



BASEL III – PILLAR 3 MARKET DISCIPLINE

30 JUNE 2022 REPORT



UNION BANCAIRE PRIVÉE

Purpose and scope of this report

Disclosure principles

The purpose of this half-yearly document is to inform readers about the capital requirements for Union Bancaire Privée, UBP SA (hereinafter the “Group”).

This document has been drafted in compliance with the publication requirements set out in the Swiss Financial Market Supervisory Authority’s (FINMA) Circular 2016/1 on banks’ disclosures.

The report is published bi-annually within two months following the mid-year reporting and maximum four months after the annual report. It is available on the Group’s website (www.ubp.com).

The data provided in this report relates to the Group’s mid-year accounts closed on 30 June 2022.

KM1 Table Key regulatory figures

(in CHF thousands)

	30.06.2022	31.12.2021	30.06.2021	
Available capital				
1	Common equity (CET1)	2,072,663	2,123,990	2,080,452
2	Tier 1 capital (T1)	2,072,663	2,123,990	2,080,452
3	Total shareholders' equity	2,076,663	2,127,990	2,084,452
Risk-weighted assets (RWA)				
4	RWA	8,937,370	8,431,085	8,217,135
4a	Minimum capital requirement	714,990	674,487	657,371
Risk based capital ratios (as a % of RWA)				
5	CET1 ratio	23.2%	25.2%	25.3%
6	T1 ratio	23.2%	25.2%	25.3%
7	Total capital ratio	23.2%	25.2%	25.4%
Additional CET1 buffer requirements (as a % of RWA)				
8	Capital conservation buffer requirements as per Basel minimal standards	2.5%	2.5%	2.5%
11	Total of Bank CET1 specific buffer requirements as per the Basel minimal standards	2.5%	2.5%	2.5%
12	CET1 available after meeting bank's minimum capital requirements as per Basel minimal standards	15.2%	17.2%	17.4%
Capital ratio target as per Annex 8 of the CAO (as a % of RWA)				
12a	Capital buffer as per Annex 8 of the CAO	4.0%	4.0%	4.0%
12b	Countercyclical buffers (Art. 44 & 44a of the CAO)	0.030%	0.026%	0.026%
12c	CET1 target ratio as per Annex 8 of the CAO, plus countercyclical buffer as per Art. 44 & 44a of the CAO	7.8%	7.8%	7.8%
12d	T1 target ratio as per Annex 8 of the CAO plus countercyclical buffer as per Art. 44 & 44a of the CAO	9.6%	9.6%	9.6%
12e	Total capital target as per Annex 8 of the CAO plus countercyclical buffer as per Art. 44 & 44a of the CAO	12.0%	12.0%	12.0%

(in CHF thousands)

	30.06.2022	31.12.2021	30.06.2021	
BASEL III leverage ratio				
13	Total leverage ratio exposure	37,994,195	39,281,924	36,162,292
14	Leverage ratio	5.5%	5.4%	5.8%
Liquidity coverage ratio (LCR)				
	Q2 2022	Q4 2021	Q2 2021	
	3 month average	3 month average	3 month average	
15	LCR numerator: sum of high-quality liquid assets	11,496,571	10,274,605	10,269,216
16	LCR denominator: net sum of cash outflows	4,566,193	4,710,208	4,474,673
17	Liquidity coverage ratio (LCR) (%)	251.8%	218.1%	229.5%
Net stable funding ratio (NSFR)				
	30.06.2022	31.12.2021		
18	Available stable funding	23,424,650	23,026,858	
19	Required stable funding	13,807,715	14,160,512	
20	Net stable funding ratio (NSFR) (%)	169.7%	162.6%	

OV1 Table Overview of risk-weighted assets

(in CHF thousands)

	RWA 30.06.2022	RWA 31.12.2021	Minimum shareholders' equity as at 30.06.2022
1 Credit risk (excluding CCR – counterparty credit risk)	5,264,468	5,178,974	421,158
2 of which, standardised approach (SA)	4,965,405	4,869,684	397,233
of which non-counterparty related risk	299,063	309,290	23,925
6 Counterparty credit risk (CCR)	552,098	436,793	44,168
7 of which, standardised approach (SA-CCR)	387,915	393,039	31,033
9 of which, other approach (CCR)	164,183	43,754	13,135
10 Credit valuation adjustment (CVA)	438,439	201,321	35,075
13 Investments in managed collective assets – mandate-based approach	553,945	425,536	44,316
15 Settlement risk	203	547	16
16 Securitisation exposures in banking book	50,275	-	4,022
20 Market risk	174,818	363,816	13,985
21 of which, standardised approach	174,818	363,816	13,985
24 Operating risk	1,903,124	1,824,098	152,250
27 Total	8,937,370	8,431,085	714,990

