



Second quarter 2019

Select Swiss franc disclosures

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UBS AG standalone

→ Refer to the "UBS AG standalone financial information" section in our second quarter 2019 UBS AG report for UBS AG standalone select Swiss Francs disclosures

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Basis of preparation

Effective 1 October 2018 and as required by IAS 21, *The Effects of Changes in Foreign Exchange Rates*, the functional currency of UBS Group AG and UBS AG's Head Office in Switzerland has changed from Swiss francs to US dollars and the functional currency of UBS AG's London Branch operations has changed from British pounds to US dollars. In line with these changes, the presentation currency of UBS Group AG's and UBS AG's consolidated financial information has changed from Swiss francs to US dollars. We will continue to publish select financial and regulatory information in Swiss francs as part of our quarterly and annual reporting.

The select Swiss franc disclosures in this document include information prepared on the basis of US dollars values disclosed in our second quarter 2019 report, translated to Swiss francs using a simplified approach. Assets, liabilities and total equity were translated to Swiss francs at closing exchange rates

prevailing on the respective balance sheet dates, and income and expenses were translated at the respective average rates prevailing for the relevant periods. As a consequence of restatements for this presentation currency change, prior period Swiss franc figures may differ from those originally published in quarterly and annual reports.

- **Refer to the "Significant accounting and financial reporting changes" section of our Annual Report 2018 for more information**
- **Refer to "Note 1 Summary of significant accounting policies" in the "Consolidated financial statements" section of our Annual Report 2018 for more information on the effects of restating to a US dollar presentation currency**

UBS Group

Select Swiss franc disclosures (unaudited)

Our key figures

CHF million, except where indicated	As of or for the quarter ended				As of or year-to-date	
	30.6.19	31.3.19	31.12.18	30.6.18	30.6.19	30.6.18
Group results						
Operating income	7,526	7,191	6,960	7,563	14,716	15,261
Operating expenses	5,768	5,651	6,464	5,875	11,419	11,600
Operating profit / (loss) before tax	1,758	1,540	496	1,688	3,298	3,661
Net profit / (loss) attributable to shareholders	1,389	1,136	329	1,368	2,525	2,838
Diluted earnings per share (CHF) ¹	0.37	0.30	0.09	0.36	0.67	0.74
Profitability and growth²						
Return on equity (%) ³	10.5	8.6	2.5	10.7	9.6	11.1
Return on tangible equity (%) ⁴	12.0	9.8	2.9	12.3	10.9	12.7
Return on common equity tier 1 capital (%) ⁵	16.2	13.4	3.9	16.3	14.8	17.1
Return on risk-weighted assets, gross (%) ⁶	11.5	11.0	11.0	12.0	11.3	12.3
Return on leverage ratio denominator, gross (%) ⁶	3.4	3.2	3.1	3.4	3.3	3.4
Cost / income ratio (%) ⁷	76.5	78.4	92.2	77.4	77.4	75.7
Adjusted cost / income ratio (%) ⁸	76.1	77.9	92.1	75.9	77.0	75.6
Net profit growth (%) ⁹	1.5	(22.7)		21.8	(11.0)	19.6
Resources						
Total assets	945,658	952,499	942,416	944,471	945,658	944,471
Equity attributable to shareholders	51,913	53,438	52,040	50,762	51,913	50,762
Common equity tier 1 capital ¹⁰	34,116	34,510	33,554	33,817	34,116	33,817
Risk-weighted assets ¹⁰	255,893	266,415	259,324	252,373	255,893	252,373
Common equity tier 1 capital ratio (%) ¹⁰	13.3	13.0	12.9	13.4	13.3	13.4
Going concern capital ratio (%) ¹⁰	19.1	18.5	17.5	17.8	19.1	17.8
Total loss-absorbing capacity ratio (%) ¹⁰	33.3	32.7	31.7	32.3	33.3	32.3
Leverage ratio denominator ¹⁰	889,676	907,107	889,445	902,408	889,676	902,408
Common equity tier 1 leverage ratio (%) ¹⁰	3.83	3.80	3.77	3.75	3.83	3.75
Going concern leverage ratio (%) ¹⁰	5.5	5.4	5.1	5.0	5.5	5.0
Total loss-absorbing capacity leverage ratio (%) ¹⁰	9.6	9.6	9.3	9.0	9.6	9.0
Liquidity coverage ratio (%) ¹¹	145	153	136	144	145	144
Other						
Invested assets (CHF billion) ¹²	3,300	3,304	3,049	3,242	3,300	3,242
Personnel (full-time equivalents)	66,922	67,481	66,888	63,684	66,922	63,684
Market capitalization ^{13,14}	42,455	44,817	45,137	57,149	42,455	57,149
Total book value per share (CHF) ^{13,15}	14.18	14.39	14.11	13.61	14.18	13.61
Tangible book value per share (CHF) ^{13,15}	12.42	12.62	12.33	11.90	12.42	11.90

