with the benefit of hindsight. These back-casted, hypothetical, historical annualized Index returns have inherent limitations. No representation is made that in the future the Index will have the returns shown. Alternative modeling techniques or assumptions might produce significantly different results and may prove to be more appropriate. A actual annualized returns may vary materially from this analysis.

The Index returns are net a 0.5% p.a. index calculation fee, which will reduce the performance of the Index. The Index could underperform relative to other indices, including equity indices. In addition, the Index is a futures-based excess return index: it does not reflect interest that could be earned on a hypothetical cash position collateralizing the futures contracts.



In some scenarios, cash may have a negative weight. Additionally, the aggregate weights may not sum to 100% due to rounding. Any exposure to cash is non-remunerating, meaning it does not earn interest. The greater the exposure to cash, the smaller the impact on the Index from market fluctuations and, consequently, the lower the potential for gains or losses.



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Disclaimer

Key considerations related to the Index

- The Index is rules-based and cannot be invested in directly.
- There is no assurance that the strategy on which the Index is based will be successful in producing positive returns. The Index may not rise in value and may not outperform any alternative portfolio or strategy that tracks the Index components.
- The Index has a 0.5% p.a. index calculation fee deducted on a daily basis, which will reduce the performance of the Index.
- The Index utilizes components that reference futures contracts. The Index may underperform a similar investment linked to the spot prices or current levels of the underlying assets tracked by the futures contracts included in the Index components.
- The Index has a limited operating history and may perform in unanticipated ways. Past performance is no indication or guarantee of future performance. No actual investment which allowed tracking of the performance of the Index was possible before April 18, 2022. The return results provided herein are illustrative only and were derived by means of a retroactive application of a back-casted model designed with the benefit of hindsight. These back-casted, hypothetical, historical annualized Index returns have inherent limitations. No representation is made that the Index will have such returns in the future. Alternative modeling techniques or assumptions might produce significantly different results and may prove to be more appropriate. Actual annualized returns may vary materially from this analysis.
- If the realized volatility of the equity component is sufficiently low (below 5%) as observed daily, the Index may not employ any diversification.
- The Index involves risks associated with equity markets and fixed income investments.
- Diversification across asset classes does not guarantee positive performance, and it is possible that the Index may underperform due to overexposure to declining assets or underexposure to growing assets.
- The Index is an "excess return" index and not a "total return" index. An excess return index is distinct from a total return index, which, in addition to changes in the settlement price of the underlying futures contract, would reflect interest on a hypothetical cash position collateralizing the futures contract.
- Although the Index employs a mechanism designed to limit its volatility, no assurance can be given that it will achieve its volatility target. The actual realized volatility may differ from the Index's volatility target, which could negatively impact the performance of the Index, and the volatility-limiting mechanism may reduce the performance of the Index in rising markets.
- The Index may have greater than 100% exposure (up to 125%) to the multi-asset allocation at any time as a result of the Volatility Control Mechanism, which may exacerbate losses and subsequent deleveraging may increase the time taken to recover from a drawdown event.
- Credit Suisse is the Index's Sponsor and it (or affiliates) plays a variety of roles in connection to the Index, including acting as calculation agent and overseeing the rulebook that governs the operations of the Index. In addition, Credit Suisse would be expected to hedge any financial instruments and obligations linked to the Index. In such circumstances the economic interests of Credit Suisse and its affiliates are potentially adverse to the interests of a purchaser of any such instrument or obligation linked to the Index.

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The Index is an "excess return" index and not a "total return" index. An excess return index is distinct from a total return index, which, in addition to changes in the settlement price of the underlying futures contract, would reflect interest on a hypothetical cash position collateralizing the futures contract. The Index has a 0.5% per annum index calculation fee deducted on a daily basis. The index fee will negatively affect the performance of the Index, offsetting any appreciation of its value, exacerbating any depreciation of its value and causing the level of the Index to decline steadily if its value remains relatively constant.

While volatility controls may result in less fluctuation in rates of return as compared to indices without volatility controls, they may also reduce the overall rate of return as compared to products not subject to volatility controls.

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