

## FNB ETNs – Summary

Updated 1 December 2020

Exchange Traded Note (“ETN”) - ETNs are debt instruments, issued by a bank, that track the price of some underlying asset.

The FNB ETNs provide investors with the opportunity of having exposure to the performance of top globally listed companies from as little as R10 without having to take funds offshore. Investors further benefit from additional sources of return not currently available on the JSE.

Gain exposure to the following companies:

Alphabet

amazon



THE *Coca-Cola* COMPANY



 Microsoft

facebook

NETFLIX



TESLA

ACTIVISION  
BLIZZARD

 Adobe

BERKSHIRE  
HATHAWAY INC.

 Ford  
Go Further

Goldman  
Sachs

JPMORGAN CHASE & Co.

 PayPal

VISA

## Summary of FNB ETNs:

ETN	Short Name	Stock Code	Issue & Maturity Date
Alphabet - C	FNBETNALC	ALETNC	<b>Issue Date:</b> 30/09/2020  <b>Maturity Date:</b> 30/09/2025
Alphabet - Q	FNBETNALQ	ALETNQ	
Amazon - C	FNBETNAMC	AMETNC	
Amazon - Q	FNBETNAMQ	AMETNQ	
Apple - C	FNBETNAPC	APETNC	
Apple - Q	FNBETNAPQ	APETNQ	
Coke - C	FNBETNCOC	COETNC	
Coke - Q	FNBETNCOQ	COETNQ	
Facebook - C	FNBETNFBC	FAETNC	
Facebook - Q	FNBETNFBQ	FAETNQ	
iShares Core MSCI World ETF - C	FNBETNMWC	MWETNC	
iShares Core MSCI World ETF - Q	FNBETNMWQ	MWETNQ	
McDonalds - C	FNBETNMCC	MCETNC	
McDonalds - Q	FNBETNMCQ	MCETNQ	
Microsoft - C	FNBETNMSC	MSETNC	
Microsoft - Q	FNBETNMSQ	MSETNQ	
Netflix - C	FNBETNFLC	NFETNC	
Netflix - Q	FNBETNFLQ	NFETNQ	
Tesla - C	FNBETNTSC	TSETNC	
Tesla - Q	FNBETNTSQ	TSETNQ	
Activision Blizzard Inc - C	FNBETNABC	ABETNC	<b>Issue Date:</b> 27/11/2020  <b>Maturity Date:</b> 28/11/2025
Activision Blizzard Inc - Q	FNBETNABQ	ABETNQ	
Adobe Inc - C	FNBETNADC	ADETNC	
Adobe Inc - Q	FNBETNADQ	ADETNQ	
Berkshire Hathaway Inc, Class B - C	FNBETNBHC	BHETNC	
Berkshire Hathaway Inc, Class B - Q	FNBETNBHQ	BHETNQ	
Ford Motor Company - C	FNBETNFDC	FDETNC	
Ford Motor Company - Q	FNBETNFDQ	FDETNQ	
Goldman Sachs Group Inc - C	FNBETNGSC	GSETNC	
Goldman Sachs Group Inc - Q	FNBETNGSQ	GSETNQ	
JP Morgan Chase and Co - C	FNBETNJPC	JPETNC	
JP Morgan Chase and Co - Q	FNBETNJPQ	JPETNQ	
PayPal Holdings Inc - C	FNBETNPPC	PPETNC	
PayPal Holdings Inc - Q	FNBETNPPQ	PPETNQ	
Visa Inc, Class A - C	FNBETNVSC	VSETNC	
Visa Inc, Class A - Q	FNBETNVSQ	VSETNQ	

## Types -

- **C: Compo ETN**
  - Return depends on performance of underlying stock with R/\$ effect
  - Fees: 1% Tracking error margin
- **Q: Quanto ETN**
  - Return depends on performance of underlying stock without R/\$ effect
  - Fees: No costs to the investor. The issuer makes hedging and trading income