1 Refer to "Note 9 Earnings per share (EPS) and shares outstanding" in the "Consolidated financial statements" section of the UBS Group second quarter 2019 report for more information. 2 Refer to the "Performance targets and measurement" section of our Annual Report 2018 for more information on our performance targets. 3 Calculated as net profit attributable to shareholders (annualized as applicable) / average equity attributable to shareholders. 4 Calculated as net profit attributable to shareholders (annualized as applicable) / average equity attributable to shareholders less average goodwill and intangible assets. Effective 1 January 2019, the definition of the numerator for return on tangible equity has been revised to align with numerators for return on equity and return on CET1 capital; i.e., we no longer adjust for amortization and impairment of goodwill and intangible assets. Prior periods have been restated. 5 Calculated as net profit attributable to shareholders (annualized as applicable) / average common equity tier 1 capital. 6 Calculated as operating income before credit loss expense or recovery (annualized as applicable) / average risk-weighted assets and average leverage ratio denominator, respectively. 7 Calculated as operating expenses / operating income before credit loss expense or recovery. 8 Calculated as adjusted operating expenses / adjusted operating income before credit loss expense or recovery. 9 Calculated as change in net profit attributable to shareholders from continuing operations between current and comparison periods / net profit attributable to shareholders from continuing operations of comparison period. 10 Based on the Swiss systemically relevant bank framework as of 1 January 2020. Refer to the "Capital management" section of the UBS Group second quarter 2019 report for more information. 11 Refer to the "Balance sheet, liquidity and funding management" section of the UBS Group second quarter 2019 report for more information. 12 Includes invested assets for Global Wealth Management, Asset Management and Personal & Corporate Banking. 13 Refer to "UBS shares" in the "Capital management" section of the UBS Group second quarter 2019 report for more information. 14 Beginning with our Annual Report 2018, the calculation of market capitalization has been amended to reflect total shares outstanding multiplied by the share price at the end of the period. The calculation was previously based on total shares issued multiplied by the share price at the end of the period. Market capitalization has been reduced by CHF 2.0 billion as of 31 December 2018 and by CHF 1.9 billion as of 30 June 2018 as a result. 15 Total book value per share and tangible book value per share in Swiss francs are calculated based on a translation of equity under our US dollar presentation currency. As a consequence of the restatement to a US dollar presentation currency, amounts may differ from those originally published in our quarterly and annual reports.

UBS Group AG interim consolidated financial information (unaudited)

Income statement

CHF million, except per share data	For the quarter ended			Year-to-date	
	30.6.19	31.3.19	30.6.18	30.6.19	30.6.18
Interest income from financial instruments measured at amortized cost and fair value through other comprehensive income	2,746	2,659	2,469	5,406	4,719
Interest expense from financial instruments measured at amortized cost	(1,953)	(1,878)	(1,559)	(3,831)	(2,869)
Interest income from financial instruments measured at fair value through profit or loss	1,255	1,340	1,082	2,595	2,133
Interest expense from financial instruments measured at fair value through profit or loss	(1,024)	(1,003)	(800)	(2,026)	(1,439)
Net interest income	1,025	1,119	1,192	2,144	2,545
Other net income from financial instruments measured at fair value through profit or loss	1,938	1,927	1,980	3,865	3,837
Credit loss (expense) / recovery	(12)	(20)	(28)	(33)	(53)
Fee and commission income	4,904	4,523	4,793	9,427	9,675
Fee and commission expense	(433)	(407)	(417)	(840)	(826)
Net fee and commission income	4,471	4,116	4,377	8,587	8,849
Other income	105	48	43	153	83
Total operating income	7,526	7,191	7,563	14,716	15,261
Personnel expenses	4,150	4,028	4,059	8,177	8,073
General and administrative expenses	1,174	1,182	1,516	2,357	2,940
Depreciation and impairment of property, equipment and software	426	425	284	851	556
Amortization and impairment of intangible assets	18	16	16	33	32
Total operating expenses	5,768	5,651	5,875	11,419	11,600
Operating profit / (loss) before tax	1,758	1,540	1,688	3,298	3,661
Tax expense / (benefit)	368	406	319	774	820
Net profit / (loss)	1,390	1,134	1,370	2,524	2,841
Net profit / (loss) attributable to non-controlling interests	1	(2)	1	(1)	3
Net profit / (loss) attributable to shareholders	1,389	1,136	1,368	2,525	2,838
Earnings per share (CHF)					
Basic	0.38	0.31	0.36	0.68	0.76
Diluted	0.37	0.30	0.36	0.67	0.74

