



Swiss Structured Product Industry Report Q1 2024

May 2024

Executive Summary

Turnover of Swiss structured products of the major SSPA members amounted to CHF 49 bn in Q1 2024

- Total turnover was CHF 15 bn in January, CHF 19 bn in February, and CHF 16 bn in March
- In comparison total turnover of CHF 49 bn in Q1 2024 was above Q4 2023 (CHF 41 bn), and below Q1 2023 (CHF 56 bn)
- In Q1 2024 reverse convertibles generated the highest turnover (CHF 12 bn), followed by trackers (CHF 6 bn), and warrants with knock-out (CHF 5 bn)

Yield enhancement products had the highest turnover share, followed by leverage, participation, and capital protection

- Yield enhancement had the largest turnover share, at 45% in Q1 2024, representing CHF 22 bn; with equity as the preferred asset class (50%) and USD as the main currency (43%); 86% of turnover was not listed and 88% was traded in the primary market
- Leverage products' turnover share amounted to 26%, representing a turnover of CHF 13 bn; with equity as the preferred asset class (70%) and EUR as the main currency (59%); 69% of turnover was listed and 87% was traded in the secondary market
- Participation products' turnover share amounted to 14%, representing CHF 7 bn; with equity as the preferred asset class (74%) and USD as the main currency (48%); 64% of turnover was not listed and 81% was traded in the secondary market
- Capital protection products' turnover share amounted to 10%, representing CHF 5 bn; preferring fixed income (80%) and USD as the main currency (82%); 97% of turnover was not listed and 85% was traded in the primary market

Equity products had the highest turnover of all asset classes in Q1 2024

- The turnover of equity products amounted to CHF 27 bn, followed by foreign exchange (CHF 11 bn), fixed income (CHF 5 bn), other asset classes (CHF 5 bn), and commodities (CHF 2 bn)
- Equities products thereby reached a share of 54%; while foreign exchange, fixed income, other asset classes products, and commodities were at 22%, 10%, 9% and 5% respectively

Non-listed products had the highest turnover share

- Non-listed products realized a turnover of CHF 33 bn in Q1 2024, which translated to 67% of total turnover
- The turnover share of listed products was 33%, reaching CHF 16 bn

Turnover share of primary exceeded secondary market

- With a turnover of CHF 28 bn in Q1 2024 the primary had a higher turnover than the secondary market (CHF 22bn), the corresponding turnovers shares were 56% and 44%

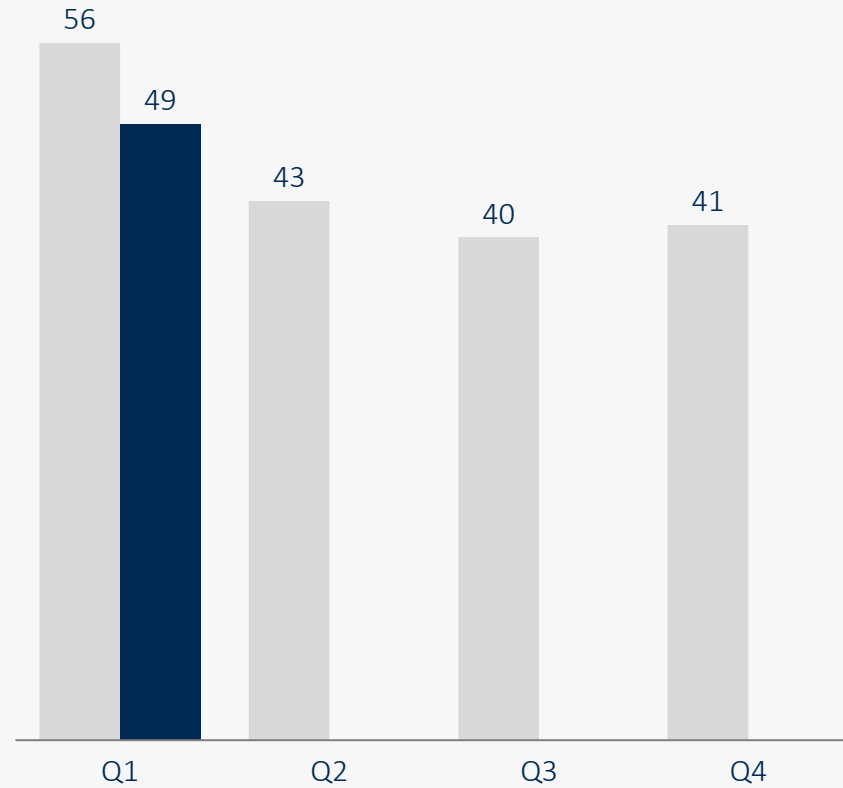
USD denominated products captured the largest share, followed by EUR and CHF products

- In Q1 2024 the total turnover of USD products amounted to CHF 21 bn, representing a turnover share of 42%
- The turnover share of EUR was 34%, corresponding to a total turnover CHF 17 bn
- With a total turnover of CHF 7 bn the CHF accounted for a turnover share of 14%