**Listing** - The ETNs are listed on the JSE Limited and available to trade via a stockbroking account.

**Issuer** - FirstRand Bank Limited

**Market Maker** - RMB

**Competent authority** - JSE Limited; FSCA; SARB

**Dividends** - accrue within the ETN

**Investing Currency & Payout Currency** - Rands

**Underlying Investments Currency (or any other currency depending on listing exchange)** - Dollars, Euro

**Nominal amount at listing** - R10






**Term** - 5 years renewable at issuer's discretion




**Benefits of Investing in FNB ETNs:**





- Track the performance of a US share with the influence of the underlying USD/ZAR exchange (Compo)
- Track the performance of a US share without the influence of the underlying USD/ZAR exchange (Quanto)
- Exposure to globally listed stocks from as little as R10.
- Exposure to global shares without using your personal offshore allowance.






*Source of data: FNB and RMB*


## Analysis

Stock	Description	Sector	Proportion of share in 1 ETN unit*	Inclusion in the Nasdaq-100 Index	Inclusion in the S&P 500 Index	Inclusion in the MSCI World Index
<b>Alphabet</b> 	Alphabet Inc. is an American multinational conglomerate headquartered in Mountain View, California. It was created through a restructuring of Google on October 2, 2015, and became the parent company of Google and several former Google subsidiaries.	Communication	0.04%	6.87%	1.77%	1.08%
<b>Amazon</b> 	Amazon.com, Inc. is an American multinational technology company based in Seattle, Washington, which focuses on e-commerce, cloud computing, digital streaming, and artificial intelligence.	Consumer Discretionary	0.02%	11.00%	4.49%	2.73%
<b>Apple</b> 	Apple Inc. is an American multinational technology company headquartered in Cupertino, California, that designs, develops and sells consumer electronics, computer software, and online services. It is considered one of the Big Tech technology companies, alongside Amazon, Google, Microsoft, and Facebook.	Information Technology	0.52%	13.56%	6.19%	4.07%
<b>Coke</b> 	The Coca-Cola Company is an American multinational beverage corporation headquartered in Atlanta, Georgia. The Coca-Cola Company has interests in the manufacturing, retailing and marketing of non-alcoholic beverage concentrates and syrups.	Consumer Staples	1.21%	-	0.67%	0.43%
<b>Facebook</b> 	Facebook, Inc. is an American social media conglomerate corporation based in Menlo Park, California.	Communication	0.23%	5.04%	2.21%	1.35%

<p><b>iShares Core MSCI World ETF</b></p> 	<p>The Fund seeks to track the performance of the MSCI World Index - exposure to a wide range of global companies within 23 developed countries.</p>	<p>Top sector exposure: Information Technology (21.25%), Financials (12.92%), Health Care (12.86%), Consumer Discretionary (11.95%), Industrials (10.69%)</p>	<p>-</p>	<p>-</p>	<p>-</p>	<p>Top stock holdings include Apple Inc (4.07%), Microsoft Corp (3.12%), Amazon Com (2.73%), Facebook Class A (1.35%), Alphabet Inc C (1.09%), Alphabet Inc A (1.07%), Tesla (0.88%), Johnson &amp; Johnson (0.76%), JP Morgan Chase &amp; Co (0.75%), Visa Inc (0.72%)</p>
<p><b>McDonalds</b></p> 	<p>McDonald's Corporation is an American fast-food company, founded in 1940 as a restaurant operated by Richard and Maurice McDonald, in San Bernardino, California, United States.</p>	<p>Consumer Discretionary</p>	<p>0.27%</p>	<p>-</p>	<p>0.54%</p>	<p>0.33%</p>
<p><b>Microsoft</b></p> 	<p>Microsoft Corporation is an American multinational technology company with headquarters in Redmond, Washington. It develops, manufactures, licenses,</p>	<p>Information Technology</p>	<p>0.28%</p>	<p>10.92%</p>	<p>5.38%</p>	<p>3.13%</p>

