

Credit Suisse AG

Hong Kong Branch

Key Financial Information Disclosure Statement

As at 30 June 2018

Credit Suisse AG
Hong Kong Branch
Key Financial Information Disclosure Statement
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Credit Suisse AG
Hong Kong Branch
Profit & Loss Account

		6 months ended 30 Jun 2018	6 months ended 30 Jun 2017
	Notes	HKD'000	HKD'000
Interest income		2,081,487	1,016,875
Interest expense		(1,394,881)	(459,093)
Net interest income		686,606	557,782
Other operating income	1	1,294,055	787,450
Total operating income		1,980,661	1,345,232
Total operating expenses	2	(1,295,654)	(954,044)
Impairment losses and provisions		(40,482)	(536)
Profit before taxation		644,525	390,652
Tax charge		(105,544)	(64,023)
Profit after taxation		538,981	326,629

Credit Suisse AG
Hong Kong Branch
Balance Sheet
As at 30 June 2018

		30 Jun 2018	31 Dec 2017
	Notes	HKD'000	HKD'000
Assets			
Cash and balances with banks		1,349,414	990,269
Due from Exchange Fund		63,047	20,117
Amount due from overseas offices		78,948,922	47,738,557
Loans and receivables	4	91,266,794	91,090,866
Investment securities		30,943,834	31,942,119
Total assets		<u>202,572,011</u>	<u>171,781,928</u>
Liabilities			
Deposits from customers	5	120,209,189	128,321,505
Deposit and balances of banks and other financial institutions		42,608	12,954
Amount due to overseas offices		74,315,881	38,719,230
Other liabilities		8,004,333	4,728,239
Total liabilities		<u>202,572,011</u>	<u>171,781,928</u>

Credit Suisse AG
Hong Kong Branch
Notes to the Financial Statements

		6 months ended 30 Jun 2018	6 months ended 30 Jun 2017
	Notes	HKD'000	HKD'000
1 Other operating income			
Gains less losses arising from trading in foreign currencies		2,496	2,688
Gains less losses arising from trading in other derivatives		(231,619)	(225,000)
Gains less losses on securities held for trading purposes		(60)	36
Net fees and commission income	3	1,508,265	997,742
Others		14,973	11,984
		<u>1,294,055</u>	<u>787,450</u>
2 Total operating expenses			
Staff and rental expenses		(694,829)	(702,503)
Other expenses		(598,431)	(237,073)
Charge for other provisions		(2,394)	(14,468)
		<u>(1,295,654)</u>	<u>(954,044)</u>
3 Net fees and commission income			
Fees and commission income		1,536,589	1,265,433
Less: Fees and commission expenses		(28,324)	(267,691)
		<u>1,508,265</u>	<u>997,742</u>
		30 Jun 2018	31 Dec 2017
		HKD'000	HKD'000
4 Loans and receivables			
Loans and advances to customers			
- Overdrafts and repayment on demand		1,319,485	1,413,668
- Other loans due within 1 month		70,120,092	75,231,558
- Between 1 and 3 months		9,238,620	5,585,686
- Between 3 months and 1 year		3,380,373	3,756,614
- Later than 1 year		3,406,818	2,597,528
Total Loans and advances to customers	6	<u>87,465,388</u>	<u>88,585,054</u>
Other accounts		3,842,612	2,611,373
Accrued interest		355,755	246,352
Provisions for impaired loans and receivables (general provisions)		(13,675)	(112)
Provisions for impaired loans and receivables (specific provisions)		<u>(383,286)</u>	<u>(351,801)</u>
		<u>91,266,794</u>	<u>91,090,866</u>
5 Deposits from customers			
Demand deposits and current accounts		40,674,038	60,657,335
Savings deposits		-	-
Time, call and notice deposits		79,535,151	67,664,170
		<u>120,209,189</u>	<u>128,321,505</u>

Credit Suisse AG
Hong Kong Branch
Notes to the Financial Statements

6 Analysis of gross amount of loans and advances to customers

a. Breakdown by industry sectors

The analysis of gross loans and advances to customers and secured loans and advances by industry sectors are based on the categories and definitions used by the Hong Kong Monetary Authority.

