

Media release

UBS first quarter 2005 result of CHF 2,625 million

UBS (including Industrial Holdings)

<i>CHF million, except where indicated</i>	Quarter ended			% change from	
	31.3.05	31.12.04	31.3.04	4Q04	1Q04
Operating income	13,101	12,053	11,338	9	16
Operating expenses	9,526	9,396	8,230	1	16
Net profit	2,833	2,210	2,369	28	20
Net profit attributable to minority interests	208	132	92	58	126
Net profit attributable to UBS shareholders	2,625	2,078	2,277	26	15

Financial businesses

Operating income	10,104	9,084	10,135	11	0
Operating expenses	6,877	6,600	7,120	4	(3)
Net profit attributable to UBS shareholders	2,427	1,889	2,248	28	8

- **Net profit attributable to UBS shareholders of CHF 2,625 million**
- **Financial businesses contributed CHF 2,427 million -- second-best quarterly performance, down CHF 1 million from the record first quarter 2004**
- **EPS of CHF 2.60 and ROE 32.4% -- both at all-time highs**
- **Revenues resilient, with strong fee and commission income**
- **Net new money was CHF 32.3 billion in first quarter, with a record CHF 21.2 billion inflow from wealth management businesses worldwide.**

Zurich/Basel, 3 May 2005 – UBS reports net profit attributable to its shareholders ("attributable profit") of CHF 2,625 million in first quarter 2005, up from CHF 2,277 million in the same period a year earlier. Before goodwill, attributable profit rose 7%.

UBS's industrial holdings, including its private equity portfolio, contributed CHF 198 million, or 7.5%, to UBS's attributable profit. Its Financial Businesses contributed CHF 2,427 million, the second-best quarterly performance on record, only CHF 1 million below the record pre-goodwill result achieved in first quarter 2004.

"We saw revenues holding up extremely well because of the diversity of our business mix. We again benefited from our growing core of recurring revenues from our wealth and asset management businesses, helping us balance the dip in our securities trading performance, which is always a reflection of prevailing market conditions," said Clive Standish, Chief Financial Officer.

Total operating income for UBS's Financial Businesses was CHF 10,104 million in first quarter 2005, roughly unchanged from the same quarter a year earlier.

Wealth and asset management businesses profited from stronger market valuations, generating higher asset-based fees. Net fee and commission income was particularly strong, making up more than 50% of overall total operating income. Brokerage fees could not match the particularly high levels reached in first quarter 2004, but that decrease was fully offset by record investment fund fees and strong portfolio management fees. The growing US bank, UBS Bank USA, along with higher volumes in the Swiss mortgage business and the wealth management margin lending business, was also an important contributor to first quarter operating income. UBS experienced another excellent credit result, posting a net credit recovery of CHF 137 million, up from CHF 2 million in the year-earlier quarter. These positive effects were offset by a decrease in trading revenues from the peak level achieved a year ago, with fixed income trading down 19%, foreign exchange down 10%, and equities virtually flat.

Total operating expenses for the Financial Businesses were CHF 6,877 million in first quarter 2005, down 3% from a year earlier, mainly reflecting the discontinuation of goodwill amortization. Personnel expenses fell slightly. Higher salary expenses due to the continuous expansion of the business as well as increased expenses for contractors reflecting the integration of previously outsourced IT staff were more than offset by lower accruals for performance-related payments. General and administrative expenses decreased, reflecting continued tight management of the firm's non-personnel cost base.

Headcount in the Financial Businesses was 68,197 on 31 March 2005, up 790 from 67,407 on 31 December 2004, with higher headcount levels across all businesses and regions. In the Americas, headcount rose by 39, in Asia Pacific 309, in Europe 237 and in Switzerland 205.

Net new money inflows in first quarter 2005 totaled CHF 32.3 billion. The wealth management businesses contributed a record CHF 21.2 billion, compared to CHF 13.3 billion a quarter earlier, driven by strong inflows into the domestic European business and from Asian and domestic US clients.

Risk-weighted assets, BIS Tier 1 ratio

Risk-weighted assets were CHF 286.0 billion on 31 March 2005, up 8% from CHF 264.8 billion on 31 December 2004. The increase reflects an expansion of business activities across the firm, leading to higher capital requirements in the loan portfolios of our businesses. Much of the increased lending is collateralized, such as the margin-lending activities in wealth management or prime brokerage. The strengthening of the US dollar against the Swiss franc contributed approximately CHF 5 billion to the increase in risk-weighted assets.