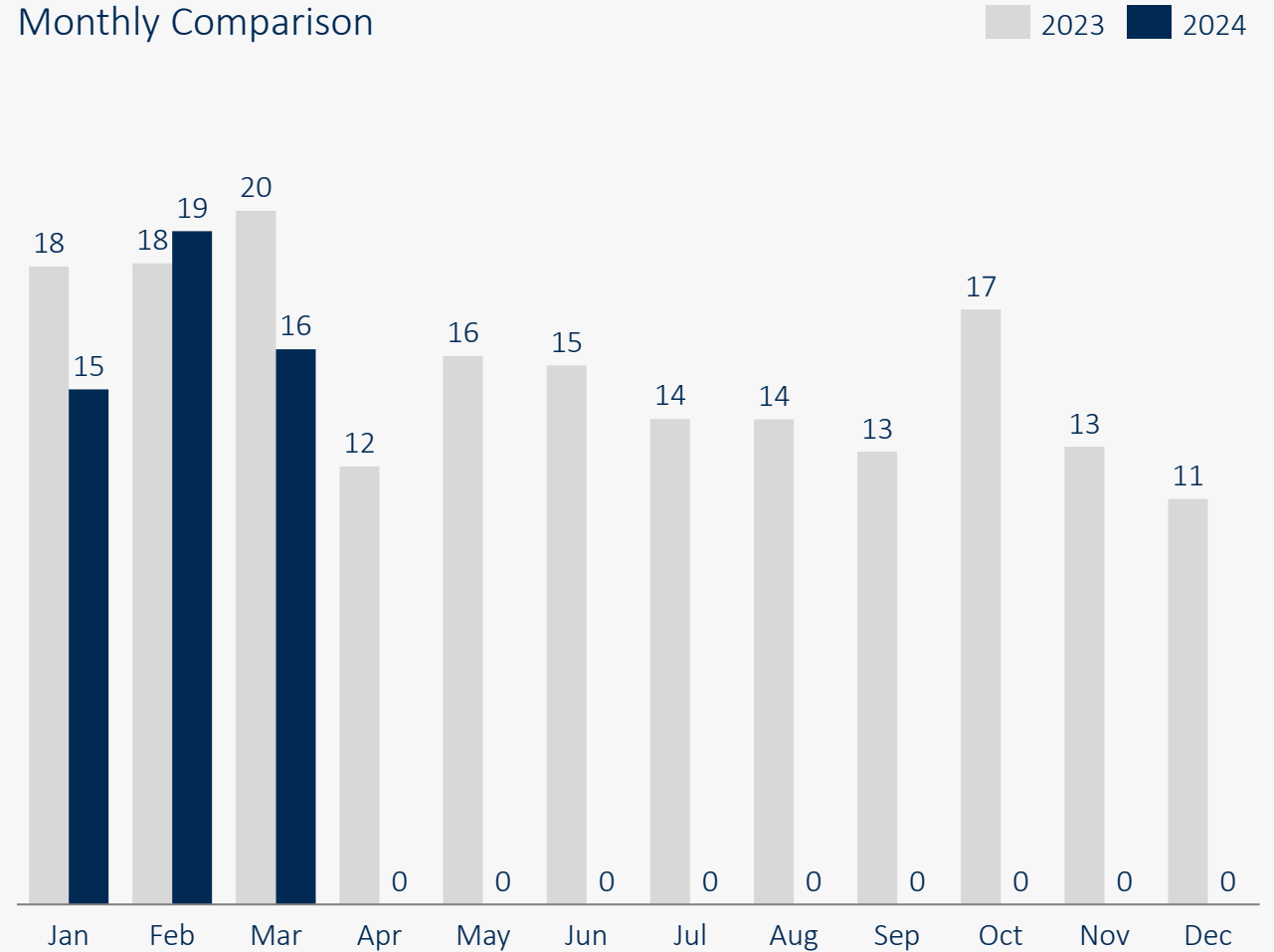
Overall turnover development of structured products in 2023 and 2024