	30 Jun 2018 HKD'000			31 Dec 2017 HKD'000		
	Secured	Unsecured	Total	Secured	Unsecured	Total
Loans and advances for use in Hong Kong						
Industrial, commercial and financial						
Financial concerns	3,122,080	3,531,408	6,653,488	2,185,510	3,517,172	5,702,682
Others	225,495	-	225,495	180,835	-	180,835
Individuals						
Others	24,284,160	-	24,284,160	22,489,862	-	22,489,862
Loans and advances for use outside Hong Kong	56,300,295	1,950	56,302,245	60,144,834	66,841	60,211,675
	<u>83,932,030</u>	<u>3,533,358</u>	<u>87,465,388</u>	<u>85,001,041</u>	<u>3,584,013</u>	<u>88,585,054</u>

b. Breakdown by geographical areas

Loans and Advances to customers by geographical areas to which not less than 10% of the institution's total amount of loans and advances to customers are classified according to the location of the counterparties after taking into account the transfer of risk. The basis of the country classification is in accordance with the guidance notes from the Hong Kong Monetary Authority.

	30 Jun 2018 HKD'000			31 Dec 2017 HKD'000		
	Total	Overdue/Impaired Loans & Advances	Specific Provision	Total	Overdue/Impaired Loans & Advances	Specific Provision
British Virgin Islands	40,635,613	25,266	25,266	40,559,024	25,243	13,955
Hong Kong	31,163,142	392,625	358,020	20,362,312	295,866	247,209
Others	15,666,633	-	-	27,663,718	115,456	90,637
	<u>87,465,388</u>	<u>417,891</u>	<u>383,286</u>	<u>88,585,054</u>	<u>436,565</u>	<u>351,801</u>
% of the total loans and advances to customers		<u>0.48%</u>			<u>0.49%</u>	
Fair value of security held against impaired advances to loans and advances		<u>38,364</u>			<u>84,764</u>	

7 Overdue and rescheduled loans and advances

a. Overdue advances

	30 Jun 2018		31 Dec 2017	
	HKD'000	% of total Loans & Advances to customers	HKD'000	% of total Loans & Advances to customers
Gross amount of advances which have been overdue for:				
- Six months or less but over three months	-	-	-	-
- One year or less but over six months	-	-	-	-
- Over one year	417,891	0.48%	436,565	0.49%
	<u>417,891</u>	<u>0.48%</u>	<u>436,565</u>	<u>0.49%</u>
Fair value of the collaterals held in respect of the overdue loans and advances to customers	<u>38,364</u>		<u>84,764</u>	
Specific provision made	<u>383,286</u>		<u>351,801</u>	

All non-performing loans to customers were overdue for more than one year as at 30 Jun 2018 & 31 Dec 2017.

b. Rescheduled advances

The branch does not have any rescheduled loans & advances to customers as at 30 Jun 2018 & 31 Dec 2017.

The branch does not have any overdue & rescheduled loans & advances to banks as at 30 Jun 2018 & 31 Dec 2017.
The branch does not have impaired loans and advances to banks as at 30 Jun 2018 & 31 Dec 2017.

8 Other Assets Overdue and Repossessed Assets

The branch does not have any overdue other assets and repossessed assets as at 30 Jun 2018 & 31 Dec 2017.

9 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. The basis of geographical segments and individual countries is in accordance with the definitions set out in the banking return of "Return of International Banking Statistics" issued by the HKMA. Geographical segments and individual countries constituting 10% or more of the aggregate international claims are summarized as follows:

30 Jun 2018						
	Banks	Official Sector	Non-bank private sector		Others	Total
			Non-bank financial institutions	Non-financial private sector		
Developed Countries	80,801	30,912	386	3,753	-	115,852
of which Switzerland	79,914	-	328	3,587	-	83,829
of which United States	122	30,770	15	-	-	30,907
Offshore Centres	225	-	538	57,077	-	57,840
of which Bahamas	-	-	-	1,660	-	1,660
of which British Virgin Islands	-	-	293	41,131	-	41,424
of which Cayman Islands	-	-	86	1,213	-	1,299
of which Hong Kong	14	-	100	9,624	-	9,738
of which Singapore	22	-	27	2,488	-	2,537

31 Dec 2017						
	Banks	Official Sector	Non-bank private sector		Others	Total
			Non-bank financial institutions	Non-financial private sector		
Developed Countries	48,703	31,910	175	3,831	-	84,619
of which Switzerland	47,821	-	-	3,616	-	51,437
of which United States	304	31,841	157	-	-	32,302
Offshore Centres	1,106	-	443	59,047	-	60,596
of which Bahamas	-	-	-	1,770	-	1,770
of which British Virgin Islands	-	-	2	41,224	-	41,226
of which Cayman Islands	-	-	96	1,840	-	1,936
of which Hong Kong	9	-	326	7,848	-	8,183
of which Singapore	1,097	-	1	5,355	-	6,453

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.