BIS Tier 1 capital rose to CHF 32.8 billion on 31 March 2005 from CHF 31.6 billion on 31 December 2004. The BIS Tier 1 ratio dropped to 11.5% at the end of March from 11.9% at the end of December.

Rising awareness of UBS brand

The sustained effort and investment UBS is making to build its brand is continuing to pay off. The latest research results from its global "You & Us" advertising campaign show that awareness of and familiarity with UBS are growing in all regions worldwide.

Outlook

As always, it is hard to predict at this early stage how the year will turn out. History shows that there is a natural seasonality boosting first quarter performance, and market activity has ebbed as the year has progressed.

"We have designed our diversified business mix to deliver sustainably strong results across a whole variety of market conditions," said Clive Standish.

Performance against UBS financial targets

UBS's performance against financial targets shows:

- Annualized return on equity for first quarter 2005 was 32.4%, up from 31.1%* in the same quarter a year ago, again well above UBS's target range of 15 to 20%, and at the highest level ever reported. The increase was driven by higher attributable profit, partially offset by an increase in average equity as strong retained earnings were accompanied by the issuance of treasury shares to employees.
- Basic earnings per share, also at a record level, stood at CHF 2.60, up 11% from CHF 2.34* in the same quarter a year earlier, driven by the increase in attributable profit as well as the impact of share repurchases.
- The cost/income ratio for UBS's financial businesses was 69.0% slightly above the 68.5%* shown in the same quarter last year. The modest drop in income reflected lower trading revenues, and was only partially offset by lower general and administrative expenses.

Performance against targets

<i>Year-to-date</i>	31.3.05	31.12.04	31.3.04
RoE (%)	¹		
as reported	32.4	25.5	28.8
before goodwill	32.4	27.8 ²	31.1 ²
<i>Quarter ended</i>	31.3.05	31.12.04	31.3.04
Basic EPS (CHF)	³		
as reported	2.60	2.07	2.16
before goodwill	2.60	2.23 ⁴	2.34 ⁴
Cost / income ratio of the financial businesses (%)	^{5,6}		
as reported	69.0	73.0	70.3
before goodwill	69.0	71.1 ⁷	68.5 ⁷
Net new money, wealth management businesses (CHF billion)	⁸		
Wealth Management	15.4	6.5	16.2
Wealth Management USA	5.8	6.8	2.8
Total	21.2	13.3	19.0

1 Net profit attributable to UBS shareholders (annualized as applicable) / average equity attributable to UBS shareholders less dividends. 2 Net profit attributable to UBS shareholders less the amortization of goodwill (annualized as applicable) / average equity attributable to UBS shareholders less dividends. 3 Details of the EPS calculation can be found in note 8 to the financial statements. 4 Net profit attributable to UBS shareholders less the amortization of goodwill / weighted average shares outstanding. 5 Excludes Industrial Holdings. 6 Operating expenses / operating income less credit loss expense or recovery. 7 Operating expenses less the amortization of goodwill / operating income less credit loss expense or recovery. 8 Excludes interest and dividend income.

* **Before goodwill amortization:** Until the end of 2004, targets were evaluated on a pre-goodwill basis. With the introduction of new and revised International Financial Reporting Standards (IFRS), goodwill amortization stopped at the beginning of 2005.

Highlights UBS

<i>CHF million, except where indicated</i>		Quarter ended		% change from		
		31.3.05	31.12.04	31.3.04	4Q04	1Q04
Net profit attributable to UBS shareholders		2,625	2,078	2,277	26	15
Basic earnings per share (CHF)	¹	2.60	2.07	2.16	26	20
Diluted earnings per share (CHF)	¹	2.48	1.97	2.05	26	21
Return on equity attributable to UBS shareholders (%)	²	32.4	25.5	28.8		

Performance indicators

	³					
Basic earnings per share (CHF)	⁴	2.60	2.23	2.34	17	11
Return on equity attributable to UBS shareholders (%)	²	32.4	27.8	31.1		

Highlights financial businesses

<i>CHF million, except where indicated</i>		Quarter ended		% change from		
		31.3.05	31.12.04	31.3.04	4Q04	1Q04
Operating income		10,104	9,084	10,135	11	0
Operating expenses		6,877	6,600	7,120	4	(3)
Net profit attributable to UBS shareholders		2,427	1,889	2,248	28	8
Cost / income ratio (%)	⁶	69.0	73.0	70.3		
Net new money, wealth management businesses (CHF billion)	⁷	21.2	13.3	19.0		
Headcount (full-time equivalents)		68,197	67,407	65,607	1	4

