



BASEL III - PILLAR 3
MARKET
DISCIPLINE

30 JUNE 2023 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 2023.

KM1 Table Key regulatory figures

(in CHF thousands)

	30.06.2023	31.12.2022	30.06.2022	
Available capital				
1	Common equity (CET1)	2,222,433	2,202,278	2,072,663
2	Tier 1 capital (T1)	2,222,433	2,202,278	2,072,663
3	Total shareholders, equity	2,226,433	2,206,278	2,076,663
Risk-weighted assets (RWA)				
4	RWA	8,134,329	8,255,048	8,937,370
4a	Minimum capital requirement	650,746	660,404	714,990
Risk based capital ratios (as a % of RWA)				
5	CET1 ratio	27.3%	26.7%	23.2%
6	T1 ratio	27.3%	26.7%	23.2%
7	Total capital ratio	27.4%	26.7%	23.2%
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	19.4%	18.7%	15.2%
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)	0.034%	0.031%	0.030%
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)

	30.06.2023	31.12.2022	30.06.2022	
BASEL III leverage ratio				
13	Total leverage ratio exposure	38,493,318	39,614,690	37,994,195
14	Leverage ratio	5.8%	5.6%	5.5%
Liquidity coverage ratio (LCR)				
	Q2 2023	Q4 2022	Q2 2022	
	3 month average	3 month average	3 month average	
15	LCR numerator: sum of high-quality liquid assets	12,992,094	13,273,443	11,496,571
16	LCR denominator: net sum of cash outflows	4,655,302	3,957,807	4,566,193
17	Liquidity coverage ratio (LCR) (%)	279.1%	335.3%	251.8%
Net stable funding ratio (NSFR)				
	30.06.2023	31.12.2022	30.06.2022	
18	Available stable funding	21,919,305	22,249,071	23,424,650
19	Required stable funding	11,784,559	11,454,921	13,807,715
20	Net stable funding ratio (NSFR) (%)	186.0%	194.2%	169.7%

OV1 Table Overview of risk-weighted assets

(in CHF thousands)

	RWA 30.06.2023	RWA 31.12.2022	Minimum shareholders' equity as at 30.06.2023
1 Credit risk (excluding CCR – counterparty credit risk)	5,007,360	5,013,614	400,589
2 of which, standardised approach (SA)	4,697,103	4,701,201	375,768
of which non-counterparty related risk	310,257	312,413	24,821
6 Counterparty credit risk (CCR)	350,807	480,378	28,065
7 of which, standardised approach (SA-CCR)	313,019	284,535	25,042
9 of which, other approach (CCR)	37,788	195,843	3,023
10 Credit valuation adjustment (CVA)	162,750	162,818	13,020
13 Investments in managed collective assets – mandate-based approach	542,132	526,400	43,371
15 Settlement risk	32	304	3
16 Securitisation exposures in banking book	85,600	67,800	6,848
18 of which ratings-based approach (RBA)	85,600	67,800	6,848
20 Market risk	72,690	98,863	5,815
21 of which, standardised approach	72,690	98,863	5,815
24 Operating risk	1,912,958	1,904,871	153,037
27 Total	8,134,329	8,255,048	650,748

LIQ1 Table Liquidity coverage ratios (LCR)

(in CHF millions)

		Q1 2023		Q2 2023	
		Unweighted values	Risk-weighted values	Unweighted values	Risk-weighted values
A High-quality liquid assets (HQLAs)					
1	Total HQLAs		13,096		12,992
B Cash outflows					
2	Retail deposits	15,822	1,717	14,891	1,614
3	of which, stable deposits	750	38	722	36
4	of which, less stable deposits	15,072	1,679	14,855	1,578
5	Unsecured corporate and wholesale funding	13,626	5,896	13,422	5,935
7	of which, non-operational deposits	13,537	5,807	13,334	5,848
8	of which, unsecured debt issuance	89	89	88	88
9	Secured wholesale funding and collateral swaps	1,131	172	1,620	65
10	Other outflows	3,050	942	3,000	979
11	of which, outflows related to derivative exposures and other transactions	125	125	131	131
13	of which, outflows related to committed credit and liquidity facilities	2,925	817	2,869	848
14	Other contractual funding commitments	42	42	58	58
15	Other contingent funding obligations	924	29	868	27
16	Total cash outflows		8,798		8,678
C Cash inflows					
17	Secured lending (e.g. reverse repo)	461	61	246	90
18	Inflows from fully performing exposures	7,115	4,298	6,343	3,726
19	Other cash inflows	169	169	207	207
20	Total cash inflows	7,745	4,528	6,796	4,023
21	Total HQLAs		13,096		12,992
22	Total net cash outflows		4,270		4,655
23	Liquidity coverage ratio		306.7%		279.1%