Turnover in respective time frame in CHF bn

Quarterly comparison

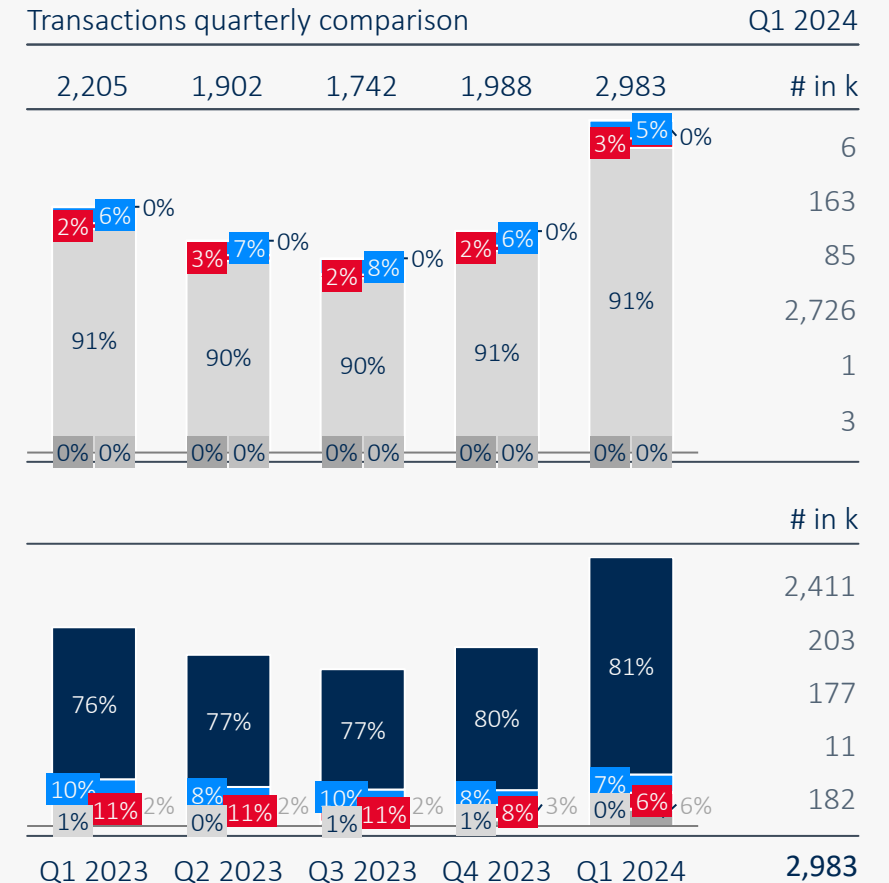
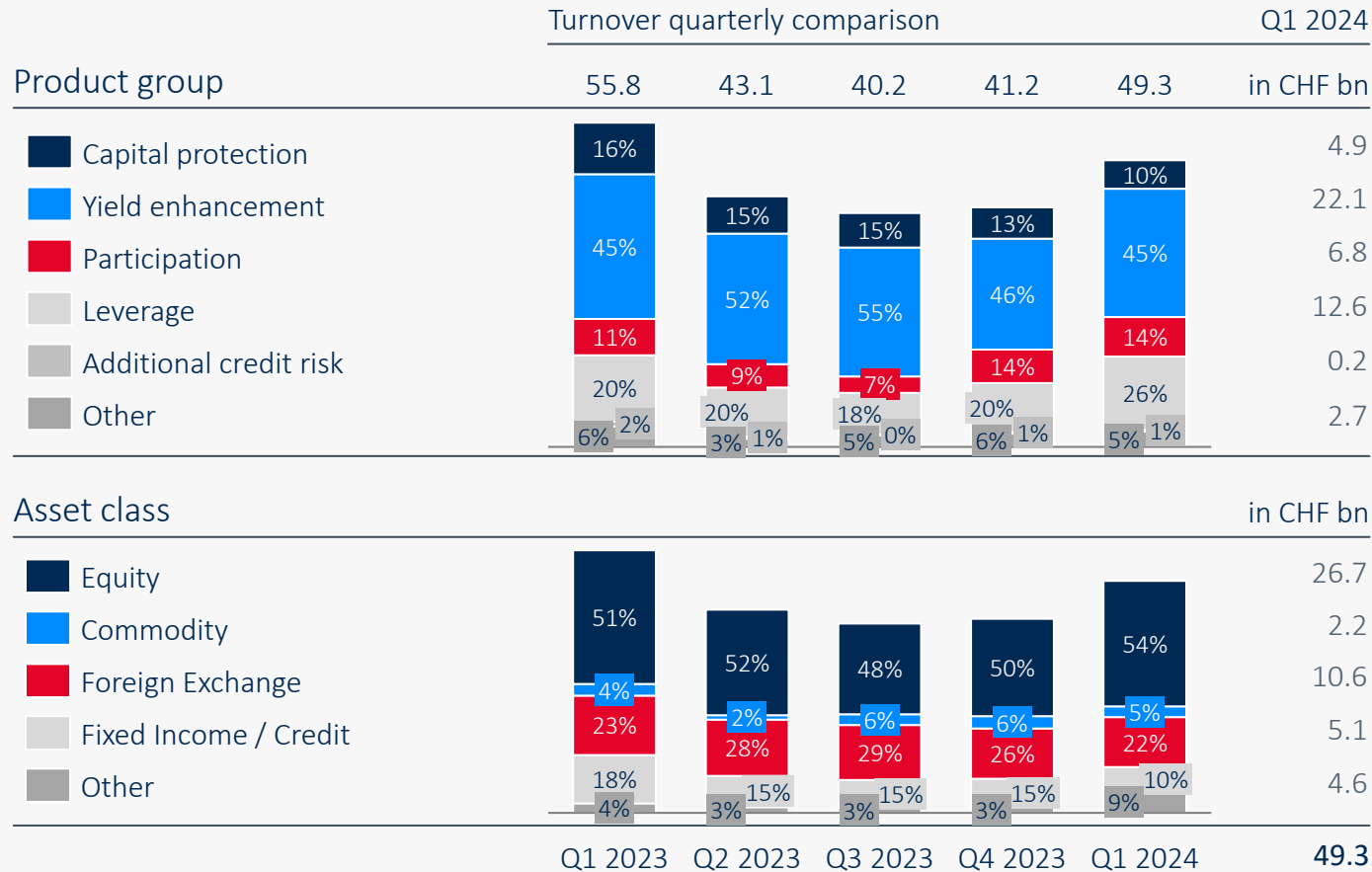