Balance sheet

<i>CHF million</i>	30.6.19	31.3.19	31.12.18
Assets			
Cash and balances at central banks	99,041	110,147	106,553
Loans and advances to banks	12,608	16,940	16,585
Receivables from securities financing transactions	90,706	99,795	93,750
Cash collateral receivables on derivative instruments	23,208	25,057	23,206
Loans and advances to customers	314,971	317,264	314,980
Other financial assets measured at amortized cost	21,631	22,337	22,185
Total financial assets measured at amortized cost	562,165	591,540	577,259
Financial assets at fair value held for trading	117,311	109,118	102,620
<i>of which: assets pledged as collateral that may be sold or repledged by counterparties</i>	<i>35,152</i>	<i>33,684</i>	<i>31,583</i>
Derivative financial instruments	118,788	110,686	124,093
Brokerage receivables	16,512	16,205	16,558
Financial assets at fair value not held for trading	87,436	80,920	81,303
Total financial assets measured at fair value through profit or loss	340,048	316,930	324,575
Financial assets measured at fair value through other comprehensive income	7,245	7,137	6,555
Investments in associates	1,024	1,090	1,081
Property, equipment and software	12,391	12,558	9,191
Goodwill and intangible assets	6,467	6,593	6,535
Deferred tax assets	9,343	9,786	9,935
Other non-financial assets	6,976	6,864	7,286
Total assets	945,658	952,499	942,416
Liabilities			
Amounts due to banks	9,268	9,044	10,779
Payables from securities financing transactions	6,636	5,224	10,123
Cash collateral payables on derivative instruments	30,699	30,189	28,422
Customer deposits	422,705	424,126	412,798
Debt issued measured at amortized cost	117,928	127,558	130,053
Other financial liabilities measured at amortized cost	10,270	10,371	6,769
Total financial liabilities measured at amortized cost	597,506	606,513	598,944
Financial liabilities at fair value held for trading	31,492	34,112	28,458
Derivative financial instruments	118,203	110,334	123,615
Brokerage payables designated at fair value	36,049	39,158	37,775
Debt issued designated at fair value	66,365	66,634	56,075
Other financial liabilities designated at fair value	33,588	32,256	33,031
Total financial liabilities measured at fair value through profit or loss	285,698	282,494	278,954
Provisions	2,939	3,184	3,435
Other non-financial liabilities	7,436	6,697	8,871
Total liabilities	893,579	898,888	890,204
Equity			
Share capital	330	337	332
Share premium	17,378	20,049	20,493
Treasury shares	(2,775)	(2,201)	(2,587)
Retained earnings	31,773	30,952	29,937
Other comprehensive income recognized directly in equity, net of tax	5,208	4,301	3,865
Equity attributable to shareholders	51,913	53,438	52,040
Equity attributable to non-controlling interests	166	173	173
Total equity	52,079	53,611	52,213
Total liabilities and equity	945,658	952,499	942,416

UBS Group AG key regulatory information

Liquidity coverage ratio

CHF billion, except where indicated

	Average 2Q19 ¹	Average 1Q19 ¹
High-quality liquid assets²		
Cash balances ³	108	115
Securities (on- and off-balance sheet)	68	71
Total high-quality liquid assets⁴	177	186
Cash outflows⁵		
Retail deposits and deposits from small business customers	28	27
Unsecured wholesale funding	106	103
Secured wholesale funding	74	73
Other cash outflows	40	42
Total cash outflows	248	245
Cash inflows⁵		
Secured lending	85	84
Inflows from fully performing exposures	29	29
Other cash inflows	12	11
Total cash inflows	126	124
Liquidity coverage ratio		
High-quality liquid assets	177	186
Net cash outflows	122	121
Liquidity coverage ratio (%)	145	153

¹ Calculated based on an average of 65 data points in the second quarter of 2019 and 63 data points in the first quarter of 2019. ² Calculated after the application of haircuts. ³ Includes cash and balances at central banks and other eligible balances as prescribed by FINMA. ⁴ Calculated in accordance with FINMA requirements. ⁵ Calculated after the application of inflow and outflow rates.

