

Media Release

Key Financial Information Disclosure, Credit Suisse AG Hong Kong Branch

Hong Kong, 30 Sept 2015 - In accordance with the Banking (Disclosure) Rules, Credit Suisse AG Hong Kong Branch issues this press notice containing the relevant disclosure statement. A copy of the statement will be displayed at our principal place of business as shown below. A copy of the statement has been lodged with the Hong Kong Monetary Authority for public inspection.

The disclosure statement is available at:

Credit Suisse AG Hong Kong Branch
Level 88 International Commerce Centre
1 Austin Road West
Kowloon
Hong Kong

Information

Compliance Officer, telephone +852 2841 4888

Credit Suisse AG

As one of the world's leading financial services providers, we are committed to delivering our combined financial experience and expertise to corporate, institutional and government clients and to high-net-worth individuals worldwide, as well as to private clients in Switzerland.

Founded in 1856, today we have a global reach with operations in over 50 countries and 46,600 employees from approximately 150 different nations. Our broad footprint helps us to generate a geographically balanced stream of revenues and net new assets and allows us to capture diverse growth opportunities around the world. We serve our diverse clients through our two divisions, which cooperate closely to provide holistic financial solutions, including innovative products and specially tailored advice.

Credit Suisse AG

Hong Kong Branch

Key Financial Information Disclosure Statement

As at 30 June 2015

**Credit Suisse AG
Hong Kong Branch
Key Financial Information Disclosure Statement
As at 30 June 2015**

Contents	Pages
Profit and loss account	1
Balance sheet	2
Notes to the financial statements	3-4
Off balance sheet and liquidity information	5
Notes to the financial statements	6-7
Group consolidated financial information	8

Credit Suisse AG
Hong Kong Branch
Profit & Loss Account
For The Year Ended 30 June 2015

		6 months ended 30 Jun 2015	6 months ended 30 Jun 2014
	Notes	HKD'000	HKD'000
Interest income		600,046	328,438
Interest expense		(247,302)	(126,518)
Net interest income		352,744	201,920
Other operating income	1	870,430	608,275
Total operating income		1,223,174	810,195
Total operating expenses	2	(729,032)	(548,405)
Impairment losses and provisions for impaired loans and receivables		(70)	(441)
Profit before taxation		494,072	261,349
Tax charge		(82,062)	(42,408)
Profit after taxation		412,010	218,941

**Credit Suisse AG
Hong Kong Branch
Balance Sheet
As at 30 June 2015**

		30 Jun 2015	31 Dec 2014
	Notes	HKD'000	HKD'000
Assets			
Cash and balances with banks		1,278,124	1,298,669
Due from Exchange Fund		20,649	3,958
Amount due from overseas offices		34,182,718	25,212,505
Loans and receivables	4	65,441,058	52,596,831
Investment securities		15,495,809	15,543,181
Total assets		<u>116,418,358</u>	<u>94,655,144</u>
Liabilities			
Deposits from customers	5	57,753,351	59,807,470
Amount due to overseas offices		52,779,673	30,544,123
Other liabilities		5,885,334	4,303,551
Total liabilities		<u>116,418,358</u>	<u>94,655,144</u>

Credit Suisse AG
Hong Kong Branch
Notes to the Financial Statements

		6 months ended 30 Jun 2015	6 months ended 30 Jun 2014
	Notes	HKD'000	HKD'000
1 Other operating income			
Gains less losses arising from activities in foreign currencies		(867)	(2,487)
Gains less losses arising from trading in other derivatives		(136,998)	(52,485)
Gains less losses on securities held for trading purposes		65	(5)
Net fees and commission income	3	1,007,896	663,194
Others		334	58
		<u>870,430</u>	<u>608,275</u>
2 Total operating expenses			
Staff and rental expenses		(514,024)	(420,867)
Other expenses		(206,703)	(125,277)
Charge for other provisions		(8,305)	(2,261)
		<u>(729,032)</u>	<u>(548,405)</u>
3 Net fees and commission income			
Fees and commission income		1,110,624	712,454
Less: Fees and commission expenses		(102,728)	(49,260)
		<u>1,007,896</u>	<u>663,194</u>
		30 Jun 2015	31 Dec 2014
		HKD'000	HKD'000
4 Loans and receivables			
Loans and advances to customers			
- Overdrafts		1,710,918	347,356
- Other loans due within 1 month		37,013,889	40,058,183
- Between 1 and 3 months		13,920,443	4,133,724
- Between 3 months and 1 year		2,249,226	3,572,628
- Later than 1 year		6,311,943	1,605,702
Total Loans and advances to customers	6	<u>61,206,419</u>	<u>49,717,593</u>
Other accounts		4,161,356	2,814,658
Accrued interest		74,261	65,430
Provisions for impaired loans and receivables (collective provisions)		(978)	(850)
Provisions for impaired loans and receivables (specific provisions)		-	-
		<u>65,441,058</u>	<u>52,596,831</u>
5 Deposits from customers			
Demand deposits and current accounts		32,799,556	31,408,966
Savings deposits		-	-
Time, call and notice deposits		24,953,795	28,398,504
		<u>57,753,351</u>	<u>59,807,470</u>

