

Net Stable Funding Ratio Disclosure Report

**For the Quarters Ended March 31, 2023 &
June 30, 2023**

Credit Suisse Holdings (USA), Inc. - Consolidated

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Net Stable Funding Ratio Disclosures

Executive Summary

On June 12, 2023, UBS Group AG (UBS) completed the acquisition of Credit Suisse Group AG upon which Credit Suisse Group AG was merged into UBS. The combined entity is operating as a consolidated banking group with UBS managing two separate parent banks – UBS AG and Credit Suisse AG (CS or Credit Suisse). More details about Credit Suisse can be found in the annual and interim reports available on Credit Suisse's and UBS's website.

Credit Suisse Holdings (USA), Inc., a Delaware Corporation, is Credit Suisse's designated US intermediate holding company (IHC) (as required by the Federal Reserve's Regulation YY). As a holding company, Credit Suisse Holdings (USA), Inc. does not interact with the external market in any significant manner. Credit Suisse AG (CS AG) owns 100% of the voting stock in Credit Suisse Holdings (USA), Inc. In this report, references to "Credit Suisse Holdings (USA), Inc." refer to the standalone entity, while references to "CSH USA" refer to the entity on a consolidated basis.

The main operating subsidiaries of Credit Suisse Holdings (USA), Inc. are (i) Credit Suisse Securities (USA) LLC, a US broker-dealer registered with the Securities and Exchange Commission (SEC) and a futures commission merchant regulated by the Commodities Futures Trading Commission; (ii) Credit Suisse Capital LLC, a US over-the-counter derivatives dealer registered as such with the SEC; and, (iii) Credit Suisse Management LLC, whose primary purpose is to carry out derivative transactions to hedge positions of US affiliates exclusively with other CS affiliates. Credit Suisse Holdings (USA), Inc. also owns Credit Suisse (USA), Inc., a holding company that directly or indirectly owns most of the IHC operating entities and provides guarantees to its core subsidiaries, and a servicing entity, Credit Suisse Services (USA) LLC. CSH USA is subject to consolidated regulatory capital requirements pursuant to the Federal Reserve's Regulation YY.

NSFR Requirements and Disclosures

The US net stable funding ratio (NSFR) rule requires covered firms to hold a minimum amount of available stable funding (ASF) that can cover the required stable funding (RSF). The ratio of the firm's ASF to its RSF is its NSFR. Covered firms must disclose their consolidated NSFRs for each quarter on a semi-annual basis, using a 3-month daily average for each quarter.

The Federal Reserve's implementation of certain enhanced prudential standards required by section 165 of the Dodd-Frank Wall Street Reform and Consumer Protection Act, as amended by the Economic Growth, Regulatory Relief, and Consumer Protection Act and its relevant implementing regulations, requires that an IHC that is a Category III Board-regulated institution with less than \$75 billion in weighted short-term wholesale funding (such as CSH USA) adhere to an NSFR requirement calibrated with an 85% weighting on the RSF requirement.

Main Drivers of the NSFR

Average ASF is \$27.5 billion in Q1 2023 and \$25 billion in Q2 2023. The quarterly change was driven by a reduction in inter-company unsecured funding.

Average RSF, before 85% weighting adjustment, is \$17.1 billion in Q1 2023 and \$13.4 billion in Q2 2023. The quarterly change is largely driven by a reduction of four components: intercompany loans, trading assets, derivatives receivables, and initial margin with CCPs. The **average adjusted RSF** stood at \$14.6 billion in Q1 2023 and \$11.4bn in Q2 2023.

Changes in the NSFR over time and causes of such changes

CSH USA maintained an average NSFR of 190% in Q1 2023, and an average of 220% in Q2 2023. The average quarterly increase of 30 percentage points was driven by the adjusted RSF decreasing more than the ASF. The average adjusted RSF decreased by \$3.2 billion, whereas the average ASF decreased by \$2.5 billion.

