

# Consolidated balance sheet

as at 31 December 2018

in 1,000 CHF	Current year	Previous year	Change	Change in %
<b>Assets</b>				
Liquid assets	19,188,528	20,523,022	-1,334,494	-6.5
Amounts due from banks	2,224,730	8,331,689	-6,106,959	-73.3
Amounts due from securities financing transactions	4,920	231,672	-226,752	-97.9
Amounts due from clients	8,135,116	7,916,175	218,941	2.8
Mortgage loans	179,558,432	172,621,503	6,936,929	4.0
Trading portfolio assets	3,454,705	3,879,083	-424,378	-10.9
Positive replacement values of derivative financial instruments	1,336,726	1,676,852	-340,126	-20.3
Financial investments	6,612,833	7,593,388	-980,555	-12.9
Accrued income and prepaid expenses	259,248	277,805	-18,557	-6.7
Non-consolidated participations	682,877	650,117	32,760	5.0
Tangible fixed assets	2,933,400	2,802,620	130,780	4.7
Intangible assets	53,811	371,884	-318,073	-85.5
Other assets	887,633	852,136	35,497	4.2
<b>Total assets</b>	<b>225,332,959</b>	<b>227,727,946</b>	<b>-2,394,987</b>	<b>-1.1</b>
Total subordinated claims	76,108	154,819	-78,711	-50.8
of which subject to mandatory conversion and/or debt waiver	-	794	-794	-100.0
<b>Liabilities</b>				
Liabilities to banks	6,463,282	12,602,955	-6,139,673	-48.7
Liabilities from securities financing transactions	2,925,136	2,200,519	724,617	32.9
Amounts due in respect of customer deposits	165,701,376	164,084,825	1,616,551	1.0
Trading portfolio liabilities	69,530	133,799	-64,269	-48.0
Negative replacement values of derivative financial instruments	1,927,991	1,691,646	236,345	14.0
Liabilities from other financial instruments at fair value	2,299,953	2,580,306	-280,353	-10.9
Cash bonds	590,741	835,965	-245,224	-29.3
Bond issues and central mortgage institution loans	26,864,051	25,938,644	925,407	3.6
Accrued expenses and deferred income	854,782	850,574	4,208	0.5
Other liabilities	120,859	160,026	-39,167	-24.5
Provisions	1,035,435	948,633	86,802	9.2
Reserves for general banking risks	200,000	80,000	120,000	150.0
Cooperative capital	2,172,270	1,957,396	214,874	11.0
Retained earnings reserve	13,610,967	12,745,940	865,027	6.8
Currency translation reserve	5	7	-2	-28.6
Group profit	540,820	917,068	-376,248	-41.0
<b>Total equity (without minority interests)</b>	<b>16,524,062</b>	<b>15,700,411</b>	<b>823,651</b>	<b>5.2</b>
Minority interests in equity	-44,239	-357	-43,882	n.a
– of which minority interests in Group profit	-43,882	-6,317	-37,565	594.7
<b>Total equity (with minority interests)</b>	<b>16,479,823</b>	<b>15,700,054</b>	<b>779,769</b>	<b>5.0</b>
<b>Total liabilities</b>	<b>225,332,959</b>	<b>227,727,946</b>	<b>-2,394,987</b>	<b>-1.1</b>
Total subordinated liabilities	1,594,672	1,761,917	-167,245	-9.5
of which subject to mandatory conversion and/or debt waiver	1,059,154	1,226,398	-167,244	-13.6
<b>Off-balance-sheet transactions</b>				
Contingent liabilities	530,776	468,486	62,290	13.3
Irrevocable commitments	9,510,885	8,790,318	720,567	8.2
Call commitments and additional funding obligations	109,234	113,897	-4,663	-4.1