LIQ1 Table Liquidity coverage ratios (LCR)

(in CHF millions)

		Q2 2022		Q1 2022	
		Unweighted values	Risk-weighted values	Unweighted values	Risk-weighted values
A High-quality liquid assets (HQLAs)					
1	Total HQLAs		11,497		11,421
B Cash outflows					
2	Retail deposits	14,537	2,116	15,192	2,197
3	of which, stable deposits	43	43	791	40
4	of which, less stable deposits	14,494	2,073	14,401	2,157
5	Unsecured corporate and wholesale funding	14,156	6,116	13,884	6,023
7	of which, non-operational deposits	14,150	6,110	13,878	6,017
8	of which, unsecured debt issuance	6	6	6	6
9	Secured wholesale funding and collateral swaps	1,169	167	1,812	229
10	Other outflows	3,087	837	2,774	677
11	of which, outflows related to derivative exposures and other transactions	226	226	115	115
13	of which, outflows related to committed credit and liquidity facilities	2,861	611	2,659	562
14	Other contractual funding commitments	9	6	6	3
15	Other contingent funding obligations	977	32	983	32
16	Total cash outflows		9,274		9,161
C Cash inflows					
17	Secured lending (e.g. reverse repo)	32	32	61	61
18	Inflows from fully performing exposures	7,668	4,414	7,622	4,236
19	Other cash inflows	262	262	115	115
20	Total cash inflows	7,962	4,708	7,798	4,412
21	Total HQLAs		11,497		11,421
22	Total net cash outflows		4,566		4,749
23	Liquidity coverage ratio		251.8%		240.5%

Table LIQ2 : Liquidity – information on the net stable funding ratio (NSFR)

(in CHF millions)

		Values not weighted, according to residual maturities				Weighted values
		No maturity	< 6 months	>= 6 months up to < 1 year	>= 1 year	
Available stable funding (ASF)						
1	Capital instruments	2,346				2,346
2	Regulatory capital (1)	2,346				2,346
4	Retail deposits and deposits from small business customers	14,187	2,341	129	15	15,048
5	Stable deposits	839				797
6	Less stable deposits	13,348	2,341	129	15	14,251
7	Wholesale funding	8,121	2,733	96	5	5,480
9	Non-operational deposits	8,121	2,733	96	5	5,480
11	Other liabilities	1,919	3,492	112	1,591	551
12	NSFR derivative liabilities		408	105	610	
13	All other liabilities and equity not included in the above category	1,919	3,084	7	981	551
14	Total Available Stable Funding (ASF)					23,425

(1) Before application of capital deductions.

(in CHF millions)

		Values not weighted, according to residual maturities				Weighted values
		No maturity	< 6 months	>= 6 months up to < 1 year	>= 1 year	
Required stable funding (RSF)						
15	Total NSFR high-quality liquid assets (HQLA)	2,163	3,663	488	8,520	1,989
17	Performing loans and securities	2,635	10,465	1,147	2,352	7,720
19	Performing loans to financial institutions secured by non-level 1 HQLA and unsecured performing loans to financial institutions	587	3,042	75	203	785
20	Performing loans to non-financial corporate clients, loans to retail and small business customers, and loans to sovereign central banks and PSEs, of which:	1,603	6,489	805	737	5,075
22	Performing residential mortgages, of which:	3	849	218	877	1,105
23	Risk-weighted up to 35% under the SA-BIS	3	748	216	876	1,052
24	Non-defaulted securities that do not qualify as HQLA, including exchange-traded shares	442	85	49	535	755
26	Other assets:	3,213	17	39	2,849	4,004
27	Physical traded commodities, including gold	920				782
29	NSFR derivatives assets				2,173	200
31	All other assets	2,293	17	39	676	3,022
32	Off-balance sheet items		1,473	33	259	95
33	Total Required Stable Funding (RSF)					13,808
34	Net stable funding ratio (NSFR) (%)					169.7%

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