

Additional information according to FINMA Circular 2016/1

TABLE KM1: GENERAL REGULATORY KEY FIGURES (KM1)

(CHF THOUSANDS)

	31/12/22	31/12/21
Total Eligible Capital		
Eligible common equity (CET1)	187,712	179,796
Common equity (T1)	187,712	179,796
Total eligible equity	194,231	185,467
Risk Weighted Assets (RWA)		
RWA	360,055	363,135
Minimum capital requirements	28,804	29,051
Capital Ratios Based on RWA (in % of RWA)		
Core equity Tier 1 ratio (CET1)	52.13%	49.51%
Core equity ratio	52.13%	49.51%
Total global equity ratio	53.94%	51.07%
Conservation Required CET1 Buffer (in % of RWA)		
Minimum conservation buffer requirement as per Basel (2.5% since 2019)	2.50%	2.50%
Minimum countercyclical buffer requirement as per Basel	0.00%	0.00%
Additional supplementary buffer for national and international systemic risk	0.00%	0.00%
CET1 Capital target and countercyclical buffer	2.50%	2.50%
Available CET1 capital to meet CET+ target and countercyclical buffer	45.94%	43.07%
Capital Targets According To CAO Annex 8 (in % of RWA)		
Capital conservation buffer according to CAO Annex 8	3.20%	3.20%
Countercyclical buffer requirement according to CAO Art. 44 et 44a	0.00%	0.00%
CET1 capital target, including counterparty buffer according to CAO Art. 44 et 44a	7.40%	7.40%
T1 capital target, including countercyclical buffer according to CAO Art. 44 et 44a	9.00%	9.00%
Total capital target, including countercyclical buffer according to CAO Art. 44 et 44a	11.20%	11.20%
Leverage Ratio		
Leverage ratio exposure	1,340,529	1,857,276
Basel III leverage ratio (in % of leverage ratio exposure)	14.00%	9.68%
Liquidity Coverage Ratio (LCR)		
LCR numerator: total high-quality liquid assets (HQLA)	360,348	1,002,409
LCR denominator: total net cash outflows	53,772	255,103
Liquidity Coverage Ratio, LCR (in %)	670.15%	392.94%
Net Stable Funding Ratio (NSFR)		
Available stable funding	1,104,193	1,482,145
Required stable funding	509,106	474,571
Net stable funding ratio	216.89%	312.31%

TABLE OV1: OVERVIEW OF RISK WEIGHTED ASSETS (RWA)

(CHF THOUSANDS)

Risk weighted positions	Approach	RWA		Minimum capital requirements
		31/12/22	31/12/21	31/12/22
Credit risk	Standard	182,625	194,704	14,610
Non-counterparty related risk		28,834	29,267	2,307
Market risk	De minimis	33,717	6,627	2,697
Operational risk	Basic indicator	114,264	131,929	9,141
Amounts below the thresholds for deduction (subject to 250% risk weight)		615	608	49
Total		360,055	363,135	28,804

The decrease in credit risk as at 31 December 2022 versus 31 December 2021 is principally due to the reimbursement of Lombard loans for which certain securities pledged were treated as non-eligible, partially compensated by an increase in high-grade sovereign bond investments and bank placements.

TABLE LIQA: LIQUIDITY - LIQUIDITY RISK MANAGEMENT

The Bank's liquidity requirements, which includes the Bank's credit and bond portfolios, are financed by client deposits and the Bank's existing equity. The Bank does not use or require external funding to support its banking activity.

In terms of liquidity contingency planning, stress tests and projections are performed on a regular basis and form part of the annual budgeting and liquidity & capital planning exercise.

Treasury positions are monitored on a daily basis in order to ensure proper and adequate funding of all Bank operations, within defined counterparty limits approved by the Board of Directors. Moreover, a detailed overview of all liquidity positions by maturity, currency and counterparty is monitored regularly by the Bank's Asset & Liability Management Committee, and summarized and reported quarterly to the Audit Committee and Board of Directors.