Swiss SRB going and gone concern information

	Swiss SRB, including transitional arrangements			Swiss SRB as of 1.1.20		
<i>CHF million, except where indicated</i>	30.6.19	31.3.19	31.12.18	30.6.19	31.3.19	31.12.18
Eligible going concern capital						
Total going concern capital	54,294	55,212	51,423	48,802	49,225	45,516
Total tier 1 capital	48,802	49,225	45,516	48,802	49,225	45,516
Common equity tier 1 capital	34,116	34,510	33,554	34,116	34,510	33,554
Total loss-absorbing additional tier 1 capital	14,686	14,715	11,962	14,686	14,715	11,962
<i>of which: high-trigger loss-absorbing additional tier 1 capital</i>	<i>12,308</i>	<i>12,344</i>	<i>9,632</i>	<i>12,308</i>	<i>12,344</i>	<i>9,632</i>
<i>of which: low-trigger loss-absorbing additional tier 1 capital</i>	<i>2,378</i>	<i>2,371</i>	<i>2,330</i>	<i>2,378</i>	<i>2,371</i>	<i>2,330</i>
Total tier 2 capital	5,491	5,986	5,907			
<i>of which: low-trigger loss-absorbing tier 2 capital¹</i>	<i>5,491</i>	<i>5,986</i>	<i>5,907</i>			
Eligible gone concern capital²						
Total gone concern loss-absorbing capacity	30,988	31,883	30,924	36,480	37,870	36,831
Total tier 2 capital	1,976	1,465	1,439	7,467	7,451	7,346
<i>of which: low-trigger loss-absorbing tier 2 capital</i>	<i>1,291</i>	<i>778</i>	<i>758</i>	<i>6,782</i>	<i>6,764</i>	<i>6,665</i>
<i>of which: non-Basel III-compliant tier 2 capital³</i>	<i>685</i>	<i>687</i>	<i>681</i>	<i>685</i>	<i>687</i>	<i>681</i>
TLAC-eligible senior unsecured debt	29,013	30,418	29,485	29,013	30,418	29,485
Total loss-absorbing capacity	85,282	87,095	82,347	85,282	87,095	82,347
Risk-weighted assets / leverage ratio denominator						
Risk-weighted assets	255,893	266,415	259,324	255,893	266,415	259,324
Leverage ratio denominator	889,676	907,107	889,445	889,676	907,107	889,445
Capital and loss-absorbing capacity ratios (%)						
Going concern capital ratio	21.2	20.7	19.8	19.1	18.5	17.5
<i>of which: common equity tier 1 capital ratio</i>	<i>13.3</i>	<i>13.0</i>	<i>12.9</i>	<i>13.3</i>	<i>13.0</i>	<i>12.9</i>
Gone concern loss-absorbing capacity ratio	12.1	12.0	11.9	14.3	14.2	14.2
Total loss-absorbing capacity ratio	33.3	32.7	31.7	33.3	32.7	31.7
Leverage ratios (%)						
Going concern leverage ratio	6.1	6.1	5.8	5.5	5.4	5.1
<i>of which: common equity tier 1 leverage ratio</i>	<i>3.83</i>	<i>3.80</i>	<i>3.77</i>	<i>3.83</i>	<i>3.80</i>	<i>3.77</i>
Gone concern leverage ratio	3.5	3.5	3.5	4.1	4.2	4.1
Total loss-absorbing capacity leverage ratio	9.6	9.6	9.3	9.6	9.6	9.3

1 Under the transitional rules of the Swiss SRB framework, outstanding low-trigger loss-absorbing tier 2 capital instruments are subject to amortization starting five years prior to their maturity, with the amortized portion qualifying as gone concern loss-absorbing capacity. 2 Instruments available to meet gone concern requirements are eligible until one year before maturity, with a haircut of 50% applied in the last year of eligibility. 3 Non-Basel III-compliant tier 2 capital instruments qualify as gone concern instruments.

Risk-weighted assets by business division and Corporate Center

<i>CHF billion</i>	Global Wealth Management	Personal & Corporate Banking	Asset Management	Investment Bank	Corporate Center	Total RWA
			30.6.19			
Credit and counterparty credit risk ¹	32.0	54.3	1.7	49.9	7.5	145.5
Non-counterparty-related risk ²	6.2	2.1	0.7	3.3	9.0	21.2
Market risk	0.9	0.0	0.0	7.9	1.9	10.7
Operational risk	36.4	7.8	2.0	22.7	9.5	78.4
Total	75.4	64.2	4.5	83.8	27.9	255.9
			31.3.19			
Credit and counterparty credit risk ¹	32.4	54.0	2.0	55.2	8.4	152.0
Non-counterparty-related risk ²	6.2	2.1	0.7	3.3	9.1	21.4
Market risk	0.8	0.0	0.0	10.4	1.7	12.9
Operational risk	37.1	7.9	2.1	23.2	9.7	80.0
Total	76.6	64.0	4.8	92.2	28.9	266.4
			30.6.19 vs 31.3.19			
Credit and counterparty credit risk ¹	(0.4)	0.3	(0.2)	(5.3)	(0.9)	(6.5)
Non-counterparty-related risk ²	(0.1)	0.0	0.0	0.0	(0.1)	(0.2)
Market risk	0.1	0.0	0.0	(2.5)	0.2	(2.2)
Operational risk	(0.7)	(0.2)	0.0	(0.5)	(0.2)	(1.6)
Total	(1.1)	0.2	(0.3)	(8.4)	(0.9)	(10.5)