Quantitative Disclosures

Q1 2023

01/03/2023 to 03/31/2023 In millions of US dollars	Open bkt	< 6 Months	6 – 12 Months	>= 1 Year	Perpetual	Average Weighted Amount
ASF						
1 Capital and securities					13,377	13,377
2 NSFR regulatory capital elements					13,377	13,377
3 Other capital elements and securities						
4 Retail funding:						
5 Stable deposits						
6 Less stable deposits						
7 Sweep deposits, brokered reciprocal deposits, and brokered deposits						
8 Other retail funding						
9 Wholesale funding:	4265	21,282	276	13,358		13,495
10 Operational deposits	2					1
11 Other wholesale funding	4263	21,282	276	13,358		13,494
Other liabilities:					13,520	631
12 NSFR derivatives liability amount					194	
13 Total derivatives liability amount						
14 All other liabilities not included in the above categories	2,792	7,065	93	3,376		631
15 Total ASF					66,077	27,503
RSF						
16 Total high-quality liquid assets (HQLA)	0	43	0	1,276	87	183
17 Level 1 liquid assets				908		
18 Level 2A liquid assets				185		28
19 Level 2B liquid assets		43	0	182	87	156
20 Zero percent RSF assets that are not level 1 liquid assets or loans to financial sector entities or their consolidated subsidiaries	188	5,385	65	2,769		
21 Operational deposits placed at financial sector entities or their consolidated subsidiaries	42					21
22 Loans and securities:	12,913	29,321	877	5,602	692	7,886
23 Loans to financial sector entities secured by level 1 liquid assets	10,818	19,166				
24 Loans to financial sector entities secured by assets other than level 1 liquid assets and unsecured loans to financial sector entities	2,043	9,372	147	607		2,268
25 Loans to wholesale customers or counterparties that are not financial sector entities and loans to retail customers or counterparties	26	431	623	618		1,065
26 Of which: With a risk weight no greater than 20% under the [Agency Capital Regulation]						
27 Retail mortgages				1,836		1,560
28 Of which: With a risk weight of no greater than 50% under the [Agency Capital Regulation]						
29 Securities that do not qualify as HQLA	27	353	107	2,541	692	2,992
Other assets:					10,006	8,918
30 Commodities					34	34
31 Derivative RSF Amount					1,842	880
32 Current Transaction RSF Amount						
33 Potential Valuation Changes					857	43
34 Contributions to CCP and Initial Margin Provided					985	838
35 Additional RSF for 100% RSF assets pledged for IM and DFC						
36 All other assets not included in the above categories, including nonperforming assets		248	37	7,845	0	8,004
37 Undrawn commitments					1,636	82
38 Total RSF prior to application of required stable funding adjustment percentage					70,901	17,090
39 Required stable funding adjustment percentage						85%
40 Total Adjusted RSF						14,527
41 Net Stable Funding Ratio (%)						189.77%

Q2 2023

**04/03/2023 to
06/30/2023**

In millions of US dollars

	Open bkt	< 6 Months	6 - 12 Months	>= 1 Year	Perpetual	Average Weighted Amount
ASF						
1					12,900	12,900
2					12,900	12,900
3						
4						
5						
6						
7						
8						
9	1,296	9,748	4,046	9,579		11,529
10	0					0
11	1,296	9,748	4,046	9,579		11,529
					6,858	602
12					179	
13						
14	4,106	1,418	25	1,130		602
15					44,428	25,031
RSF						
16		1	0	524	2	44
17				435		
18				6		1
19		1	0	83	2	43
20	32	1,503	3	542		
21	60					30
22	7,499	22,888	801	4,232	257	5,563
23	5,726	17,392				
24	1,740	4,788	270	481		1,521
25	27	626	464	248		769
26						
27				2,253		1,915
28						
29	6	82	66	1,250	257	1,358
					8,628	7,796
30					20	20
31					1,370	640
32						
33					656	33
34					714	607
35						
36		203	11	7,023	0	7,136
37					390	20
38					47,362	13,452
39						85%
40						11,434
41						219.64%

Concentration of Funding Sources and Changes in Funding Structure

CSH USA relies on CS AG and affiliates as the primary source of unsecured debt, across a range of tenors, and equity capital. CSH USA, through its broker-dealer entities, also relies on secured funding and asset exchange transactions with CS AG and affiliates, and to a lesser extent with third parties.

Concentrations of ASF and RSF across Legal Entities

The majority of ASF is raised by Credit Suisse Holdings (USA), Inc. via intercompany unsecured funding provided by CS AG and affiliates. ASF is allocated to subsidiaries of Credit Suisse Holdings (USA), Inc. based on their required funding needs.

RSF is driven by the asset profile of Credit Suisse Holdings (USA) subsidiaries. Credit Suisse Securities (USA) LLC, Credit Suisse (USA), Inc., and DLJ Capital Mortgage, Inc. are the three subsidiaries with largest required stable funding.