Credit Suisse AG
Hong Kong Branch
Notes to the Financial Statements

	30 Jun 2015 HKD'000			31 Dec 2014 HKD'000		
6 Analysis of gross amount of loans and advances to customers						
a. Breakdown by industry sectors	Secured	Unsecured	Total	Secured	Unsecured	Total
Loans and advances for use in Hong Kong						
Industrial, commercial and financial						
Property development	7,227	-	7,227	-	-	-
Civil Engineering Works	-	-	-	7,363	-	7,363
Financial concerns	1,920,208	3,488,534	5,408,742	1,993,357	3,489,910	5,483,267
Recreational activities	-	-	-	132,483	-	132,483
Printing & Publishing	193,143	-	193,143	-	-	-
Others	56,475	-	56,475	87,380	-	87,380
Individuals						
Others	13,062,072	92	13,062,164	11,434,129	271	11,434,400
Loans and advances for use outside Hong Kong	42,473,005	5,663	42,478,668	32,516,721	55,979	32,572,700
	<u>57,712,130</u>	<u>3,494,289</u>	<u>61,206,419</u>	<u>46,171,433</u>	<u>3,546,160</u>	<u>49,717,593</u>

6 b. Breakdown by geographical areas

Loans and Advances to customers by geographical areas that are classified according to the location of the counterparties after taking into account the transfer of risk.

	30 Jun 2015 HKD'000			31 Dec 2014 HKD'000		
	Total	Impaired Loans & Advances	Specific Provision	Total	Impaired Loans & Advances	Specific Provision
British Virgin Islands	28,236,670	-	-	20,866,485	-	-
Hong Kong	13,074,848	-	-	12,002,323	-	-
China	4,697,489	-	-	3,851,119	-	-
Switzerland	3,495,916	-	-	3,497,442	-	-
Cayman Islands	2,638,716	-	-	1,125,442	-	-
Singapore	2,281,602	-	-	2,493,360	-	-
Bahamas	1,976,224	-	-	1,876,082	-	-
Others	4,804,954	-	-	4,005,340	-	-
	<u>61,206,419</u>	<u>-</u>	<u>-</u>	<u>49,717,593</u>	<u>-</u>	<u>-</u>
% of the total loans and advances to customers		<u>0.00%</u>			<u>0.00%</u>	
Market value of security held against impaired advances to loans and advances		<u>-</u>			<u>-</u>	

7 Loans and advances to customers and banks which have been overdue

The branch does not have any overdue & rescheduled loans & advances to customers and banks as at 30 Jun 2015 and 31 Dec 2014.
The branch does not have impaired loans and advances to banks as at 30 Jun 2015 and 31 Dec 2014.

8 Other Assets Overdue

The branch does not have any overdue other assets as at 30 Jun 2015 and 31 Dec 2014.

9 Repossessed Assets

The branch does not have any repossessed assets as at 30 Jun 2015 and 31 Dec 2014.

Credit Suisse AG
Hong Kong Branch
Off Balance Sheet and Liquidity Information

30 Jun 2015 31 Dec 2014
HKD'000 HKD'000

10 Contingent liabilities and commitments
(contractual amounts)

Direct credit substitutes 12,559 12,564
Other commitments 126,374,510 110,600,296

11 Derivatives instruments
(HKD '000)

	30 Jun 2015			31 Dec 2014		
	Fair Value		Total Notional Amount	Fair Value		Total Notional Amount
	Positive	Negative		Positive	Negative	
Exchange rate contracts (exclude forward foreign exchange contracts arising from swap deposit arrangements)	522,117	522,094	79,378,369	630,647	641,020	61,127,951
Equity contracts	530,774	544,244	31,785,740	356,577	370,489	18,062,348
Others	33,730	33,917	2,146,540	76,230	76,397	14,689,371

12 Liquidity ratio

30 Jun 2015 30 Jun 2014

Average liquidity ratio for the financial period 40.25% 45.84%

The liquidity maintenance ratio (LMR) is calculated in accordance with the Banking (Liquidity) Rules effective from 1 January 2015.

The average liquidity maintenance ratio is the arithmetic mean of each Wednesday of a calendar month's average LMR as reported in the Return of "Liquidity Position of an Authorized Institution".

Liquidity Risk Management

Credit Suisse will ensure Credit Suisse AG, Hong Kong Branch ("CSHKB") has adequate liquidity at all time to meet the financial obligations and cash-outflow as they fall due under both a) normal business condition and b) systematic and firm specific crisis based on assumption as per Credit Suisse's Global Liquidity Policy.

The Liquidity Risk Management Policy Statement for CSHKB is the primary internal policy document that provides direction to the branch's business and functions on the management of liquidity and sets clear governance process which is updated by the Treasury. The branch also has a liquidity contingency plan.

