

**Credit Suisse AG**

**Hong Kong Branch**

**Quarterly Liquidity Information Disclosure Statement**

**As at 30 September 2021**

**Credit Suisse AG  
Hong Kong Branch**

**Liquidity Information Disclosure Statement**

The Liquidity Disclosure Statement complies with the Banking (Disclosure) Rules (BDR) made under section 60A of the Banking Ordinance.

**Basis of preparation**

The approaches used in calculating the Liquidity Coverage Ratio (LCR) and Net Stable Funding Ratio (NSFR) are in accordance with the Banking Liquidity Rules (BLR).

During 2021, Credit Suisse AG Hong Kong Branch (the Branch) is required to maintain LCR of not less than 100%.

The average LCR for the periods are as follow:

	Quarter ended (%)	
	30 Sep 2021	30 Jun 2021
<b>Average LCR</b>	<b>197.38%</b>	<b>163.45%</b>

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

The NSFR, Available Stable Funding (ASF) and Required Stable Funding (RSF) for the periods are as follow:

	Quarter ended (%)	
	30 Sep 2021	30 Jun 2021
<b>NSFR</b>	<b>163.83%</b>	<b>133.30%</b>

  

	Quarter ended (HKD million)	
	30 Sep 2021	30 Jun 2021
<b>ASF</b>	<b>80,699</b>	<b>85,836</b>
<b>RSF</b>	<b>49,258</b>	<b>64,391</b>

**Accompanying narrative**

The liquidity position of the Branch remained stable and healthy. The average LCR were 197.38% and 163.45% at end of 3Q2021 and 2Q2021 respectively. The NSFR were 163.83% and 133.30% for the quarters ended 30 September 2021 and 30 June 2021 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 in government debt securities.

Private banking customers' deposit remains as one of the major funding sources for the Branch. In addition, the Branch is able to source additional funding, in the appropriate currency, from affiliates of Credit Suisse Group AG (the Group) to meet its requirement.

The average LCR increased from 163.45% for the quarter ended 30 Jun 2021 to 197.38% for the quarter ended 30 Sep 2021 primarily driven by a decrease in net cash outflows mainly due to a decrease in unsecured wholesale deposits. NSFR increased from 133.30% for the quarter ended 30 Jun 2021 to 163.83% for the quarter ended 30 Sep 2021 mainly driven by decrease in required stable funding arising from decrease in loans and funds provided to customers and interbank placement.

The Branch, being one of the branches of the 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 ensuring a sufficient amount of liquidity is held at Group level to support and meet its obligations.

**Credit Suisse AG**  
**Hong Kong Branch**

**Liquidity Information**

The following table sets out the required disclosure items under Standard Disclosure Templates as specified by the HKMA. The number of data points used in calculating average value of the LCR and its related components for the quarters ending 30th September 2021 and 30th June 2021 are 64 and 60 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 30th Sep 2021 (64 data points)		Quarter ended 30th June 2021 (60 data points)	
	Unweighted value (average)	Weighted value (average)	Unweighted amount (average)	Weighted amount (average)
<b>Basis of disclosure:</b> Hong Kong office basis				
<b>A. HIGH QUALITY LIQUID ASSETS</b>				
1	Total high quality liquid assets (HQLA)			26,485,330
<b>B. CASH OUTFLOWS</b>				
2	Retail deposits and small business funding, of which:		37,944,468	3,794,447
3	Stable retail deposits and stable small business funding		-	-
4	Less stable retail deposits and less stable small business funding		37,944,468	3,794,447
4a	Retail term deposits and small business term funding		-	-
5	Unsecured wholesale funding (other than small business funding) and debt securities and prescribed instruments issued by the FI, of which:		82,277,064	52,034,262
6	Operational deposits		-	-
7	Unsecured wholesale funding (other than small business funding) not covered in Row 6		82,277,064	52,034,262
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:		6,285,898	5,906,358
11	Cash outflows arising from derivative contracts and other transactions, and additional liquidity needs arising from related collateral requirements		3,246,317	3,246,317
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)		3,039,581	2,660,041
14	Contractual lending obligations (not otherwise covered in Section B) and other contractual cash outflows		3,717,501	3,717,501
15	Other contingent funding obligations (whether contractual or non-contractual)		246,291,610	1,094
16	<b>TOTAL CASH OUTFLOWS</b>		65,453,662	
<b>C. CASH INFLOWS</b>				
17	Secured lending transactions (including securities swap transactions)		22,299,778	35,965.00
18	Secured and unsecured loans (other than secured lending transactions covered in Row 17) and operational deposits placed at other financial institutions		103,320,089	73,206,276
19	Other cash inflows		7,073,817	5,823,881
20	<b>TOTAL CASH INFLOWS</b>		132,693,684	79,066,122
<b>D. LIQUIDITY COVERAGE RATIO</b>				
21	TOTAL HQLA		Adjusted value	
22	TOTAL NET CASH OUTFLOWS		Adjusted value	
23	LCR (%)		Adjusted value	

**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.

Francois Monnet  
Chief Executive, Credit Suisse AG Hong Kong Branch