

## Further disclosures

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### Table KM1: General regulatory key figures

in TCHF		31.12.2019	31.12.2018
	<b>Available capital (amounts)</b>		
1	Common Equity Tier 1 (CET1)	4'539	4'048
2	Tier 1	4'539	4'048
3	Total capital	4'539	4'048
	<b>Risk-weighted assets (amounts)</b>		
4	Total risk-weighted assets (RWA)	37'301	37'581
4a	Minimum capital requirements	1'500	1'500
	<b>Risk-based capital ratios (as a percentage % of RWA)</b>		
5	CET1 ratio (%)	12.17%	10.77%
6	T1 ratio (%)	12.17%	10.77%
7	Total capital ratio (%)	12.17%	10.77%
	<b>Additional CET1 requirements (buffers) as a percentage of RWA</b>		
8	Capital conservation buffer requirement according to Basel minimum requirements (%)	2.50%	1.88%
9	Countercyclical buffer requirement according to Basel minimum requirements (%)	0.00%	0.00%
10	Bank G-SIB and/or D-SIB additional requirements	0.00%	0.00%
11	Total of bank CET1 specific buffer requirements according to Basel minimum requirements (%)	2.50%	1.88%
12	CET1 available after meeting the bank's minimum capital requirements (%)	4.17%	7.27%
	<b>Target capital ratios according to Annex 8 of the Capital Adequacy Ordinance (CAO) (% of RWA)</b>		
12a	Capital conservation buffer according to CAO, Annex 8 (%)	2.50%	2.50%
12b	Countercyclical capital buffer according to CAO, Art. 44 and Art. 44a (%)	0.00%	0.00%
12c	CET1 capital target (%) according to CAO, Annex 8 + countercyclical buffer according to CAO, Art. 44 and 44a	7.00%	7.00%
12d	T1 capital target according to CAO, Annex 8 + countercyclical buffer according to CAO, Art. 44 and 44a	8.50%	8.50%
12e	Total capital target according to CAO, Annex 8 + countercyclical buffer according to CAO, Art. 44 and 44a	10.50%	10.50%
	<b>Basel III Leverage Ratio</b>		
13	Total Basel III leverage ratio exposure measure	51'961	27'117
14	Basel III Leverage Ratio	8.74%	14.93%

Despite the loss of the Group in 2019, the CET1 ratio increased from 10.77% to 12.17% due to a capital increase during the reporting year.

**Table OV1: Overview of risk weighted assets**

in TCHF		RWA	RWA	Minimum capital requirements
		31.12.2019	31.12.2018	31.12.2019
1	Credit risk	8'087	7'889	647
	Non-counterparty related risks	648	526	52
20	Market risk	4'218	4'739	337
24	Operational risk	20'773	21'376	1'662
25	Items not deducted in application of threshold 3, but risk-weighted with 250%	0	0	0
	Additional minimum capital requirements for securities dealers (annual full costs)	3'575	3'051	286
27	Total	37'301	37'581	2'984

Credit risk	Standard approach
Market risk	Standard approach
Operational risk	Standard approach

**Table CR1: Credit risk: credit equivalent of assets**

in TCHF		Gross book value		Value adjustments / depreciations	Net amounts
		defaulted positions	not defaulted positions		
1	Receivables	0	17'437	0	17'437
2	Debt securities	0	0	0	0
3	Off balance sheet positions	0	1'664	0	1'664
4	Total	0	19'101	0	19'101

Amounts due that are at risk, i.e. those where it is unlikely that debtors will be able to meet their future obligations, are valued on an individual basis. The reduction in value is also covered by individual value adjustments. Off-balance-sheet transactions such as fixed commitments, guarantees or derivative financial instruments are also included in this valuation. Loans are classified "at risk" at the latest when the contractually agreed payments for capital and/or interest have been outstanding for over 90 days. Interest that has been outstanding for over 90 days is also considered overdue. Overdue interest and interest at risk are not recognised anymore but allocated directly to the value adjustments and provisions. Loans are deemed non-interest bearing in the event that it is unlikely that this interest will be recovered and an accrual is no longer considered reasonable.

The value adjustment is measured in accordance with the difference between the carrying value of the amount due and the amount that is expected to be recovered, taking counterparty risk and the net proceeds of realising any collateral into account. If the realisation process is expected to exceed a year, the estimated realisation proceeds are discounted on the balance sheet reporting date

**Table CR2: Credit risk: Changes in stock of defaulted loans and debt securities**

		<b>in TCHF</b>
1	Defaulted receivables and debt securities, at end of the previous reporting period	0
2	Receivables and debt securities that have defaulted since the end of the previous reporting period	48
3	Exposures that have returned to non-defaulted status	0
4	Amounts written off	48
5	Other changes (+/-)	0
6	Defaulted receivables and debt securities, at end of the reference period (1+2-3-4+5)	0

Client receivables in the amount of CHF 48k, for which 100% value adjustments were book at the end of the previous period, defaulted in the reference period.

**Table CR3: Credit risk: Risk mitigating measures**

<b>in TCHF</b>	<b>Positions without collateral</b>	<b>Positions with collateral</b>	<b>Positions collateralised by financial guarantess or credit derivates</b>
Receivables	17'437	0	0
Off balance sheet positions	1'644	0	0
Total	19'101	0	0
whereof defaulted	0	0	0



**Table CCR3: Counterparty credit risk: exposures by exposure category and risk weights according to the standard approach**

in TCHF		a	b	c	d	e	f	g	h	i
	Exposure category / risk-weighting	0%	10%	20%	50%	75%	100%	150%	Other	Total credit risk exposures
1	Central governments and central banks									
2	Banks and securities dealers			303	1'013					1'316
3	Public-sector entities and multilateral			52						52
4	Corporations						293			293
5	Retail						3			3
6	Equity interests									
7	Other exposures									
8										
9	TOTAL			355	1'013		296			1'664

**Table CCR5: Counterparty credit risk: composition of collateral for CCR exposure**

In TCHF	a	b	c	d	e	f
	Collateral used to secure derivative transactions				Collateral used to secure SFTs	
	Fair value of collateral received		Fair value of collateral posted		Fair value of collateral received	Fair value of collateral posted
	Segregated	Not segregated	Segregated	Not segregated		
Cash and cash-equivalents in CHF		345		400		
Cash and cash-equivalents in foreign currencies		1'670				
Swiss government debt						
Other sovereign debt			1'309			
Central government debt						
Corporate bonds			220			
Equity shares						
Other collateral						
<b>TOTAL</b>		<b>2'015</b>	<b>1'529</b>	<b>400</b>		



## **Table ORA: Operational risks: general information**

Operational risks are defined as “dangers from direct or indirect losses that arise as a result of the inappropriateness or failure of internal procedures, people or systems or from external events”.

They are monitored and limited by means of internal regulations and instructions regarding organisation, controls and documentation of core processes (organisation, operating procedures).

Internal and external auditors regularly review the appropriateness of the internal control system and business processes and compile a report for the Group Supervisory Board and the Group Executive Board.

ISP applies the standard approach for the calculation of the operational risks.