Besides the Treasury, CSHKB finance committee also share management oversight on liquidity management.

Credit Suisse AG
Hong Kong Branch
Notes to the Financial Statements

13 International claims
(HKD million)

International claims are on-balance sheet exposures to counterparties based on the location of the counterparties after taking into account the transfer of risk and by types of counterparties. Geographical segments and individual countries constituting 10% or more of the aggregate international claims are summarized as follows:

30 Jun 2015					
	Banks	Official Sector	Non-bank private sector	Others	Total
Developed Countries	2,444	15,463	247	-	18,154
of which Switzerland	1,867	-	5	-	1,872
of which United States	402	15,463	5	-	15,870
Offshore Centres	33,799	1	49,486	-	83,286
of which Bahamas	-	-	2,065	-	2,065
of which British Virgin Islands	-	-	29,045	-	29,045
of which Cayman Islands	-	-	2,724	-	2,724
of which Hong Kong	1,008	1	12,384	-	13,393
of which Singapore	32,791	-	2,621	-	35,412
Developing Asia and Pacific	98	13	6,431	-	6,542
of which China	30	13	5,401	-	5,444

31 Dec 2014					
	Banks	Official Sector	Non-bank private sector	Others	Total
Developed Countries	2,516	15,511	208	-	18,235
of which Switzerland	1,885	-	-	-	1,885
of which United States	450	15,511	12	-	15,973
Offshore Centres	24,534	-	38,100	-	62,634
of which Bahamas	-	-	1,896	-	1,896
of which British Virgin Islands	-	-	20,965	-	20,965
of which Cayman Islands	-	-	1,149	-	1,149
of which Hong Kong	708	-	10,929	-	11,637
of which Singapore	23,826	-	2,720	-	26,546
Developing Asia and Pacific	205	13	5,462	-	5,680
of which China	8	13	4,548	-	4,569

The above country/geographical segment classification is based on the head office location of the counterparties and is derived according to the location of the counterparties after taking into account of any risk transfer.

14 Mainland Activities Disclosures
 (HKD million)

Non-bank counterparties are identified in accordance with the definitions set out in the banking return of "Return of Mainland Activities" issued by the HKMA. Exposures in Mainland China arising from non-bank counterparties are summarized as follows:

	30 Jun 2015			31 Dec 2014		
	On-balance sheet exposure	Off-balance sheet exposure	Total	On-balance sheet exposure	Off-balance sheet exposure	Total
Central government, central government-owned entities and their subsidiaries and joint ventures (JVs)	13	-	13	13	-	13
PRC nationals residing in Mainland China or other entities incorporated in Mainland China and their subsidiaries and JVs	4,183	76	4,259	3,539	49	3,588
PRC nationals residing outside Mainland China or entities incorporated outside Mainland China where the credit is granted for use in Mainland China	517	3	520	306	2	308
Other counterparties where the exposures are considered by the reporting institution to be non-bank Mainland China exposures	6,455	249	6,704	3,690	121	3,811
Total	11,168	328	11,496	7,548	172	7,720
Total assets after provision	116,418			94,655		
On-balance sheet exposures as percentage of total	9.59%			7.97%		

As at 30 Jun 2015 & 31 Dec 2014, no specific provision has been made on the exposures.

15 Foreign currency exposures
 (HKD million)

	30 Jun 2015	
	USD	Total
Spot assets	64,329	64,329
Spot liabilities	(64,430)	(64,430)
Forward purchases	14,780	14,780
Forward sales	(14,719)	(14,719)
Net options positions	-	-
Net long (short) position	(40)	(40)
Net structural position	-	-
	31 Dec 2014	
	USD	Total
Spot assets	55,826	55,826
Spot liabilities	(55,860)	(55,860)
Forward purchases	23,792	23,792
Forward sales	(23,715)	(23,715)
Net options positions	-	-
Net long (short) position	43	43
Net structural position	-	-

Internal reporting method is adopted as basis of calculating the net options positions.

Credit Suisse Group AG
Consolidated Financial Information

	30 Jun 2015	31 Dec 2014
Capital adequacy ratio (Note 1)		
Common Equity Tier 1 ratio	13.9%	14.9%
Tier 1 ratio	16.7%	17.1%
Total ratio	20.1%	20.8%
	CHF million	CHF million
Total shareholders' equity	42,642	43,959
Other financial information		
Balance sheet :		
Total assets	879,322	921,462
Total liabilities	836,680	877,503
Loans net of allowance for loan losses	270,171	272,551
Total customer deposits	356,453	369,058
	30 Jun 2015	30 Jun 2014
	CHF million	CHF million
Profit and Loss :		
Pre-tax profit from continuing operations for the financial period	3,172	1,003

Note :

- (1) The capital adequacy ratio is computed in accordance with the Basel Capital Accord.
- (2) For further details on Credit Suisse Group AG financial information, please refer to the Credit Suisse Group AG 2015 Interim Report at www.credit-suisse.com