Monthly Comparison

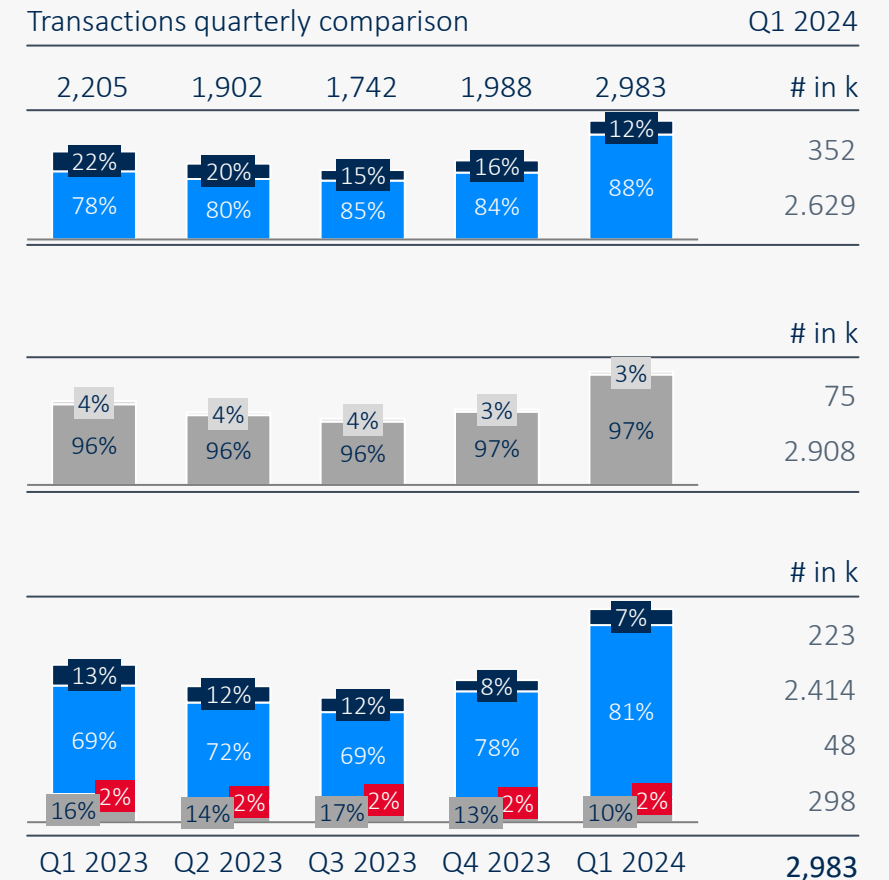
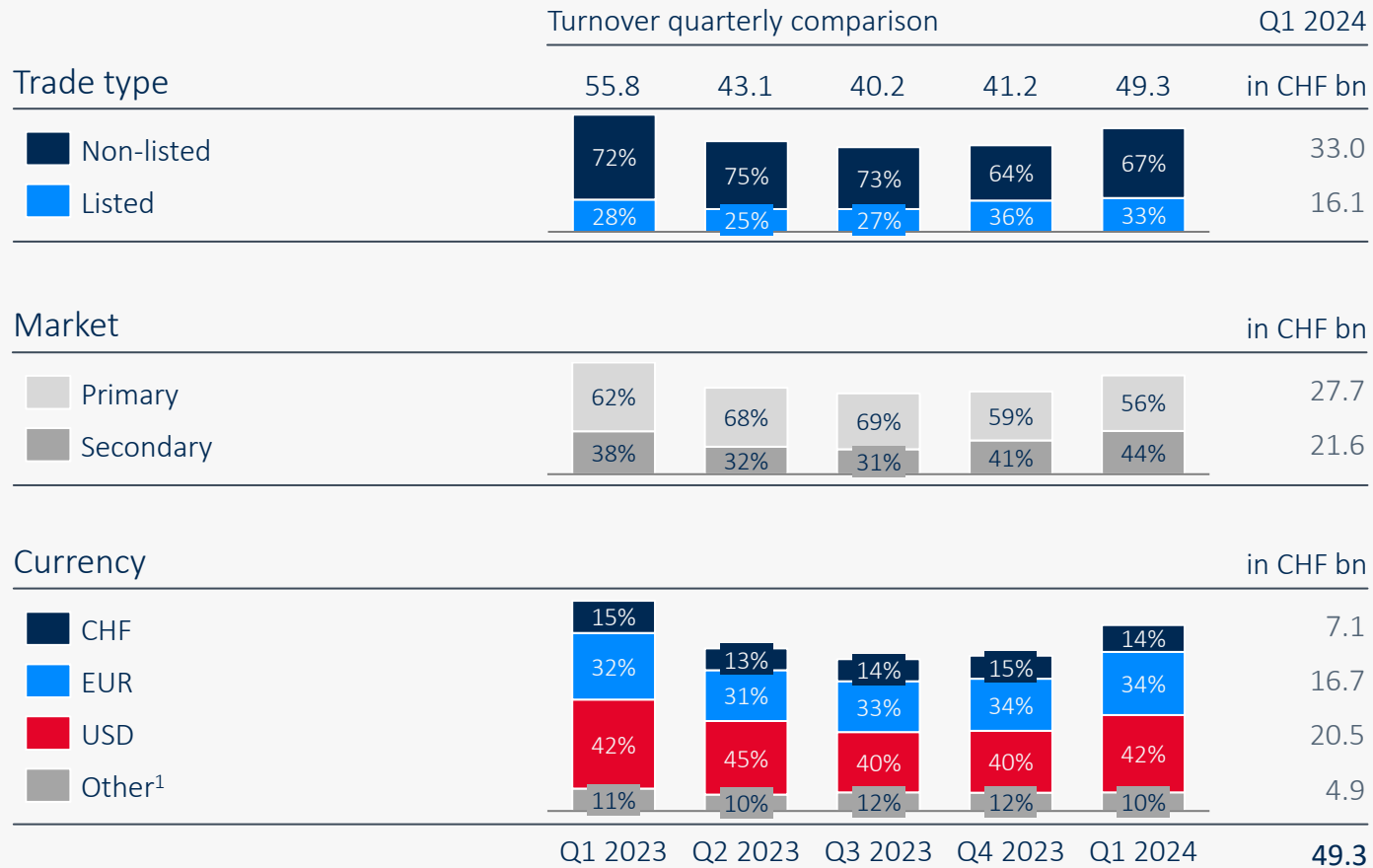


Source: Data collected monthly from SSPA member institutes.