10 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 2018			31 Dec 2017		
	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)	12	-	12	12	-	12
Local governments, local government-owned entities and their subsidiaries and JVs	-	-	-	30	-	30
PRC nationals residing in Mainland China or other entities incorporated in Mainland China and their subsidiaries and JVs	15,023	154	15,177	11,255	123	11,378
PRC nationals residing outside Mainland China or entities incorporated outside Mainland China where the credit is granted for use in Mainland China	1,531	6	1,537	1,271	4	1,275
Other counterparties where the exposures are considered by the reporting institution to be non-bank Mainland China exposures	2,224	6	2,230	3,552	7	3,559
Total	18,790	166	18,956	16,120	134	16,254
Total assets after provision	<u>202,572</u>			<u>171,782</u>		
On-balance sheet exposures as percentage of total	<u>9.28%</u>			<u>9.38%</u>		

As at 30 Jun 2018 & 31 Dec 2017, no specific provision has been made on the exposures.

11 Foreign currency exposures
(HKD million)

Foreign currency constituting 10% or more of the total net position in all foreign currencies are summarized as follows:

	30 Jun 2018	
	USD	Total
Spot assets	111,670	111,670
Spot liabilities	(111,714)	(111,714)
Forward purchases	7,957	7,957
Forward sales	(7,907)	(7,907)
Net options positions	-	-
Net long (short) position	6	6
Net structural position	6	6

	31 Dec 2017	
	USD	Total
Spot assets	81,992	81,992
Spot liabilities	(81,988)	(81,988)
Forward purchases	11,858	11,858
Forward sales	(11,811)	(11,811)
Net options positions	-	-
Net long (short) position	51	51
Net structural position	3	3

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

Credit Suisse AG
Hong Kong Branch
Off Balance Sheet Exposures

30 Jun 2018 31 Dec 2017

HKD'000 HKD'000

12 Contingent liabilities and commitments
(contractual amounts)

Direct credit substitutes	17,633	6,409
Other commitments	210,247,578	175,859,733

13 Derivatives instruments
(HKD '000)

	30 Jun 2018			31 Dec 2017		
	Fair Value Positive	Fair Value Negative	Total Notional Amount	Fair Value Positive	Fair Value Negative	Total Notional Amount
Exchange rate contracts (exclude forward foreign exchange contracts arising from swap deposit arrangements)	462,911	465,785	58,054,031	283,075	320,162	59,438,135
Equity contracts	368,666	368,666	46,783,048	391,561	391,561	26,714,332
Precious metals other than gold contracts	1,063	1,063	1,534,476	12,944	12,946	1,003,367

**Credit Suisse AG
Hong Kong Branch
Liquidity Information**

Pursuant to the Banking (Liquidity) Rules (BLR), the Branch is required to maintain a Liquidity Coverage Ratio (LCR) of not less than 90% increasing in steps of 10% to not less than 100% by January 2019. The comparatives to the Liquidity Maintenance Ratio (LMR) for the 6 months ended 30 June 2017 are not directly comparable due to the adoption of LCR in the beginning of 2018.

The average-LCR for the periods are as follows:

	Quarter ended (%)	
	30 Jun 2018	31 Mar 2018
Average LCR	198.44%	209.96%

Average LCR is the simple average value of all working days in the quarter.

	6 months ended
	30 Jun 2017
Average LMR	41.79%

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

In accordance with BLR, the Net Stable Funding Ratio (NSFR) is implemented in Hong Kong with effect from 1 January 2018 and the Branch is required to maintain a NSFR of not less than 100%.

	Quarter ended (%)	
	30 Jun 2018	31 Mar 2018
NSFR	143.81%	146.25%

Accompanying narrative

The liquidity position of the Branch remained stable and healthy. The average LCR were 198.44% and 209.96% at end of 2Q2018 and end of 1Q2018 respectively. The NSFR were 143.81% and 146.25% for the quarters ended 30 June 2018 and 31 March 2018 respectively.