¹ Includes settlement risk, credit valuation adjustments, equity exposures in the banking book and securitization exposures in the banking book. ² Non-counterparty-related risk includes deferred tax assets recognized for temporary differences (30 June 2019: CHF 8.6 billion; 31 March 2019: CHF 8.7 billion), property, equipment and software (30 June 2019: CHF 12.3 billion; 31 March 2019: CHF 12.5 billion) and other items (30 June 2019: CHF 0.3 billion; 31 March 2019: CHF 0.2 billion).

Leverage ratio denominator by business division and Corporate Center

<i>CHF billion</i>	Global Wealth Management	Personal & Corporate Banking	Asset Management	Investment Bank	Corporate Center	Total
			30.6.19			
Total IFRS assets	313.3	196.9	30.4	309.4	95.7	945.7
Difference in scope of consolidation ¹	(0.2)	0.0	(24.5)	(0.4)	0.1	(25.0)
Less: derivative exposures and SFTs ²	(39.5)	(18.4)	(0.8)	(144.3)	(56.2)	(259.2)
On-balance sheet exposures	273.7	178.6	5.1	164.7	39.5	661.5
Derivative exposures	5.8	1.6	0.0	74.2	9.2	90.8
Securities financing transactions	36.8	17.3	0.8	47.4	23.4	125.6
Off-balance sheet items	4.3	12.4	0.0	7.2	0.9	24.9
Items deducted from Swiss SRB tier 1 capital	(5.1)	(0.3)	(1.3)	(0.2)	(6.1)	(13.1)
Total	315.5	209.5	4.6	293.2	66.9	889.7
			31.3.19			
Total IFRS assets	321.0	198.1	30.9	294.0	108.5	952.5
Difference in scope of consolidation ¹	(0.2)	0.0	(24.4)	(0.4)	0.1	(25.0)
Less: derivative exposures and SFTs ²	(42.0)	(18.6)	(0.9)	(137.3)	(60.5)	(259.3)
On-balance sheet exposures	278.8	179.5	5.5	156.3	48.1	668.2
Derivative exposures	7.5	1.4	0.0	76.4	9.3	94.6
Securities financing transactions	38.7	17.7	0.9	46.5	27.8	131.6
Off-balance sheet items	4.7	12.5	0.0	8.2	0.8	26.2
Items deducted from Swiss SRB tier 1 capital	(5.2)	(0.3)	(1.4)	(0.3)	(6.4)	(13.5)
Total	324.5	210.7	5.1	287.2	79.6	907.1
			30.6.19 vs 31.3.19			
Total IFRS assets	(7.7)	(1.2)	(0.5)	15.4	(12.9)	(6.8)
Difference in scope of consolidation ¹	0.0	0.0	(0.1)	0.0	0.0	0.0
Less: derivative exposures and SFTs ²	2.5	0.3	0.1	(7.0)	4.2	0.1
On-balance sheet exposures	(5.2)	(0.9)	(0.4)	8.4	(8.6)	(6.8)
Derivative exposures	(1.7)	0.2	0.0	(2.3)	0.0	(3.8)
Securities financing transactions	(2.0)	(0.4)	(0.1)	0.9	(4.4)	(6.0)
Off-balance sheet items	(0.3)	0.0	0.0	(1.0)	0.1	(1.3)
Items deducted from Swiss SRB tier 1 capital	0.1	0.0	0.0	0.0	0.3	0.4
Total	(9.1)	(1.2)	(0.5)	6.0	(12.7)	(17.4)

¹ Represents the difference between the IFRS and the regulatory scope of consolidation, which is the applicable scope for the LRD calculation. ² Consists of derivative financial instruments, cash collateral receivables on derivative instruments, receivables from securities financing transactions, and margin loans as well as prime brokerage receivables and financial assets at fair value not held for trading, both related to securities financing transactions, in accordance with the regulatory scope of consolidation, which are presented separately under Derivative exposures and Securities financing transactions.