TABLE CR1: CREDIT RISK - CREDIT QUALITY OF ASSETS

(CHF THOUSANDS)

Credit quality of assets	Gross carrying values of			Net values
	Defaulted exposures	Non-defaulted exposures	Value adjustments/ impairments	
Loans (excluding debt securities)	506	792,857	280	793,083
Debt securities	-	382,591	-	382,591
Off-balance sheet exposures	-	24,326	-	24,326
Total	506	1,199,774	280	1,200,000

TABLE CR2: CREDIT RISK - CHANGES IN STOCK OF DEFAULTED LOANS AND DEBT

(CHF THOUSANDS)

Changes in stock of defaulted loans and debt	2022
Defaulted loans and debt securities at beginning of period	421
Loans and debt securities that have defaulted since the last period	123
Returned to non-defaulted status	(36)
Amounts written off	-
Other changes	(2)
Defaulted loans and debt securities at end of period	506

TABLE CRB: CREDIT RISK - ADDITIONAL DISCLOSURE RELATED TO THE CREDIT QUALITY OF ASSETS

(CHF THOUSANDS)

Breakdown of exposures by geographical area	Non-defaulted exposures	Defaulted exposures	Total exposures	Value adjustments/ impairments
Switzerland	382,125	140	382,265	-
Rest of Europe	197,896	15	197,911	-
America	442,197	171	442,368	159
Rest of the World	177,556	180	177,736	121
Total	1,199,774	506	1,200,280	280

Breakdown of exposures by industry	Non-defaulted exposures	Defaulted exposures	Total exposures	Value adjustments/ impairments
Sovereigns	367,537	-	367,537	-
Banks and securities dealers	304,315	-	304,315	-
Other institutions	-	-	-	-
Corporates	161,680	148	161,828	138
Retail	364,981	358	365,339	142
Equity	2	-	2	-
Other exposures	1,259	-	1,259	-
Total	1,199,774	506	1,200,280	280

Breakdown of exposures by residual maturity	Less than 1 year	Between 1 and 5 years	Over 5 years	Total exposures
Sovereigns	170,769	196,768	-	367,537
Banks and securities dealers	266,236	38,079	-	304,315
Other institutions	-	-	-	-
Corporates	97,335	64,493	-	161,828
Retail	365,339	-	-	365,339
Equity	2	-	-	2
Other exposures	1,259	-	-	1,259
Total	900,940	299,340	-	1,696,522

TABLE CR3 : CREDIT RISK - OVERVIEW OF MITIGATION TECHNIQUES

(CHF THOUSANDS)

Overview of mitigation techniques	Exposures without coverage/ carrying amount	Exposures secured by collateral, of which secured amount	Exposures secured by financial guarantees or credit derivatives, of which secured amount
Receivables (incl. Debt instruments)	819,209	356,463	-
Off balance-sheet	2,365	21,961	-
Total	821,574	378,424	-
- of which, in default	-	226	-

TABLE CR5: RISQUES DE CRÉDIT - POSITIONS PER CATEGORIES AND RISK-WEIGHTED POSITIONS AS PER STANDARD APPROACH

(CHF THOUSANDS)

Categories/risk weighting factors	0%	20%	35%	50%	75%	100%	150%	Total positions exposed to credit risk
Sovereigns	367,437	-	-	-	-	-	100	367,537
Banks and securities dealers	-	235,863	-	66,521	-	-	30	302,414
Other institutions	-	-	-	-	-	-	-	-
Corporates	7	28,315	-	51,307	-	17	-	79,646
Retail	-	-	-	-	1,497	69,275	-	70,772
Equity	-	-	-	-	-	2	-	2
Other exposures	1,203	-	-	-	-	-	-	1,203
Total	368,647	264,178	-	117,828	1,497	69,294	130	821,574

TABLE CCR3: COUNTERPARTY CREDIT RISK - POSITIONS PER CATEGORIES AND RISK-WEIGHTED POSITIONS AS PER STANDARD APPROACH
(CHF THOUSANDS)