The Branch holds a pool of high quality liquid assets (HQLA) as defined under Schedule 2 of the BLR. The majority of the HQLA held by the Branch are Level 1 assets predominantly government bonds.

Customer deposit is one of the major funding sources. The branch has diversified Private Banking depositors. Whilst customer deposit is one of the major funding sources, the Branch is able to source additional funding in the appropriate currency from affiliate to meet its requirement.

The Branch, being one of the branches of Credit Suisse AG Group, monitors and manages liquidity risk on a standalone basis. The risk control framework aims to ensure the appropriate amount of liquidity is set aside locally whilst also ensuring a sufficient amount of liquidity is held at a Group level to support and meet its obligations.

Liquidity Risk Management

Credit Suisse will target to 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 based on assumptions as per Credit Suisse's Global Liquidity Policy.

The Liquidity Risk Management Manual 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 maintained by Liquidity Risk Management ("LR") which is part of the CRO organization. The branch also has a contingency funding plan which is maintained by Treasury.

Besides the Treasury and LR, CSHKB Risk Management Committee and CSHKB finance committee also share management oversight on liquidity management.

Credit Suisse AG
Hong Kong Branch
Liquidity Information

The following table sets out the required disclosure items under Standard Disclosure Template as specified by the HKMA. The number of data points used in calculating the average value of the LCR and related components for quarters ending 30 June 2018 and 31 March 2018 are 60 and 61 data points respectively. The number of data points equates to the number of working days in the quarter.

LIQ1 - Liquidity Coverage Ratio for category 1 institution

Amount in HKD\$ '000	Quarter ended 30 Jun 2018 (60 data points)		Quarter ended 31 Mar 2018 (61 data points)	
	Unweighted amount (average)	Weighted amount (average)	Unweighted amount (average)	Weighted amount (average)
Basis of disclosure: Hong Kong office basis				
A. HIGH QUALITY LIQUID ASSETS				
1 Total high quality liquid assets (HQLA)		32,024,208		34,427,998
B. CASH OUTFLOWS				
2 Retail deposits and small business funding, of which:	52,345,687	5,232,354	48,588,406	4,856,388
3 Stable retail deposits and stable small business funding	-	-	-	-
4 Less stable retail deposits and less stable small business funding	52,301,393	5,230,139	48,539,353	4,853,935
4a Retail term deposits and small business term funding	44,294	2,215	49,053	2,453
5 Unsecured wholesale funding (other than small business funding) and debt securities and prescribed instruments issued by the FI, of which:	73,095,988	46,626,508	83,583,214	47,619,438
6 Operational deposits	-	-	-	-
7 Unsecured wholesale funding (other than small business funding) not covered in Row 6	73,095,988	46,626,508	83,583,214	47,619,438
8 Debt securities and prescribed instruments issued by the FI and redeemable within the LCR period	-	-	-	-
9 Secured funding transactions (including securities swap transactions)		-		-
10 Additional requirements, of which:	8,488,149	8,301,777	7,738,918	7,380,383
11 Cash outflows arising from derivative contracts and other transactions, and additional liquidity needs arising from related collateral requirements	2,596,125	2,596,125	2,711,056	2,711,056
12 Cash outflows arising from obligations under structured financing transactions and repayment of funding obtained from such transactions	-	-	-	-
13 Potential drawdown of undrawn committed facilities (including committed credit facilities and committed liquidity facilities)	5,892,024	5,705,652	5,027,862	4,669,327
14 Contractual lending obligations (not otherwise covered in Section B) and other contractual cash outflows	4,558,845	4,558,845	6,078,902	6,078,902
15 Other contingent funding obligations (whether contractual or non-contractual)	193,153,150	1,858	180,106,781	1,201
16 TOTAL CASH OUTFLOWS		64,721,342		65,936,312
C. CASH INFLOWS				
17 Secured lending transactions (including securities swap transactions)	-	-	-	-
18 Secured and unsecured loans (other than secured lending transactions covered in Row 17) and operational deposits placed at other financial institutions	100,988,807	61,059,795	97,301,260	59,968,022
19 Other cash inflows	6,348,905	5,014,788	7,886,977	5,992,882
20 TOTAL CASH INFLOWS	107,337,712	66,074,583	105,188,237	65,960,904
D. LIQUIDITY COVERAGE RATIO	Adjusted value		Adjusted value	
21 TOTAL HQLA		32,024,208		34,427,998
22 TOTAL NET CASH OUTFLOWS		16,180,336		16,484,078
23 LCR (%)		198.44%		209.96%