UBS AG consolidated

Select Swiss franc disclosures (unaudited)

UBS AG consolidated key figures

<i>CHF million, except where indicated</i>	As of or for the quarter ended				As of or year-to-date	
	30.6.19	31.3.19	31.12.18	30.6.18	30.6.19	30.6.18
Results						
Operating income	7,625	7,315	7,070	7,651	14,940	15,474
Operating expenses	5,969	5,867	6,639	6,089	11,837	12,128
Operating profit / (loss) before tax	1,656	1,448	431	1,562	3,104	3,345
Net profit / (loss) attributable to shareholders	1,303	1,064	286	1,268	2,368	2,593
Profitability and growth¹						
Return on equity (%) ²	10.0	8.2	2.3	10.1	9.1	10.3
Return on tangible equity (%) ³	11.5	9.3	2.6	11.5	10.4	11.7
Return on common equity tier 1 capital (%) ⁴	14.9	12.4	3.3	15.1	13.7	15.5
Return on risk-weighted assets, gross (%) ⁵	11.7	11.2	11.2	12.2	11.5	12.5
Return on leverage ratio denominator, gross (%) ⁵	3.4	3.3	3.2	3.4	3.3	3.5
Cost / income ratio (%) ⁶	78.2	80.0	93.2	79.3	79.1	78.1
Net profit growth (%) ⁷	2.8	(19.7)		18.2	(8.7)	13.5
Resources						
Total assets	945,578	952,656	941,990	945,285	945,578	945,285
Equity attributable to shareholders	51,112	52,989	51,380	49,949	51,112	49,949
Common equity tier 1 capital ⁸	35,027	34,784	34,006	33,686	35,027	33,686
Risk-weighted assets ⁸	255,139	265,443	258,433	251,648	255,139	251,648
Common equity tier 1 capital ratio (%) ⁸	13.7	13.1	13.2	13.4	13.7	13.4
Going concern capital ratio (%) ⁸	17.8	17.0	16.1	16.2	17.8	16.2
Total loss-absorbing capacity ratio (%) ⁸	33.0	32.2	31.3	31.7	33.0	31.7
Leverage ratio denominator ⁸	889,892	907,522	889,304	903,467	889,892	903,467
Common equity tier 1 leverage ratio (%) ⁸	3.94	3.83	3.83	3.73	3.94	3.73
Going concern leverage ratio (%) ⁸	5.1	5.0	4.7	4.5	5.1	4.5
Total loss-absorbing capacity leverage ratio (%) ⁸	9.5	9.4	9.1	8.8	9.5	8.8
Other						
Invested assets (CHF billion) ⁹	3,300	3,304	3,049	3,242	3,300	3,242
Personnel (full-time equivalents) ¹⁰	47,072	47,773	47,643	46,597	47,072	46,597

¹ Refer to the "Performance targets and measurement" section of our Annual Report 2018 for more information on our performance targets. ² Calculated as net profit attributable to shareholders (annualized as applicable) / average equity attributable to shareholders. ³ Calculated as net profit attributable to shareholders (annualized as applicable) / average equity attributable to shareholders less average goodwill and intangible assets. Effective 1 January 2019, the definition of the numerator for return on tangible equity has been revised to align with numerators for return on equity and return on CET1 capital; i.e., we no longer adjust for amortization and impairment of goodwill and intangible assets. Prior periods have been restated. ⁴ Calculated as net profit attributable to shareholders (annualized as applicable) / average common equity tier 1 capital. ⁵ Calculated as operating income before credit loss expense or recovery (annualized as applicable) / average risk-weighted assets and average leverage ratio denominator, respectively. ⁶ Calculated as operating expenses / operating income before credit loss expense or recovery. ⁷ Calculated as change in net profit attributable to shareholders from continuing operations between current and comparison periods / net profit attributable to shareholders from continuing operations of comparison period. ⁸ Based on the Swiss systemically relevant bank framework as of 1 January 2020. Refer to the "Capital management" section of the UBS Group second quarter 2019 report for more information. ⁹ Includes invested assets for Global Wealth Management, Asset Management and Personal & Corporate Banking. ¹⁰ As of 30 June 2019, the breakdown of personnel by business division and Corporate Center was: Global Wealth Management: 22,883; Personal & Corporate Banking: 5,097; Asset Management: 2,240; Investment Bank: 4,999; Corporate Center: 11,854.