Turnover of structured products

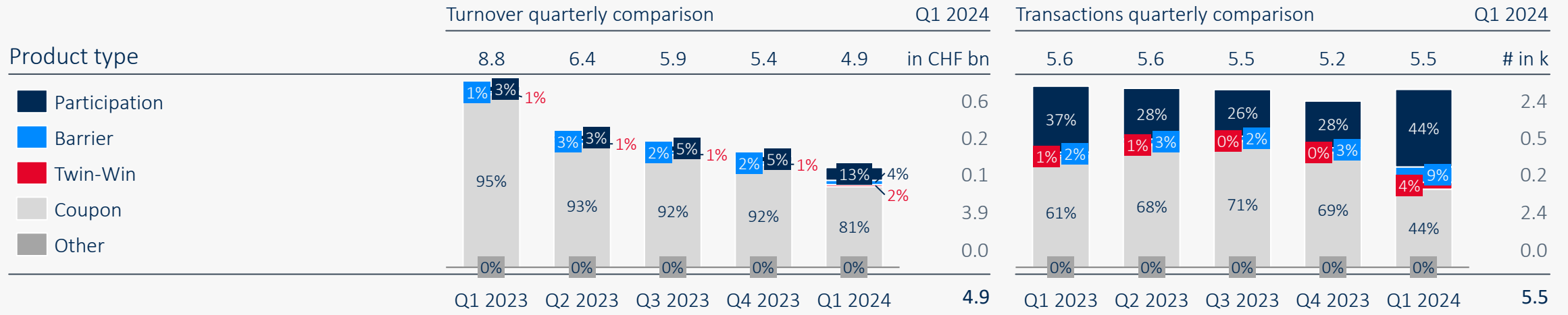


Turnover of structured products

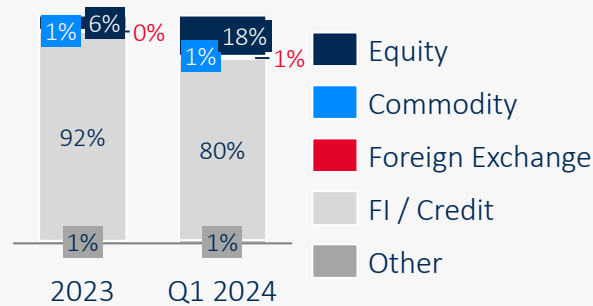


Source: Data collected monthly from SSPA member institutes. 1) Includes among others AUD, CAD, GBP, JPY, NOK and TRY

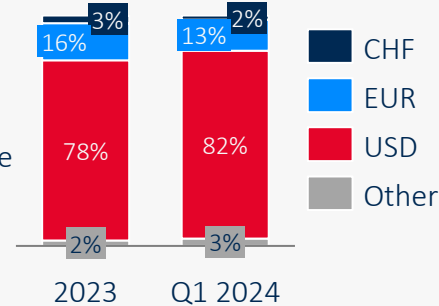
Turnover of capital protection products



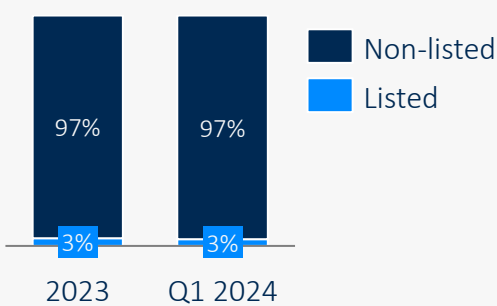
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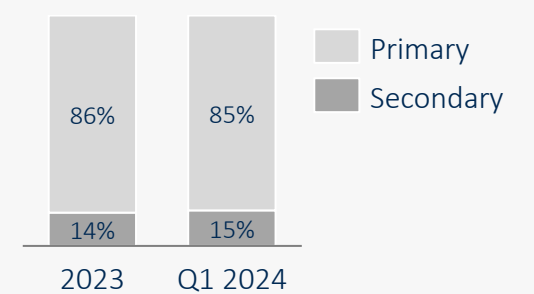
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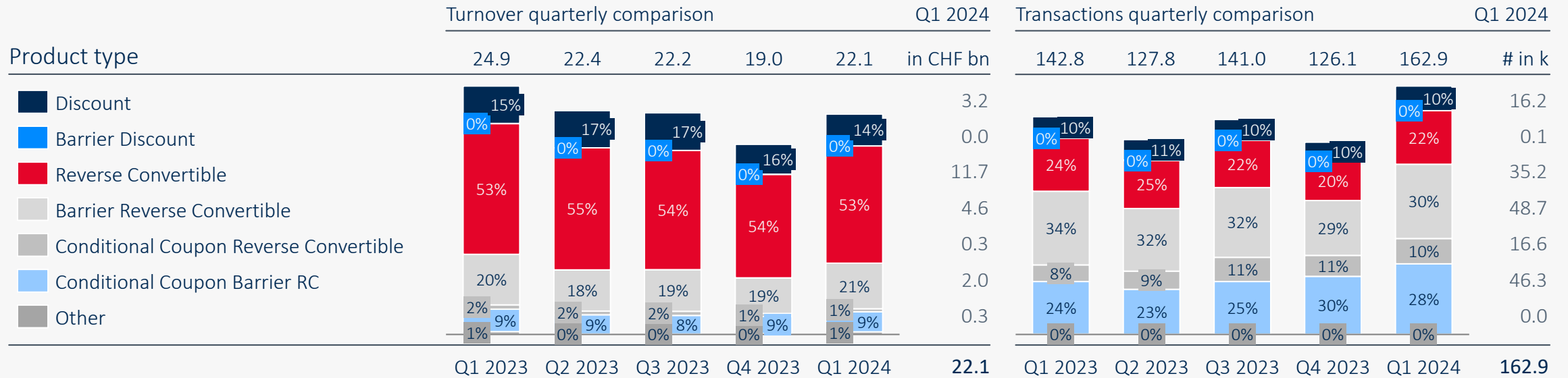
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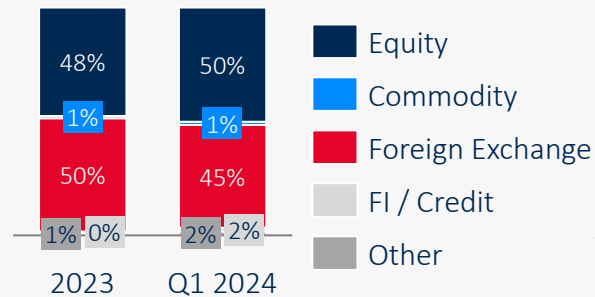
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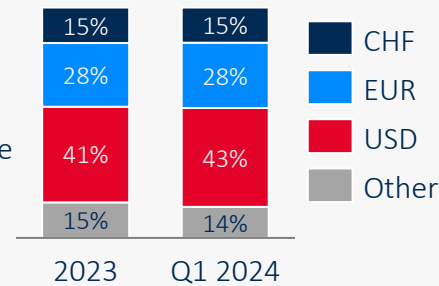
Turnover of yield enhancement products