	supports, and sells computer software, consumer electronics, personal computers, and related services.					
<b>Netflix</b>  	Netflix, Inc. is an American technology and media services provider and production company headquartered in Los Gatos, California. Netflix was founded in 1997 by Reed Hastings and Marc Randolph in Scotts Valley, California.	Communication	0.12%	1.59%	0.72%	0.43%
<b>Tesla</b>  	Tesla, Inc. is an American electric vehicle and clean energy company based in Palo Alto, California. Tesla's current products include electric cars, battery energy storage from home to grid scale, solar products and related products and services.	Consumer Discretionary	0.14%	2.71%	-	0.87%
<b>Activision Blizzard</b>  	Activision Blizzard, Inc. is an American video game holding company based in Santa Monica, California. The company was founded in July 2008 through the merger of Activision, Inc. and Vivendi Games.	Communication	0.84%	0.40%	0.20%	0.12%
<b>Adobe Inc</b>  	Adobe Inc. is an American multinational computer software company. Incorporated in Delaware and headquartered in San Jose, California, it has historically focused upon the creation of multimedia and creativity software products, with a more recent foray into digital marketing software.	Information Technology	0.14%	1.61%	0.76%	0.46%

<b>Berkshire Hathaway Inc, Class B</b>  	<p>Berkshire Hathaway is an American multinational conglomerate holding company headquartered in Omaha, Nebraska, United States.</p>	<p>Financials</p>	<p>0.28%</p>	<p>-</p>	<p>1.52%</p>	<p>0.65%</p>
<b>Ford Motor Company</b>  	<p>Ford Motor Company, commonly known as Ford, is an American multinational automaker that has its main headquarters in Dearborn, Michigan, a suburb of Detroit. It was founded by Henry Ford and incorporated on June 16, 1903.</p>	<p>Consumer Discretionary</p>	<p>7.25%</p>	<p>-</p>	<p>0.12%</p>	<p>0.07%</p>
<b>Goldman Sachs Group Inc</b>  	<p>The Goldman Sachs Group, Inc., is an American multinational investment bank and financial services company headquartered in New York City. It offers services in investment management, securities, asset management, prime brokerage, and securities underwriting.</p>	<p>Financials</p>	<p>0.28%</p>	<p>-</p>	<p>0.27%</p>	<p>0.15%</p>
<b>JP Morgan Chase and Co</b>  	<p>JPMorgan Chase &amp; Co. is an American multinational investment bank and financial services holding company headquartered in New York City. JPMorgan Chase is ranked by S&amp;P Global as the largest bank in the United States and the seventh largest bank in the world by total assets, with total assets of US\$3.213 trillion.</p>	<p>Financials</p>	<p>0.54%</p>	<p>-</p>	<p>1.22%</p>	<p>0.74%</p>
<b>PayPal Holdings Inc</b>  	<p>PayPal Holdings, Inc. is an American company operating a worldwide online payments system that supports online money transfers and serves as an electronic alternative to traditional paper methods like checks and money orders.</p>	<p>Information Technology</p>	<p>0.31%</p>	<p>1.55%</p>	<p>0.82%</p>	<p>0.47%</p>

<b>Visa Inc, Class A</b> 	Visa Inc. is an American multinational financial services corporation headquartered in Foster City, California, United States. It facilitates electronic funds transfers throughout the world, most commonly through Visa-branded credit cards, debit cards and prepaid cards.	Information Technology	0.31%	-	1.17%	0.72%
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*\*ETFs Listed on 30/09/2020 - Calculated based on share price in USD, USD/ZAR exchange rate (16.93) and nominal amount of ETN at listing (R10)*

*\*ETFs Listed on 27/11/2020 - Calculated based on share price in USD, USD/ZAR exchange rate (15.18) and nominal amount of ETN at listing (R10)*