Comparison between UBS Group AG consolidated and UBS AG consolidated

CHF million, except where indicated	As of or for the quarter ended 30.6.19		
	UBS Group AG (consolidated)	UBS AG (consolidated)	Difference (absolute)
Income statement			
Operating income	7,526	7,625	(99)
Operating expenses	5,768	5,969	(201)
Operating profit / (loss) before tax	1,758	1,656	102
<i>of which: Global Wealth Management</i>	874	857	17
<i>of which: Personal & Corporate Banking</i>	389	391	(2)
<i>of which: Asset Management</i>	125	124	1
<i>of which: Investment Bank</i>	426	418	8
<i>of which: Corporate Center</i>	(56)	(135)	79
Net profit / (loss)	1,390	1,304	86
<i>of which: net profit / (loss) attributable to shareholders</i>	1,389	1,303	86
<i>of which: net profit / (loss) attributable to non-controlling interests</i>	1	1	0
Statement of comprehensive income			
Other comprehensive income	1,079	1,074	4
<i>of which: attributable to shareholders</i>	1,085	1,080	4
<i>of which: attributable to non-controlling interests</i>	(6)	(6)	0
Total comprehensive income	2,468	2,379	90
<i>of which: attributable to shareholders</i>	2,473	2,384	90
<i>of which: attributable to non-controlling interests</i>	(5)	(5)	0
Balance sheet			
Total assets	945,658	945,578	81
Total liabilities	893,579	894,300	(721)
Total equity	52,079	51,278	801
<i>of which: equity attributable to shareholders</i>	51,913	51,112	801
<i>of which: equity attributable to non-controlling interests</i>	166	166	0
Capital information			
Common equity tier 1 capital	34,116	35,027	(911)
Going concern capital	48,802	45,393	3,410
Risk-weighted assets	255,893	255,139	753
Common equity tier 1 capital ratio (%)	13.3	13.7	(0.4)
Going concern capital ratio (%)	19.1	17.8	1.3
Total loss-absorbing capacity ratio (%)	33.3	33.0	0.3
Leverage ratio denominator	889,676	889,892	(216)
Common equity tier 1 leverage ratio (%)	3.83	3.94	(0.10)
Going concern leverage ratio (%)	5.5	5.1	0.4
Total loss-absorbing capacity leverage ratio (%)	9.6	9.5	0.1

As of or for the quarter ended 31.3.19			As of or for the quarter ended 31.12.18		
UBS Group AG (consolidated)	UBS AG (consolidated)	Difference (absolute)	UBS Group AG (consolidated)	UBS AG (consolidated)	Difference (absolute)
7,191	7,315	(124)	6,960	7,070	(110)
5,651	5,867	(216)	6,464	6,639	(175)
1,540	1,448	92	496	431	65
860	844	16	334	323	11
385	385	0	643	644	(1)
103	103	0	106	105	1
206	186	20	(73)	(74)	1
(15)	(70)	55	(514)	(568)	54
1,134	1,062	72	329	286	43
1,136	1,064	72	329	286	43
(2)	(2)	0	1	1	0
(99)	(90)	(10)	885	886	(1)
(104)	(94)	(10)	884	885	(1)
4	4	0	1	1	0
1,033	973	60	1,215	1,173	42
1,030	971	60	1,213	1,171	42
2	2	0	2	2	0
952,499	952,656	(157)	942,416	941,990	426
898,888	899,495	(606)	890,204	890,438	(234)
53,611	53,162	449	52,213	51,553	660
53,438	52,989	449	52,040	51,380	660
173	173	0	173	173	0
34,510	34,784	(274)	33,554	34,006	(452)
49,225	45,175	4,051	45,516	41,680	3,835
266,415	265,443	972	259,324	258,433	891
13.0	13.1	(0.2)	12.9	13.2	(0.2)
18.5	17.0	1.5	17.5	16.1	1.4
32.7	32.2	0.5	31.7	31.3	0.5
907,107	907,522	(416)	889,445	889,304	141
3.80	3.83	(0.03)	3.77	3.83	(0.05)
5.4	5.0	0.4	5.1	4.7	0.4
9.6	9.4	0.2	9.3	9.1	0.2