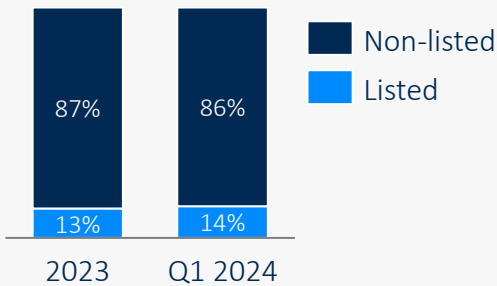
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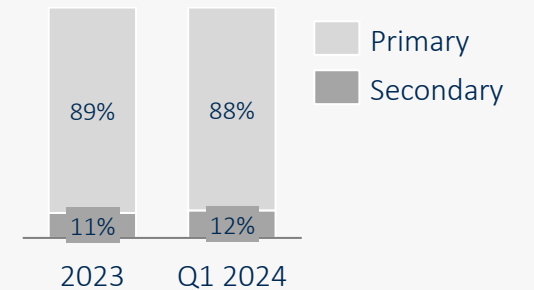
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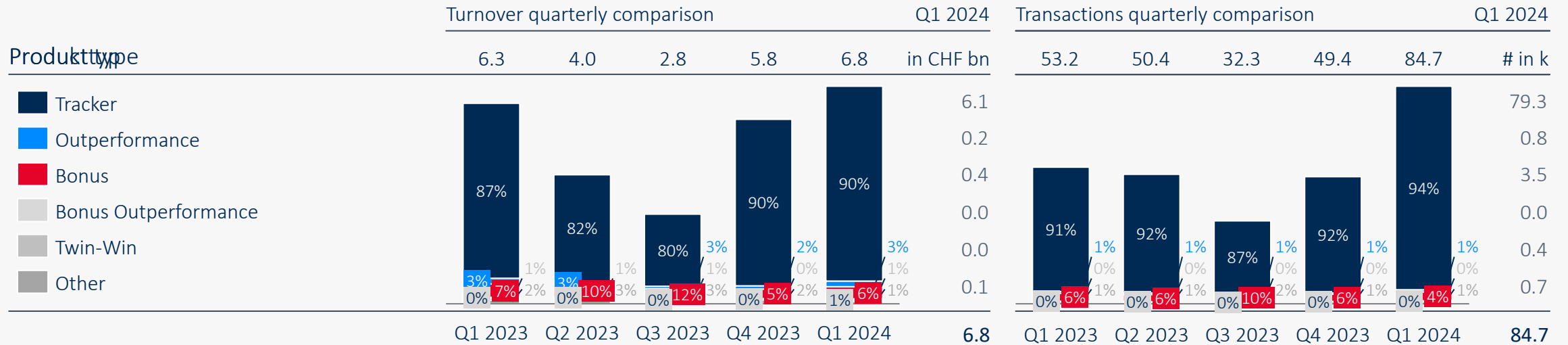
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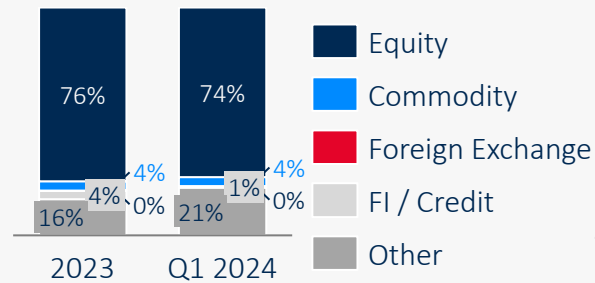
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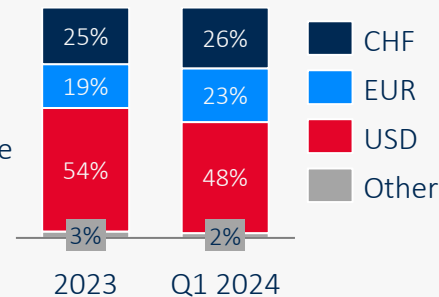
Turnover of participation products