Categories/risk weighting factors	0%	20%	35%	50%	75%	100%	150%	Total positions exposed to credit risk
Sovereigns	-	-	-	-	-	-	150	150
Banks and securities dealers	-	19,795	-	33,260	-	-	44	53,099
Other institutions	-	27,378	-	-	-	-	-	27,378
Corporates	-	5,663	-	25,654	-	17	-	31,334
Retail	-	-	-	-	1,123	69,275	-	70,398
Equity	-	-	-	-	-	2	-	2
Other exposures	-	-	-	-	-	-	-	-
Total	-	52,836	-	58,914	1,123	69,294	194	182,361

TABLE CCR5: COUNTERPARTY CREDIT RISK - BREAKDOWN OF COLLATERAL USED TO COVER POSITIONS SUBJECT TO COUNTERPARTY CREDIT RISK IN RELATION TO DERIVATIVES OR SFT TRANSACTIONS

The bank did not have such exposure as at 31 December 2022 and 31 December 2021.

TABLE IRRBBA: INTEREST RATE RISK - OBJECTIVES AND GUIDELINES FOR THE MANAGEMENT OF INTEREST RATE RISK IN THE BANKING BOOK

The Bank does not require external funding to finance its liquidity needs and to comply with regulatory liquidity requirements.

TABLE IRRBBA1: INTEREST RATE RISK - QUANTITATIVE INFORMATION ON THE EXPOSURE'S STRUCTURE AND INTEREST RATE REFIXING DATE
(CHF THOUSANDS)

Defined interest rate repricing date	Volume in million of CHF			Average interest rate repricing date (in years)		Maximum interest rate repricing period (in years) for exposures with modeled (non-predetermined) interest rate repricing dates	
	Total	Of which in CHF	Of which other currencies*	Total	Of which in CHF	Total	Of which in CHF
Amounts due from banks	134,316	60,044	74,272	0.06	0.02		
Amounts due from customers	328,527	72,907	246,224	0.13	0.23		
Fixed-rate mortgages	20,654	20,654	-	0.25	0.25		
Financial investments	382,589	-	382,589	1.26	-		
Receivables from interest-rate derivatives	399,126	11,654	313,285	0.06	0.17		
Payables from interest-rate derivatives	(377,648)	(124,151)	(204,719)	0.06	0.05		
Undefined interest rate repricing date	Total	Of which in CHF	Of which other currencies*	Total	Of which in CHF	Total	Of which in CHF
Amounts due from banks	83,605	27,695	49,194	0.08	0.08		
Amounts due from customers	79,749	354	78,877	0.22	0.22		
Amounts due to customers	(998,374)	(25,782)	(931,749)	0.22	0.22		
Other payables	(6,205)	(752)	(4,719)	0.08	0.08		
Total	46,339	42,623	3,254	2.44	1.32		

*Significant currencies that make up more than 10% of assets or liabilities

TABLE IRRBB1: INTEREST RATE RISK - QUANTITATIVE INFORMATION ON THE EXPOSURE'S NET PRESENT VALUE AND INTEREST RATE INCOME

(CHF THOUSANDS)

	EVE (changes in the net present value)		NII (changes in the discounted earnings value)	
	31/12/22	31/12/21	31/12/22	31/12/21
Parallel upward shift	(6,125)	1,665	(4,188)	(10,129)
Parallel downward shift	6,362	(1,627)	4,128	10,019
Steeper curve shock	2,110	(1,733)		
Flatter curve shock	(3,388)	1,969		
Upward short-term interest rate shock	(5,442)	2,252		
Downward short-term interest rate shock	5,638	(2,245)		
Maximum	6,125	2,245	4,188	10,129
			31/12/22	31/12/21
Tier 1 capital			187,712	179,796

TABLE ORA: OPERATIONAL RISKS

The Bank manages operational risks through detailed departmental procedures and internal directives and guidelines.

Operational risk is essentially overseen by the Chief Financial Officer / Chief Operating Officer and the Heads of Legal and Compliance, who report matters of importance to the Executive Management Committee. In addition, such matters are reported quarterly to the Audit Committee and the Board of Directors.