Pre-goodwill earnings

	³					
Operating income		10,104	9,084	10,135	11	0
Operating expenses		6,877	6,433	6,940	7	(1)
Net profit attributable to UBS shareholders		2,427	2,056	2,428	18	0
Cost / income ratio (%)	⁶	69.0	71.1	68.5		

Highlights Balance Sheet & Capital Management

<i>CHF million, except where indicated</i>		As at		% change from		
		31.3.05	31.12.04	31.3.04	31.12.04	31.3.04
Equity attributable to UBS shareholders		38,130	33,941		12	
Market capitalization		109,838	103,638	105,857	6	4
BIS capital ratios						
Tier 1 (%)	⁸	11.5	11.9	12.4		
Total BIS (%)		13.0	13.8	13.8		
Risk-weighted assets		286,014	264,832	263,833	8	8
Invested assets (CHF billion)		2,360	2,250	2,238	5	5
Long-term ratings						
Fitch, London		AA+	AA+	AA+		
Moody's, New York		Aa2	Aa2	Aa2		
Standard & Poor's, New York		AA+	AA+	AA+		

¹ For the EPS calculation, see note 8 to the financial statements. ² Net profit attributable to UBS shareholders, year to date (annualized) / average equity attributable to UBS shareholders less dividends. ³ Excludes the amortization of goodwill in 2004. Due to changes in accounting standards, there is no amortization of goodwill from 2005 onwards. ⁴ Net profit attributable to UBS shareholders / weighted average shares outstanding. ⁵ Excludes results from Industrial Holdings. ⁶ Operating expenses / operating income less credit loss expense or recovery. ⁷ Includes Wealth Management and Wealth Management USA. Excludes interest and dividend income. ⁸ Includes hybrid Tier 1 capital, please refer to the BIS capital and ratios table in the capital management section.

USD-convenience translation (spot rate of CHF/USD as at 31.3.05): 1.20
Highlights UBS

	Quarter ended
<i>USD million, except where indicated</i>	31.3.05
Net profit attributable to UBS shareholders	2,188
Basic earnings per share (USD)	1 2.17
Diluted earnings per share (USD)	1 2.07
Return on equity attributable to UBS shareholders (%)	2 32.4

Performance Indicators

	3	
Basic earnings per share (USD)	4	2.17
Return on equity attributable to UBS shareholders (%)	2	32.4

Highlights financial businesses

	Quarter ended
<i>USD million, except where indicated</i>	31.3.05
Operating income	8,420
Operating expenses	5,731
Net profit attributable to UBS shareholders	2,023
Cost / income ratio (%)	6 69.0
Net new money, wealth management businesses (USD billion)	7 17.7

Highlights Balance Sheet & Capital Management

	As at
<i>USD million, except where indicated</i>	31.3.05
Shareholders' equity	31,775
Market capitalization	91,532
BIS capital ratios	
Tier 1 (%)	8 11.5
Total BIS (%)	13.0
Risk-weighted assets	238,345
Invested assets (USD billion)	1,967

1 For the EPS calculation, see Note 8 to the financial statements. 2 Net profit attributable to UBS shareholders / average equity attributable to UBS shareholders less dividends. 3 Excludes the amortization of goodwill in 2004. Due to changes in accounting standards, there is no amortization of goodwill from 2005 onwards. 4 Net profit attributable to UBS shareholders / weighted average shares outstanding. 5 Excludes results from Industrial Holdings. 6 Operating expenses / operating income less credit loss expense or recovery. 7 Includes Wealth Management and Wealth Management USA. Excludes interest and dividend income. 8 Includes hybrid Tier 1 capital, please refer to the BIS capital and ratios table in the capital management section.

Results from the Financial Businesses

Wealth Management & Business Banking

At the highest level ever recorded, Wealth Management pre-tax profit in first quarter 2005 was CHF 915 million, up 12% from CHF 818 million in fourth quarter 2004. The result was helped by the fact that goodwill amortization ceased in first quarter 2005. Excluding goodwill, the increase was 10%. The strong result reflected increased asset-based fees from the record invested asset base as well as higher client activity levels. Rising interest income, a reflection of the expansion of margin lending activities, also reinforced revenues. The higher client activity levels helped the gross margin on invested assets to rise to 104 basis points, up 5 basis points from fourth quarter 2004, when the margin was depressed by a number of timing effects.