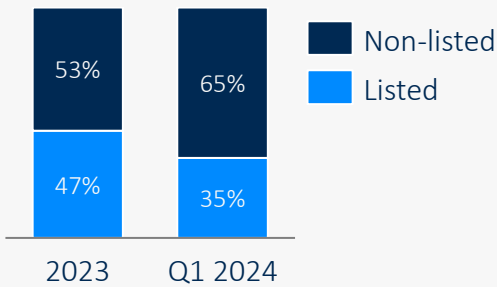
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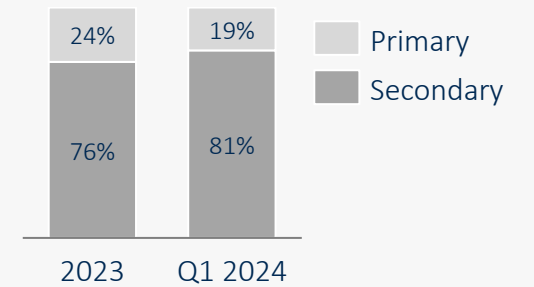
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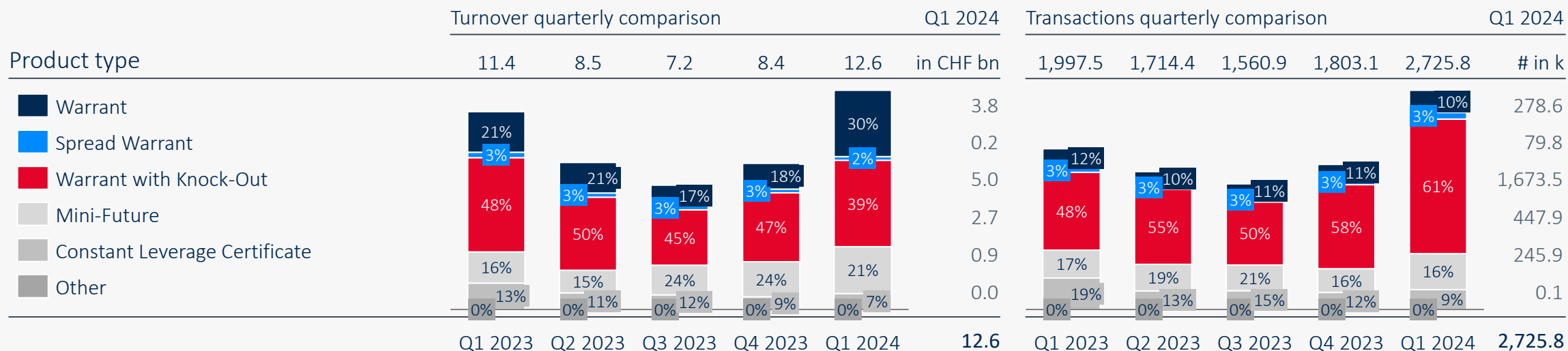
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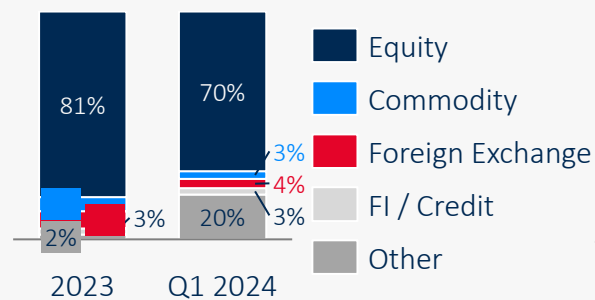
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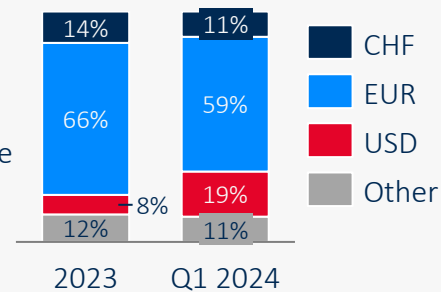
Turnover of leverage products



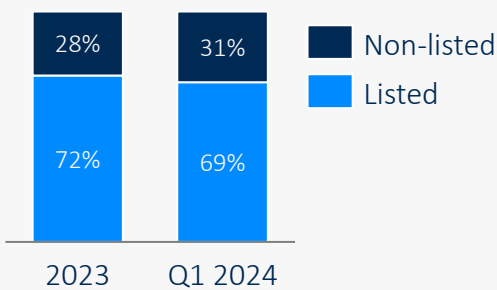
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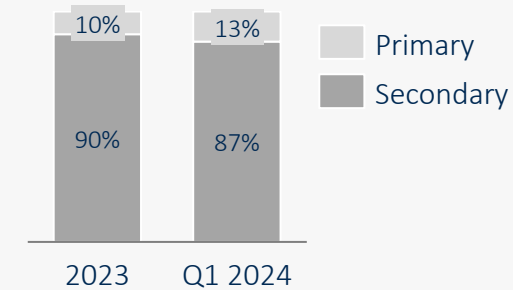
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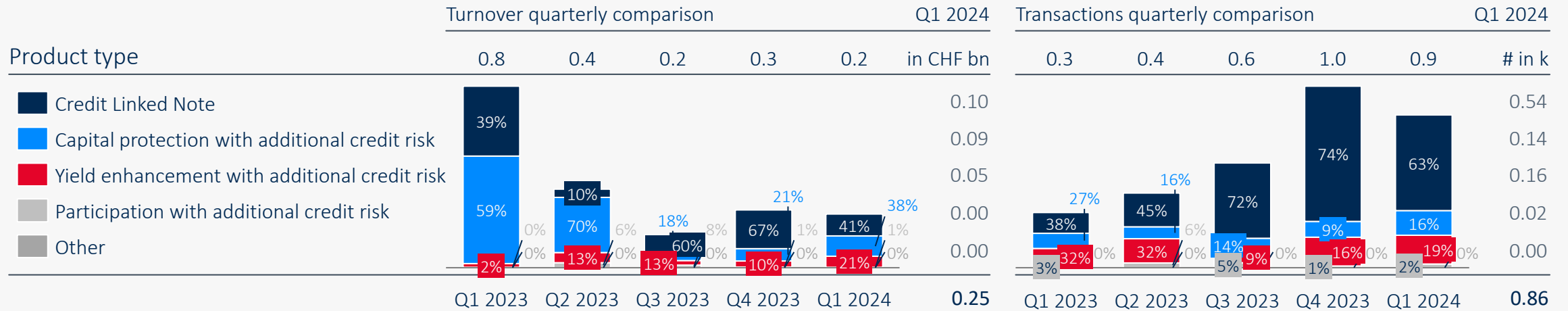
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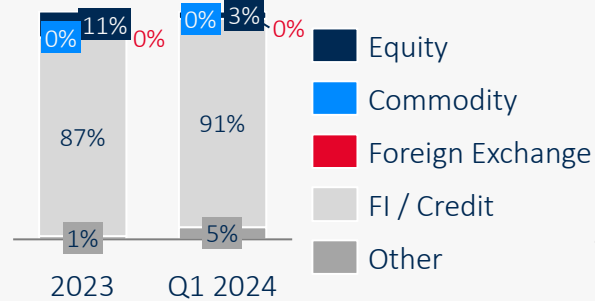
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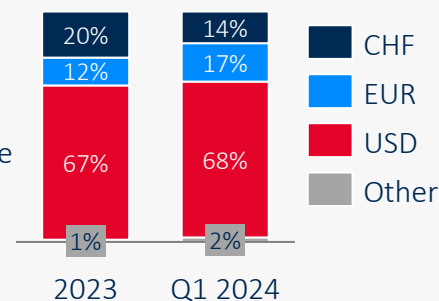
Turnover of products with additional credit risk



