

# FINANCIAL RESULTS AS AT 31 DECEMBER 2019

(UNAUDITED ACCOUNTS)

## Financial highlights for the Group

In CHF millions, unless otherwise stated

	As at 31.12.2019	As at 31.12.2018	Variation	Variation in %
Net profit	187.8	202.4	(14.6)	(7.2%)
Operating result before provisions	215.9	257.5	(41.6)	(16.2%)
Client assets (in CHF billions)	140.3	126.8	13.5	10.6%
<b>Total operating income</b>	<b>1,067.4</b>	<b>1,061.0</b>	<b>6.4</b>	<b>0.6%</b>
Net result from interest operations	298.2	304.4	(6.2)	(2.1%)
Net fees and commissions income	677.9	651.3	26.6	4.1%
Profit on trading operations and on fair value options	83.8	94.0	(10.2)	(10.8%)
<b>Total operating expenses</b>	<b>725.2</b>	<b>698.0</b>	<b>27.2</b>	<b>3.9%</b>
Personnel expenses	524.2	515.2	9.0	1.7%
General and administrative expenses	201.1	182.8	18.3	10.0%
Depreciation, value adjustments, provisions and losses	126.2	105.4	20.8	19.7%
Total assets	32,755.6	32,570.8	184.8	0.6%
Shareholders' equity	2,355.2	2,302.7	52.5	2.3%
Share capital	300.0	300.0	-	-
Capital reserves	867.3	867.3	-	-
Reserves and retained earnings	785.1	717.6	67.5	9.4%
Reserves for general banking risks	215.4	215.4	-	-
Staff members (as at 31 December, FTE)	1,743	1,781	(38)	(2.1%)
Net profit per staff member (in CHF thousands)	107.7	113.6	(5.9)	(5.2%)
Operating cost/income ratio	67.9%	65.8%	-	-
Cost/income ratio after depreciation	79.5%	75.3%	-	-
Return on equity (ROE)	8.2%	9.1%	-	-
Shareholders' equity/total assets	7.2%	7.1%	-	-
Tier 1 capital ratio	25.6%	26.6%	-	-
Liquidity coverage ratio (LCR)	316.4%	301.4%	-	-
Leverage ratio	5.8%	5.6%	-	-

## Consolidated statement of income (unaudited accounts)

In CHF thousands

	As at 31.12.2019	As at 31.12.2018	Variation	Variation in %
<b>Consolidated statement of ordinary income and expenses on banking operations</b>				
<b>Result from interest operations</b>				
Interest and discount income	592,215	489,759	102,456	20.9%
Interest and dividends from financial investments	93,602	106,144	(12,542)	(11.8%)
Interest expense	(383,390)	(291,481)	(91,909)	31.5%
<b>Gross result from interest operations</b>	<b>302,427</b>	<b>304,422</b>	<b>(1,995)</b>	<b>(0.7%)</b>
Changes in value adjustments and provisions for default risks and losses from interest operations	(4,270)	-	(4,270)	-
<b>Net result from interest operations</b>	<b>298,157</b>	<b>304,422</b>	<b>(6,265)</b>	<b>(2.1%)</b>
<b>Fees and commissions</b>				
Commission income on securities trading and investment transactions	689,466	661,735	27,731	4.2%
Credit-related fees and commissions	2,833	2,661	172	6.5%
Other fees and commissions income	4,182	3,116	1,066	34.2%
Commission expense	(18,591)	(16,165)	(2,426)	15.0%
<b>Fees and commissions</b>	<b>677,890</b>	<b>651,347</b>	<b>26,543</b>	<b>4.1%</b>
<b>Result from trading activities and the fair value option</b>	<b>83,806</b>	<b>94,000</b>	<b>(10,194)</b>	<b>(10.8%)</b>
<b>Other result from ordinary activities</b>				
Result from the disposal of financial investments	(524)	6,952	(7,476)	(107.5%)
Income from participations	5,726	1,655	4,071	246.0%
of which, from participations reported using the equity method	(322)	(1,018)	696	(68.4%)
of which, from other non-consolidated participations	6,048	2,673	3,375	126.3%
Result from real estate	663	1,028	(365)	(35.5%)
Other ordinary income	1,643	1,615	28	1.7%
<b>Other result from ordinary activities</b>	<b>7,508</b>	<b>11,250</b>	<b>(3,742)</b>	<b>(33.3%)</b>
<b>Total income</b>	<b>1,067,361</b>	<b>1,061,019</b>	<b>6,342</b>	<b>0.6%</b>