Net new money in first quarter 2005 was CHF 15.4 billion, up from CHF 6.5 billion in fourth quarter 2004. This intake was the second-best ever, just behind first quarter 2004. The International Clients area recorded CHF 14.5 billion in net new money, driven by a record high inflow of CHF 5.6 billion into the domestic European business and further strong contributions from Asian clients. The Swiss Clients area showed an inflow of CHF 0.9 billion, a clear improvement from the outflow of CHF 0.7 billion in fourth quarter 2004, which was influenced by seasonal withdrawals.

The Business Banking Switzerland unit reported pre-tax profit of CHF 531 million in first quarter 2005, CHF 28 million or 6% higher than in fourth quarter 2004. The result shows the continued tight management of the cost base, with improved credit results reflecting the structural improvement of the loan portfolio in recent years. Total operating income was practically unchanged from fourth quarter 2004.

The loan portfolio, at CHF 139.4 billion on 31 March 2005, was CHF 2.3 billion above the level on 31 December 2004. A strong increase in private client mortgages and slightly increased demand from corporate clients offset the ongoing workout of the recovery portfolio.

Global Asset Management

The Global Asset Management unit reported pre-tax profit for first quarter 2005 of CHF 224 million, up from CHF 162 million in fourth quarter 2004. The result was helped by the fact that goodwill amortization ceased in first quarter 2005. Pre-goodwill, profit increased by CHF 31 million or 16% compared to last quarter. This increase was due to higher performance-based revenues and improved asset-based fees, reflecting strong net new money inflows and improved market valuations as well as the continuous shift to higher-margin products. Total operating expenses fell on lower general and administrative expenses, the latter partly offset by higher personnel expenses reflecting an increase in incentive-based compensation, which rose in line with revenues.

Net new money in the Institutional business in first quarter 2005 was CHF 5.1 billion, up from CHF 3.0 billion in fourth quarter 2004. Strong inflows were reported in equity mandates, primarily in Europe and the UK, as well as in money market mandates, mainly in the Americas. Net new money in the Wholesale Intermediary business was CHF 4.7 billion in first quarter 2005, up from CHF 0.5 billion in fourth quarter 2004. This was the best result since fourth quarter 2001. The main drivers were strong inflows into asset allocation, equity and fixed income funds in Europe and the Americas, partially offset by outflows of CHF 2.5 billion in money market funds, particularly in Europe.

Invested assets at the end of first quarter 2005 stood at CHF 635 billion, up from CHF 601 billion from 31 December 2004, reflecting strong net new money inflows, positive market performance and currency impacts.

Most funds show a strong relative performance over one-year, three-year, five-year and ten-year periods.

Investment Bank

The Investment Bank's pre-tax profit in first quarter 2005 was CHF 1,303 million, down 19% from the record result in the same quarter a year earlier. Before goodwill amortization, pre-tax profit was down 22%.

Total operating income in first quarter 2005 was CHF 4,341 million, down 9% from the same quarter a year earlier. Revenues in the equities and fixed income, rates and currencies businesses remained resilient and both stood at their second-highest level on record, but were not able to match the record levels achieved in the same period a year earlier.

Equities revenues were down 4% from the same period in 2004, reflecting the weakening of the US dollar against the Swiss franc. The derivatives business, especially in Asia, as well as the prime brokerage and equity capital markets businesses, saw strong performances. Results from secondary cash and proprietary trading declined, with inflationary pressures and worries over tighter monetary policies negatively impacting revenues in the convertibles area.

Fixed income, rates and currencies revenues were down 14% from the record achieved a year earlier in 2004, reflecting the weakening of the US dollar against the Swiss franc and a mixed impact of the current market conditions. The increasingly challenging credit market over the quarter negatively impacted the credit fixed income business. Foreign exchange and cash and collateral trading were down in a relatively neutral market environment. This was offset by a solid performance in the principal finance and rates businesses. Credit default swaps hedging loan exposures recorded positive revenues of CHF 91 million, an improvement from positive CHF 53 million a year earlier.

Investment banking revenues were up 1% from first quarter 2004. Excluding the impact of currency and of credit hedging costs for the investment banking loan book, revenues increased 5%, driven by a strong performance in Europe and Asia Pacific and the continued momentum of the global syndicated finance and equity capital market franchises.

Total operating expenses were down 4% from the same period last year. Personnel expenses fell on lower accruals for cash bonuses, in line with the drop in revenues, with general and administrative expenses driven lower by the weakening of the US dollar against the Swiss franc.