Cautionary Statement Regarding Forward-Looking Statements | This report contains statements that constitute “forward-looking statements,” including but not limited to management’s outlook for UBS’s financial performance and statements relating to the anticipated effect of transactions and strategic initiatives on UBS’s business and future development. While these forward-looking statements represent UBS’s judgments and expectations concerning the matters described, a number of risks, uncertainties and other important factors could cause actual developments and results to differ materially from UBS’s expectations. These factors include, but are not limited to: (i) the degree to which UBS is successful in the ongoing execution of its strategic plans, including its cost reduction and efficiency initiatives and its ability to manage its levels of risk-weighted assets (RWA) and leverage ratio denominator (LRD), including to counteract regulatory-driven increases, liquidity coverage ratio and other financial resources, and the degree to which UBS is successful in implementing changes to its businesses to meet changing market, regulatory and other conditions; (ii) the continuing low or negative interest rate environment in Switzerland and other jurisdictions, developments in the macroeconomic climate and in the markets in which UBS operates or to which it is exposed, including movements in securities prices or liquidity, credit spreads, and currency exchange rates, and the effects of economic conditions, market developments, and geopolitical tensions on the financial position or creditworthiness of UBS’s clients and counterparties as well as on client sentiment and levels of activity; (iii) changes in the availability of capital and funding, including any changes in UBS’s credit spreads and ratings, as well as availability and cost of funding to meet requirements for debt eligible for total loss-absorbing capacity (TLAC); (iv) changes in or the implementation of financial legislation and regulation in Switzerland, the US, the UK, the European Union and other financial centers that have imposed, or resulted in, or may do so in the future, more stringent or entity-specific capital, TLAC, leverage ratio, liquidity and funding requirements, incremental tax requirements, additional levies, limitations on permitted activities, constraints on remuneration, constraints on transfers of capital and liquidity and sharing of operational costs across the Group or other measures, and the effect these will or would have on UBS’s business activities; (v) the degree to which UBS is successful in implementing further changes to its legal structure to improve its resolvability and meet related regulatory requirements and the potential need to make further changes to the legal structure or booking model of UBS Group in response to legal and regulatory requirements, proposals in Switzerland and other jurisdictions for mandatory structural reform of banks or systemically important institutions or to other external developments, and the extent to which such changes will have the intended effects; (vi) UBS’s ability to maintain and improve its systems and controls for the detection and prevention of money laundering and compliance with sanctions to meet evolving regulatory requirements and expectations, in particular in the US; (vii) the uncertainty arising from the timing and nature of the UK’s exit from the EU; (viii) changes in UBS’s competitive position, including whether differences in regulatory capital and other requirements among the major financial centers will adversely affect UBS’s ability to compete in certain lines of business; (ix) changes in the standards of conduct applicable to our businesses that may result from new regulation or new enforcement of existing standards, including recently enacted and proposed measures to impose new and enhanced duties when interacting with customers and in the execution and handling of customer transactions; (x) the liability to which UBS may be exposed, or possible constraints or sanctions that regulatory authorities might impose on UBS, due to litigation, contractual claims and regulatory investigations, including the potential for disqualification from certain businesses, potentially large fines or monetary penalties, or the loss of licenses or privileges as a result of regulatory or other governmental sanctions, as well as the effect that litigation, regulatory and similar matters have on the operational risk component of our RWA as well as the amount of capital available for return to shareholders; (xi) the effects on UBS’s cross-border banking business of tax or regulatory developments and of possible changes in UBS’s policies and practices relating to this business; (xii) UBS’s ability to retain and attract the employees necessary to generate revenues and to manage, support and control its businesses, which may be affected by competitive factors; (xiii) changes in accounting or tax standards or policies, and determinations or interpretations affecting the recognition of gain or loss, the valuation of goodwill, the recognition of deferred tax assets and other matters; (xiv) UBS’s ability to implement new technologies and business methods, including digital services and technologies and ability to successfully compete with both existing and new financial service providers, some of which may not be regulated to the same extent; (xv) limitations on the effectiveness of UBS’s internal processes for risk management, risk control, measurement and modeling, and of financial models generally; (xvi) the occurrence of operational failures, such as fraud, misconduct, unauthorized trading, financial crime, cyberattacks, and systems failures; (xvii) restrictions on the ability of UBS Group AG to make payments or distributions, including due to restrictions on the ability of its subsidiaries to make loans or distributions, directly or indirectly, or, in the case of financial difficulties, due to the exercise by FINMA or the regulators of UBS’s operations in other countries of their broad statutory powers in relation to protective measures, restructuring and liquidation proceedings; (xviii) the degree to which changes in regulation, capital or legal structure, financial results or other factors may affect UBS’s ability to maintain its stated capital return objective; and (xix) the effect that these or other factors or unanticipated events may have on our reputation and the additional consequences that this may have on our business and performance. The sequence in which the factors above are presented is not indicative of their likelihood of occurrence or the potential magnitude of their consequences. Our business and financial performance could be affected by other factors identified in our past and future filings and reports, including those filed with the SEC. More detailed information about those factors is set forth in documents furnished by UBS and filings made by UBS with the SEC, including UBS’s Annual Report on Form 20-F for the year ended 31 December 2018. UBS is not under any obligation to (and expressly disclaims any obligation to) update or alter its forward-looking statements, whether as a result of new information, future events, or otherwise.

Rounding | Numbers presented throughout this report may not add up precisely to the totals provided in the tables and text. Percentages, percent changes, and adjusted results are calculated on the basis of unrounded figures. Information on absolute changes between reporting periods, which is provided in text and that can be derived from figures displayed in the tables, is calculated on a rounded basis.

Tables | Within tables, blank fields generally indicate that the field is not applicable or not meaningful, or that information is not available as of the relevant date or for the relevant period. Zero values generally indicate that the respective figure is zero on an actual or rounded basis. Percentage changes are presented as a mathematical calculation of the change between periods.

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