# Consolidated income statement

2018

in 1,000 CHF	Current year	Previous year	Change	Change in %
Interest and discount income	2,895,035	2,943,160	-48,125	-1.6
Interest and dividend income from financial assets	48,584	54,449	-5,865	-10.8
Interest expenditure	-652,937	-747,106	94,169	-12.6
<b>Gross result from interest operations</b>	<b>2,290,682</b>	<b>2,250,503</b>	<b>40,179</b>	<b>1.8</b>
Changes in value adjustments for default risks and losses from interest operations	-62,735	-2,341	-60,394	n.a
<b>Net result from interest operations</b>	<b>2,227,947</b>	<b>2,248,162</b>	<b>-20,215</b>	<b>-0.9</b>
Commission income from securities trading and investment activities	373,275	422,489	-49,214	-11.6
Commission income from lending activities	21,377	20,260	1,117	5.5
Commission income from other services	224,240	234,606	-10,366	-4.4
Commission expense	-168,113	-183,016	14,903	-8.1
<b>Result from commission business and services</b>	<b>450,779</b>	<b>494,339</b>	<b>-43,560</b>	<b>-8.8</b>
<b>Result from trading activities and the fair value option</b>	<b>210,375</b>	<b>230,402</b>	<b>-20,027</b>	<b>-8.7</b>
Result from disposal of financial investments	5,269	28,555	-23,286	-81.5
Income from participations	76,241	88,796	-12,555	-14.1
Result from real estate	20,891	20,566	325	1.6
Other ordinary income	129,252	209,678	-80,426	-38.4
Other ordinary expenses	-42,286	-10,635	-31,651	297.6
<b>Other result from ordinary activities</b>	<b>189,367</b>	<b>336,960</b>	<b>-147,593</b>	<b>-43.8</b>
<b>Operating income</b>	<b>3,078,468</b>	<b>3,309,863</b>	<b>-231,395</b>	<b>-7.0</b>
Personnel expenses	-1,390,544	-1,395,392	4,848	-0.3
General and administrative expenses	-606,410	-618,087	11,677	-1.9
<b>Operating expenses</b>	<b>-1,996,954</b>	<b>-2,013,479</b>	<b>16,525</b>	<b>-0.8</b>
Value adjustments on participations and depreciation and amortisation of tangible fixed assets and intangible assets	-258,648	-188,433	-70,215	37.3
Changes to provisions and other value adjustments, and losses	-123,815	478	-124,293	n.a
<b>Operating result</b>	<b>699,051</b>	<b>1,108,429</b>	<b>-409,378</b>	<b>-36.9</b>
Extraordinary income	82,439	119,373	-36,934	-30.9
Extraordinary expenses	-8,573	-3,628	-4,945	136.3
Changes in reserves for general banking risks	-120,000	-80,000	-40,000	50.0
Taxes	-155,979	-233,423	77,444	-33.2
<b>Group profit (including minority interests)</b>	<b>496,938</b>	<b>910,751</b>	<b>-413,813</b>	<b>-45.4</b>
Minority interests in group profit	-43,882	-6,317	-37,565	594.7
<b>Group profit</b>	<b>540,820</b>	<b>917,068</b>	<b>-376,248</b>	<b>-41.0</b>

# Key figures

2018

in million CHF	Current year	Previous year	Change in %
<b>Key figures</b>			
Operating income	3,078	3,310	-7.0
Operating expenses	1,997	2,013	-0.8
Operating result	699	1,108	-36.9
Group profit	541	917	-41.0
Cost income ratio	64.9%	60.8%	
<b>Key balance sheet figures</b>			
Total assets	225,333	227,728	-1.1
Loans to clients	187,694	180,538	4.0
of which mortgage receivables	179,558	172,622	4.0
Customer deposits	165,701	164,085	1.0
Customer deposits in % of loans to clients	88.3%	90.9%	
<b>Capital resources</b>			
Total equity	16,524	15,700	5.2
Return on equity (ROE)	3.4%	6.1%	
Leverage ratio (unweighted capital ratio)*	7.6%	7.1%	
Total capital ratio (equity capital)*	17.8%	17.4%	
<b>Market data</b>			
Share of mortgage market	17.6%	17.5%	
Number of cooperative members	1,897,369	1,890,126	0.4
<b>Client assets</b>			
Assets under management	196,070	209,592	-6.5
<b>Lending business</b>			
Losses on lending business	17	22	-22.9
as % of loans to clients	0.009%	0.012%	
<b>Resources</b>			
Number of employees	10,947	11,158	-1.9
Number of full-time positions	9,215	9,411	-2.1
Number of locations	880	912	-3.5

\* based on definition for systemically important banks