Market risk for the Investment Bank, as measured by the average 10-day 99% Value at Risk (VaR) was CHF 371 million in first quarter 2005, up slightly from CHF 358 million in the previous quarter. While the Investment Bank took advantage of the positive, active markets at the beginning of the quarter, it reduced risk towards the end of February, in anticipation of more negative sentiment.

Wealth Management USA

Wealth Management USA pre-tax profit stood at a record CHF 144 million in first quarter 2005 compared to a pre-tax profit of CHF 52 million in fourth quarter 2004. The result was helped by the fact that goodwill amortization ceased in first quarter 2005. Before acquisition costs (net goodwill funding, amortization of goodwill and intangibles), pre-tax profit increased 24% to CHF 201 million in first quarter 2005 from CHF 162 million in fourth quarter 2004. The result reflected strong recurring income partially offset by a weaker performance in municipal finance, which felt the negative effect of rising interest rates.

Because Wealth Management USA's business is almost entirely conducted in US dollars, comparisons of results to prior periods are affected by the movements of the US dollar against the Swiss franc. In first quarter 2005, the US dollar appreciated against the Swiss franc slightly. In US dollar terms, performance excluding acquisition costs was 22% higher in first quarter 2005 compared to fourth quarter 2004.

The inflow of net new money in first quarter 2005 was CHF 5.8 billion compared to CHF 6.8 billion in fourth quarter 2004, with the decline primarily related to outflows in liquid investments.

Financial advisor headcount was 7,403 on 31 March 2005, down 116 from 7,519 on 31 December 2004, reflecting attrition among the less productive advisors and a decline in the number of trainees. UBS continues to invest in recruiting and training, with its primary aim remaining the hiring of talented and highly productive financial advisors.

Media release available at www.ubs.com/media

Further information on UBS's quarterly results is available at www.ubs.com/media

- 1Q2005 Report (pdf and interactive version)
- 1Q2005 Results slide presentation
- Letter to shareholders (English, German, French and Italian)

Webcast: The results presentation by Clive Standish, Chief Financial Officer, will be webcast live via www.ubs.com at the following time on 3 May 2005:

- 0900 CET
- 0800 GMT
- 0300 US EST

Webcast playback will be available from 1400 CET on 3 May 2005.

Cautionary statement regarding forward-looking statements

This communication contains statements that constitute "forward-looking statements", including, but not limited to, statements relating to the implementation of strategic initiatives, such as the European wealth management business, and other statements relating to our future business development and economic performance.

While these forward-looking statements represent our judgments and future expectations concerning the development of our business, a number of risks, uncertainties and other important factors could cause actual developments and results to differ materially from our expectations.

These factors include, but are not limited to, (1) general market, macro-economic, governmental and regulatory trends, (2) movements in local and international securities markets, currency exchange rates and interest rates, (3) competitive pressures, (4) technological developments, (5) changes in the financial position or creditworthiness of our customers, obligors and counterparties and developments in the markets in which they operate, (6) legislative developments, (7) management changes and changes to our Business Group structure and (8) other key factors that we have indicated could adversely affect our business and financial performance which are contained in other parts of this document and in our past and future filings and reports, including those filed with the SEC.

More detailed information about those factors is set forth elsewhere in this document and 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 2004. UBS is not under any obligation to (and expressly disclaims any such obligations to) update or alter its forward-looking statements whether as a result of new information, future events, or otherwise.

Financial Businesses

Invested Assets

<i>CHF billion</i>		As at		% change from		
		31.3.05	31.12.04	31.3.04	31.12.04	31.3.04
UBS		2,360	2,250	2,238	5	5
Wealth Management & Business Banking						
	Wealth Management	820	778	737	5	11
	Business Banking Switzerland	143	140	139	2	3
Global Asset Management						
	Institutional	366	344	335	6	9
	Wholesale Intermediary	269	257	267	5	1
	Investment Bank	0	0	4		(100)
	Wealth Management USA	667	639	663	4	1
Corporate Center						
	Private Banks & GAM	95	92	93	3	2

Net New Money¹

<i>CHF billion</i>		Quarter ended		
		31.3.05	31.12.04	31.3.04
UBS		32.3	16.4	35.1
Wealth Management & Business Banking				
	Wealth Management	15.4	6.5	16.2
	Business Banking Switzerland	1.0	0.2	1.0
Global Asset Management				
	Institutional	5.1	3.0	10.1
	Wholesale Intermediary	4.7	0.5	(1.4)
	Wealth Management USA	5.8	6.8	2.8
Corporate Center				
	Private Banks & GAM	0.3	(0.6)	6.4

¹ Excludes interest and dividend income.