Credit Suisse AG
Hong Kong Branch
Liquidity Information

L1Q2 - Net stable funding ratio for category 1 institution

HK\$'000		Quarter ended 30 Jun 2018				
Basis of disclosure: Hong Kong office		Unweighted value by residual maturity				Weighted amount
		No specified term to maturity	<6 months or repayable on demand	6 months to < 12 months	12 months or more	
A. Available stable funding ("ASF") item						
1	Capital:	-	-	-	-	-
2	Regulatory capital	-	-	-	-	-
2a	Minority interests not covered by row 2	-	-	-	-	-
3	Other capital instruments	-	-	-	-	-
4	Retail deposits and small business funding:	-	54,198,444	-	-	48,778,600
5	Stable deposits	-	-	-	-	-
6	Less stable deposits	-	54,198,444	-	-	48,778,600
7	Wholesale funding:	-	117,463,616	24,425,472	912,663	44,196,703
8	Operational deposits	-	-	-	-	-
9	Other wholesale funding	-	117,463,616	24,425,472	912,663	44,196,703
10	Liabilities with matching interdependent assets	-	-	-	-	-
11	Other liabilities:	3,145,755	3,657,501	-	13,674	13,674
12	Net derivative liabilities	43,554	-	-	-	-
13	All other funding and liabilities not included in the above categories	3,102,201	3,657,501	-	13,674	13,674
14	Total ASF	-	-	-	-	92,988,977
B. Required stable funding ("RSF") item						
15	Total HQLA for NSFR purposes	-	-	-	31,007,052	1,562,578
16	Deposits held at other financial institutions for operational purposes	-	-	-	-	-
17	Performing loans and securities:	901,594	152,372,294	13,367,279	3,441,416	62,417,105
18	Performing loans to financial institutions secured by Level 1 HQLA	-	-	-	-	-
19	Performing loans to financial institutions secured by non-Level 1 HQLA and unsecured performing loans to financial institutions	21,008	69,000,247	12,056,978	17,971	16,417,505
20	Performing loans, other than performing residential mortgage, to non-financial corporate clients, retail and small business customers, sovereigns, the Monetary Authority for the account of the Exchange Fund, central banks and PSEs, of which:	880,586	82,978,113	1,301,063	3,423,445	45,798,014
21	With a risk-weight of less than or equal to 35% under the STC approach	-	-	-	-	-
22	Performing residential mortgages, of which:	-	393,934	9,238	-	201,586
23	With a risk-weight of less than or equal to 35% under the STC approach	-	-	-	-	-
24	Securities that are not in default and do not qualify as HQLA, including exchange-traded equities	-	-	-	-	-
25	Assets with matching interdependent liabilities	-	-	-	-	-
26	Other assets:	984,895	2,854,157	84,791	-	388,837
27	Physical traded commodities, including gold	-	-	-	-	-
28	Assets posted as initial margin for derivative contracts and contributions to default funds of CCPs	-	-	-	-	-
29	Net derivative assets	-	-	-	-	-
30	Total derivative liabilities before deduction of variation margin posted	876,193	-	-	-	NA
31	All other assets not included in the above categories	108,702	2,854,157	84,791	-	388,837
32	Off-balance sheet items	-	-	-	215,956,965	292,088
33	Total RSF	-	-	-	-	64,660,608
34	Net Stable Funding Ratio (%)	-	-	-	-	143.81%