Table LIQ2 : Liquidity – information on the net stable funding ratio (NSFR) as at 30.06.23

(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	2,439				2,439
2	Regulatory capital (1)	2,439				2,439
4	Retail deposits and deposits from small business customers	7,640	7,615	366	1	14,095
5	Stable deposits	707	2			673
6	Less stable deposits	6,933	7,613	366	1	13,422
7	Wholesale funding	4,170	4,756	206		4,566
9	Non-operational deposits	4,170	4,756	206		4,566
11	Other liabilities	2,295	5,946	605	1,020	819
12	NSFR derivative liabilities				685	
13	All other liabilities and equity not included in the above category	2,295	5,946	605	335	819
14	Total Available Stable Funding (ASF)					21,919

(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)	841	6,228	1,191	9,946	1,642
17	Performing loans and securities	2,901	8,808	537	2,214	6,241
19	Performing loans to financial institutions secured by non-level 1 HQLA and unsecured performing loans to financial institutions	1,242	2,979	2	12	646
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:	1,311	5,027	423	742	3,894
22	Performing residential mortgages, of which:		780	102	848	982
23	Risk-weighted up to 35% under the SA-BIS	1	761	101	854	982
24	Non-defaulted securities that do not qualify as HQLA, including exchange-traded shares	366	22	9	612	719
26	Other assets:	2,857	19	44	2,668	3,808
27	Physical traded commodities, including gold	903				767
29	NSFR derivatives assets				1,100	414
	NSFR derivative liabilities before deduction of variation margin posted				1,195	239
31	All other assets	1,955	19	44	373	2,388
32	Off-balance sheet items		769	320	551	94
33	Total Required Stable Funding (RSF)					11,785
34	Net stable funding ratio (NSFR) (%)					186.0%

Table LIQ2 : Liquidity – information on the net stable funding ratio (NSFR) as at 31.03.23

(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	2,439				2,439
2	Regulatory capital (1)	2,439				2,439
4	Retail deposits and deposits from small business customers	8,192	6,971	582	2	14,210
5	Stable deposits	738	1			702
6	Less stable deposits	7,455	6,970	582	2	13,508
7	Wholesale funding	4,610	4,968	189		4,883
9	Non-operational deposits	4,610	4,968	189		4,883
11	Other liabilities	1,824	6,332	249	1,104	700
12	NSFR derivative liabilities				769	
13	All other liabilities and equity not included in the above category	1,824	6,332	249	335	700
14	Total Available Stable Funding (ASF)					22,232

(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)	805	7,377	732	9,990	1,578
17	Performing loans and securities	2,281	9,402	666	2,184	6,513
19	Performing loans to financial institutions secured by non-level 1 HQLA and unsecured performing loans to financial institutions	626	3,214	19		586
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:	1,295	5,370	566	772	4,272
22	Performing residential mortgages, of which:		799	52	859	981
23	Risk-weighted up to 35% under the SA-BIS		781	53	873	981
24	Non-defaulted securities that do not qualify as HQLA, including exchange-traded shares	363	17	29	552	674
26	Other assets:	2,663	25	24	2,612	3,373
27	Physical traded commodities, including gold	915				778
29	NSFR derivatives assets				974	205
	NSFR derivative liabilities before deduction of variation margin posted				1,299	260
31	All other assets	1,748	25	24	339	2,130
32	Off-balance sheet items		1,265	39	395	92
33	Total Required Stable Funding (RSF)					11,556
34	Net stable funding ratio (NSFR) (%)					192,4%

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