Financial Businesses

Net interest and trading income

<i>CHF million</i>	Quarter ended			% change from	
	31.3.05	31.12.04	31.3.04	4Q04	1Q04
Net interest income	2,690	3,192	3,025	(16)	(11)
Net trading income	1,936	771	1,974	151	(2)
Total net interest and trading income	4,626	3,963	4,999	17	(7)

Breakdown by business activity

<i>CHF million</i>	Quarter ended			% change from	
	31.3.05	31.12.04	31.3.04	4Q04	1Q04
Equities	936	878	946	7	(1)
Fixed income	1,748	1,257	2,151	39	(19)
Foreign exchange	372	362	414	3	(10)
Other	82	49	89	67	(8)
Net income from trading activities	3,138	2,546	3,600	23	(13)
Net income from interest margin products	1,313	1,306	1,265	1	4
Net income from treasury and other activities	175	111	134	58	31
Total net interest and trading income	4,626	3,963	4,999	17	(7)

Reporting by Business Groups

CHF million

<i>For the quarter ended</i>	Total operating income			Total operating expenses			Business Group performance before tax		
	31.3.05	31.3.04	% change	31.3.05	31.3.04	% change	31.3.05	31.3.04	% change
Wealth Management & Business Banking									
Wealth Management	2,070	1,930	7	1,155	1,067	8	915	863	6
Business Banking Switzerland	1'245	1'256	(1)	714	751	(5)	531	505	5
Global Asset Management	569	507	12	345	359	(4)	224	148	51
Investment Bank	4,341	4,778	(9)	3,038	3,162	(4)	1,303	1,616	(19)
Wealth Management USA	1'293	1,343	(4)	1,149	1,311	(12)	144	32	350
Corporate Center									
Private Banks & GAM	288	288	0	160	176	(9)	128	112	14
Corporate Functions	298	33	803	316	294	7	(18)	(261)	93
Financial Businesses	10,104	10,135	0	6,877	7,120	(3)	3,227	3,015	7

UBS (including Industrial Holdings)
Income statement (unaudited)

<i>CHF million, except per share data</i>	Quarter ended			% change from	
	31.3.05	31.12.04	31.3.04	4Q04	1Q04
Operating income					
Interest income	12,574	10,302	9,551	22	32
Interest expense	(9,884)	(7,110)	(6,526)	39	51
Net interest income	2,690	3,192	3,025	(16)	(11)
Credit loss (expense) / recovery	137	41	2	234	
Net interest income after credit loss expense	2,827	3,233	3,027	(13)	(7)
Net fee and commission income	5,155	5,055	5,027	2	3
Net trading income	1,936	771	1,974	151	(2)
Other income	433	146	240	197	80
Revenues from Industrial Holdings	2,750	2,848	1,070	(3)	157
Total operating income	13,101	12,053	11,338	9	16
Operating expenses					
Personnel expenses	5,475	4,747	5,408	15	1
General and administrative expenses	1,660	1,916	1,776	(13)	(7)
Depreciation of property and equipment	389	443	366	(12)	6
Amortization of goodwill	0	168	183	(100)	(100)
Amortization of other intangible assets	80	166	48	(52)	67
Goods and materials purchased	1,922	1,956	449	(2)	328
Total operating expenses	9,526	9,396	8,230	1	16
Operating profit from continued operations before tax					
	3,575	2,657	3,108	35	15
Tax expense	742	573	724	29	2
Net profit from continued operations	2,833	2,084	2,384	36	19
Net profit from discontinued operations	0	126	(15)	(100)	100
Net profit	2,833	2,210	2,369	28	20
Net profit attributable to minority interests	208	132	92	58	126
Net profit attributable to UBS shareholders					
	2,625	2,078	2,277	26	15
Basic earnings per share (CHF)	2.60	2.07	2.16	26	20
Diluted earnings per share (CHF)	2.48	1.97	2.05	26	21

Currency Translation Rates

The following table shows the principal rates used to translate the financial statements of foreign entities into Swiss francs:

	Spot rate			Average Rate		
	As at			Quarter ended		
	31.3.05	31.12.04	31.3.04	31.3.05	31.12.04	31.3.04
1 USD	1.20	1.14	1.27	1.18	1.16	1.26
1 EUR	1.55	1.55	1.56	1.55	1.53	1.57
1 GBP	2.26	2.19	2.34	2.54	2.19	2.33
100 JPY	1.12	1.11	1.21	1.13	1.12	1.19