In CHF thousands

	As at 31.12.2019	As at 31.12.2018	Variation	Variation in %
<b>Operating expenses</b>				
Personnel expenses	(524,175)	(515,199)	8,976	1.7%
General and administrative expenses	(201,069)	(182,828)	18,241	10.0%
<b>Operating expenses</b>	<b>(725,244)</b>	<b>(698,027)</b>	<b>27,217</b>	<b>3.9%</b>
Value adjustments on participations and depreciation of tangible and intangible fixed assets				
	(123,742)	(101,288)	22,454	22.2%
Changes to provisions and other value adjustments and losses				
	(2,436)	(4,166)	(1,730)	(41.5%)
<b>Operating result before provisions</b>	<b>215,939</b>	<b>257,538</b>	<b>(41,599)</b>	<b>(16.2%)</b>
Provision for the US Swiss Bank Program				
	(13,574)	-	13,574	-
<b>Operating result</b>	<b>202,365</b>	<b>257,538</b>	<b>(55,173)</b>	<b>(21.4%)</b>
Extraordinary income				
	34,361	4,750	29,611	623.4%
Taxes				
	(48,957)	(59,883)	10,926	(18.2%)
<b>Group profit</b>	<b>187,769</b>	<b>202,405</b>	<b>(14,636)</b>	<b>(7.2%)</b>
including minority shareholders' interests	82	-	82	-

## Consolidated balance sheet

In CHF thousands

	As at 31.12.2019	As at 31.12.2018
<b>Assets</b>		
Cash and cash equivalents	7,099,857	8,435,045
Due from banks	2,057,494	1,083,437
Due from securities financing transactions	454,151	814,300
Due from clients	9,418,196	8,909,196
Mortgages	1,686,248	1,620,091
Trading portfolio assets	688,044	394,723
Positive replacement values of derivative financial instruments	382,284	501,912
Other financial instruments at fair value	957,917	793,102
Financial investments	9,091,438	9,205,249
Accrued income and prepaid expenses	147,737	143,085
Non-consolidated participations	3,173	2,615
Tangible fixed assets	306,437	295,718
Intangible assets	286,361	324,698
Other assets	176,263	47,603
<b>Total assets</b>	<b>32,755,600</b>	<b>32,570,774</b>
<b>Total subordinated claims</b>	<b>-</b>	<b>-</b>

In CHF thousands

	As at 31.12.2019	As at 31.12.2018
<b>Liabilities</b>		
Due to banks	722,431	617,320
Liabilities from securities financing transactions	2,963,872	4,593,034
Due in respect of client deposits	24,326,892	23,137,793
Liabilities from trading portfolios	521	-
Negative replacement values of derivative financial instruments	571,338	389,183
Liabilities from other financial instruments at fair value	1,378,138	989,734
Accrued expenses and deferred income	333,619	379,462
Other liabilities	60,652	127,867
Provisions	42,913	33,672
<b>Total liabilities</b>	<b>30,400,376</b>	<b>30,268,065</b>
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	785,067	717,593
Minority shareholders' interests	(323)	-
Group profit	187,769	202,405
including minority shareholders' interests	82	-
<b>Total equity</b>	<b>2,355,224</b>	<b>2,302,709</b>
<b>Total liabilities and equity</b>	<b>32,755,600</b>	<b>32,570,774</b>
<b>Total subordinated liabilities</b>	<b>-</b>	<b>-</b>

## Off-balance-sheet transactions

In CHF thousands

	As at 31.12.2019	As at 31.12.2018
Contingent liabilities	422,196	405,587
Irrevocable commitments	146,925	71,554
Liabilities to pay up shares and to make additional payments	322,929	210,860
Credit commitments (deferred payments)	872	599