

FINANCIAL RESULTS AS AT 30 JUNE 2018

(UNAUDITED ACCOUNTS)

Financial highlights for the Group

In CHF million, unless otherwise stated

	As at 30.06.2018	As at 30.06.2017	Variation	Variation in %
Net profit	115.3	109.5	5.8	5.3%
Operating result before provisions	147.4	133.9	13.5	10.1%
Client assets (in CHF billions)	128.4	118.9	9.5	8.0%
Total operating income	540.0	509.6	30.4	6.0%
Net result from interest operations	150.6	139.3	11.3	8.1%
Net fees and commissions income	332.2	315.8	16.4	5.2%
Profit on trading operations and on fair value options	49.1	48.2	0.9	1.8%
Total operating expenses	341.0	323.7	17.3	5.3%
Personnel expenses	250.4	243.3	7.1	2.9%
General and administrative expenses	90.6	80.4	10.2	12.7%
Depreciation, value adjustments, provisions and losses	51.6	52.0	(0.4)	(0.7%)
Total assets	31'116.0	30'979.4	136.6	0.4%
Shareholders' equity	2'215.5	2'124.3	91.2	4.3%
Share capital	300.0	300.0	0.0	0.0%
Capital reserves	867.3	867.3	0.0	0.0%
Reserves and retained earnings	717.6	632.2	85.4	13.5%
Reserves for general banking risks	215.4	215.4	0.0	0.0%
Operating cost/income ratio	63.1%	63.5%	-	-
Cost/income ratio after depreciation	72.3%	72.9%	-	-
Return on equity (ROE)	10.1%	10.4%	-	-
Shareholders' equity / total assets	7.1%	6.9%	-	-
Tier 1 capital ratio	28.2%	26.0%	-	-

Consolidated balance sheet

In CHF thousands

	As at 30.06.2018	As at 31.12.2017 (audited)
Assets		
Cash and cash equivalents	7,289,810	8,881,983
Due from banks	1,872,003	1,878,195
Due from securities financing transactions	833,531	292,545
Due from clients	8,221,301	7,736,181
Mortgages	1,522,052	1,475,424
Trading portfolio assets	403,943	23,087
Positive replacement values of derivative financial instruments	371,920	315,773
Other financial instruments at fair value	814,853	669,061
Financial investments	9,022,356	9,978,352
Accrued income and prepaid expenses	133,611	136,963
Non-consolidated participations	2,986	9,069
Tangible fixed assets	266,688	260,636
Intangible assets	319,597	347,791
Other assets	41,398	31,305
Total assets	31,116,049	32,036,365
Total subordinated claims	-	-

In CHF thousands

As at 30.06.2018	As at 31.12.2017 (audited)
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Liabilities

Due to banks	568,626	541,959
Liabilities from securities financing transactions	4,575,387	5,938,741
Due in respect of client deposits	22,160,041	21,835,427
Liabilities from trading portfolios	-	3
Negative replacement values of derivative financial instruments	261,964	284,186
Liabilities from other financial instruments at fair value	897,295	722,215
Accrued expenses and deferred income	310,156	375,139
Other liabilities	97,941	74,609
Provisions	29,117	28,819
Total liabilities	28,900,527	29,801,098

Reserves for general banking risks	215,375	215,375
Share capital	300,000	300,000
Capital reserves	867,336	867,336
Reserves and retained earnings	717,550	632,192
Group profit	115,261	220,364
Total equity	2,215,522	2,235,267

Total liabilities and equity	31'116'049	32'036'365
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Total subordinated liabilities	-	-
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Off-balance-sheet transactions

In CHF thousands

As at 30.06.2018	As at 31.12.2017 (audited)
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Contingent liabilities	442,129	488,729
Irrevocable commitments	137,350	81,734
Liabilities to pay up shares and to make additional payments	258,280	171,142
Credit commitments (deferred payments)	-	-

Consolidated statement of income (unaudited accounts)

In CHF thousands

	As at 30.06.2018	As at 30.06.2017
Consolidated statement of ordinary income and expenses on banking operations		
Result from interest operations		
Interest and discount income	221,165	151,873
Interest and dividends from financial investments	48,570	50,761
Interest expense	(119,171)	(63,464)
Gross result from interest operations	150,564	139,170
Changes in value adjustments and provisions for default risks and losses from interest operations	-	146
Net result from interest operations	150,564	139,316
Fees and commissions		
Commission income on securities trading and investment transactions	337,416	324,091
Credit-related fees and commissions	1,468	1,518
Other fees and commissions income	2,028	1,182
Commission expense	(8,749)	(10,960)
Fees and commissions	332,163	315,831
Result from trading activities and the fair value option	49,102	48,245
Other result from ordinary activities		
Result from the disposal of financial investments	4,880	3,446
Income from participations	1,802	1,978
of which, from participations reported using the equity method	(684)	(594)
of which, from other non-consolidated participations	2,486	2,572
Result from real estate	728	439
Other ordinary income	768	433
Other ordinary expenses	-	(91)
Other result from ordinary activities	8,178	6,205
Total income	540'007	509'597

In CHF thousands

	As at 30.06.2018	As at 30.06.2017
Operating expenses		
Personnel expenses	(250,417)	(243,335)
General and administrative expenses	(90,559)	(80,386)
Operating expenses	(340,976)	(323,721)
Value adjustments on participations and depreciation of tangible and intangible fixed assets	(49,466)	(47,811)
Changes to provisions and other value adjustments and losses	(2,118)	(4,145)
Operating result	147,447	133,920
Extraordinary income	254	2,111
Taxes	(32,440)	(26,584)
Group profit	115,261	109,447