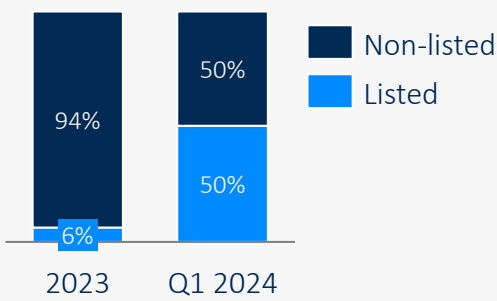
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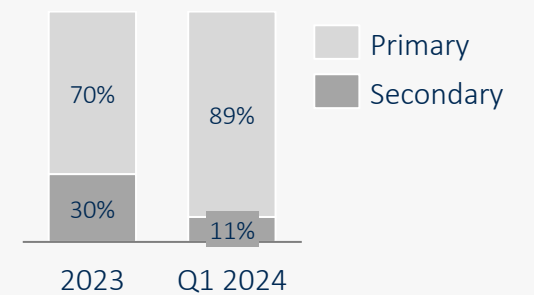
Currency



Trade type



Market



Data collection methods and definitions (I/II)

Data collection and verification

Issuers provide data on a monthly basis

Requested data points include

- Product group/product type
- Asset class
- Trade type
- Market
- Investment currency
- Production
- Transactions
- Turnover in investment currency
- Turnover in CHF

Data verification

- Selected data points are verified during the data collection process and checked against historical data

Product groups¹ (I/II)

Capital protection products

- Capital Protection Certificate with Participation (1100)
- Capital Protection Note with Barrier (1130)
- Capital Protection Certificate with Twin Win (1135)
- Capital Protection Certificate with Coupon (1140)

Yield enhancement products

- Discount Certificate (1200)
- Barrier Discount Certificate (1210)
- Reverse Convertible (1220)
- Barrier Reverse Convertible (1230)
- Conditional Coupon Reverse Convertible (1255)
- Conditional Coupon Barrier Reverse Convertible (1260)

Product groups¹ (II/II)

Participation products

- Tracker Certificate (1300)
- Outperformance Certificate (1310)
- Bonus Certificate (1320)
- Bonus Outperformance Certificate (1330)
- Twin Win Certificate (1340)

Leverage products

- Warrant (2100)
- Spread Warrant (2110)
- Warrant with Knock-Out (2200)
- Mini-Future (2210)
- Constant Leverage Certificate (2300)

Products with additional credit risk

- Credit-linked Note (1400)
- Conditional Capital Protection Note with additional credit risk (1410)
- Yield Enhancement Certificate with additional credit risk (1420)
- Participation Certificate with additional credit risk (1430)

Other products

- Miscellaneous Certificates (9999)

Data collection methods and definitions (II/II)

Asset class

Equity

- Stocks, shares of ownership in publicly held companies

Commodities

- Goods traded on a commodity exchange

Foreign Exchange

- Foreign exchange

Fixed Income/Credit

- Asset in which real return rates or periodic income is received at regular intervals

Other

- Any other asset class not covered above

Market

Primary

- Product volume of products newly issued on primary market

Secondary

- Product volume of products traded on secondary markets, e.g., stock exchanges

Trade type¹

Listed

- Products listed on exchanges

Non-listed

- Products not listed on exchanges

Production

Manufactured in Switzerland

- All or part of the production takes place in Switzerland

Sold in Switzerland

- Transactions by domestic and foreign investors booked in Switzerland

Other

Transactions

- Number of transactions for products engineered or sold in Switzerland during a given month

Turnover

- Volume of all transactions of products engineered or sold in Switzerland
- Origin of customer (i.e., domestic vs. international) not taken into account
- Third party market transactions not considered

Appendix

Issued by

Swiss Structured Products Association SSPA

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Participating banks

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Credit Suisse

Goldman Sachs

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Leonteq

Raiffeisen Schweiz

Société Générale

UBS

Vontobel

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Data as of March 31st, 2024

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