Credit Suisse AG
Hong Kong Branch
Liquidity Information

LIQ2 - Net stable funding ratio for category 1 institution - continued

HK\$'000		Quarter ended 31 Mar 2018				
		Unweighted value by residual maturity				Weighted amount
Basis of disclosure: Hong Kong office		No specified term to maturity	<6 months or repayable on demand	6 months to < 12 months	12 months or more	
A. Available stable funding ("ASF") item						
1	Capital:	-	-	-	-	-
2	Regulatory capital	-	-	-	-	-
2a	Minority interests not covered by row 2	-	-	-	-	-
3	Other capital instruments	-	-	-	-	-
4	Retail deposits and small business funding:	-	55,021,276	8,881	-	49,527,142
5	Stable deposits	-	-	-	-	-
6	Less stable deposits	-	55,021,276	8,881	-	49,527,142
7	Wholesale funding:	-	142,360,069	9,254,670	23,112,629	59,351,001
8	Operational deposits	-	-	-	-	-
9	Other wholesale funding	-	142,360,069	9,254,670	23,112,629	59,351,001
10	Liabilities with matching interdependent assets	-	-	-	-	-
11	Other liabilities:	5,082,986	2,838,387	-	35,798	35,798
12	Net derivative liabilities	-	-	-	-	-
13	All other funding and liabilities not included in the above categories	5,082,986	2,838,387	-	35,798	35,798
14	Total ASF					108,913,941
B. Required stable funding ("RSF") item						
15	Total HQLA for NSFR purposes				32,765,319	1,639,524
16	Deposits held at other financial institutions for operational purposes	-	-	-	-	-
17	Performing loans and securities:	-	189,360,555	10,707,338	2,542,471	69,182,631
18	Performing loans to financial institutions secured by Level 1 HQLA	-	-	-	-	-
19	Performing loans to financial institutions secured by non-Level 1 HQLA and unsecured performing loans to financial institutions	-	94,328,841	10,189,354	17,857	19,261,860
20	Performing loans, other than performing residential mortgage, to non-financial corporate clients, retail and small business customers, sovereigns, the Monetary Authority for the account of the Exchange Fund, central banks and PSEs, of which:	-	94,634,521	503,427	2,524,614	49,714,895
21	With a risk-weight of less than or equal to 35% under the STC approach	-	-	-	-	-
22	Performing residential mortgages, of which:	-	397,193	14,557	-	205,876
23	With a risk-weight of less than or equal to 35% under the STC approach	-	-	-	-	-
24	Securities that are not in default and do not qualify as HQLA, including exchange-traded equities	-	-	-	-	-
25	Assets with matching interdependent liabilities	-	-	-	-	-
26	Other assets:	3,897,175	2,846,817	-	-	3,402,394
27	Physical traded commodities, including gold	-	-	-	-	-
28	Assets posted as initial margin for derivative contracts and contributions to default funds of CCPs	-	-	-	-	-
29	Net derivative assets	210,578	-	-	-	210,578
30	Total derivative liabilities before deduction of variation margin posted	494,781	-	-	-	NA
31	All other assets not included in the above categories	3,191,816	2,846,817	-	-	3,191,816
32	Off-balance sheet items	-	-	-	189,093,067	245,557
33	Total RSF					74,470,106
34	Net Stable Funding Ratio (%)					146.25%

Credit Suisse Group AG
Consolidated Financial Information

	30 Jun 2018	31 Dec 2017
Capital adequacy ratio (Note 1)		
Common Equity Tier 1 ratio	12.8%	13.5%
Tier 1 ratio	18.4%	18.9%
Total ratio	20.2%	20.8%
	CHF million	CHF million
Total shareholders' equity	43,470	41,902
Other financial information		
Balance sheet :		
Total assets	798,158	796,289
Total liabilities	754,549	754,100
Loans net of allowance for loan losses	287,660	279,149
Total customer deposits	367,408	361,162
	30 Jun 2018	30 Jun 2017
	CHF million	CHF million
Profit and Loss :		
Pre-tax profit from continuing operations for the financial period	1,052	1,253

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 2018 Interim Report at www.credit-suisse.com.

Credit Suisse AG
Hong Kong Branch

Chief Executive's Declaration of Compliance

It is certified by the Chief Executive of Credit Suisse AG Hong Kong Branch that the information disclosed above is in compliance with the Banking (Disclosure) rules and the disclosure standards of the Supervisory Policy Manual – "Guideline on the Application of the Banking (Disclosure) Rules" issued by the Hong Kong Monetary Authority.

A handwritten signature in black ink, appearing to read 'FM', is written over a horizontal line. Below the line, the name 'Francois Monnet' and title 'Chief Executive, Hong Kong Branch' are printed.

Francois Monnet
Chief Executive, Hong Kong Branch

Date: 28 September 2018