

Media release

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For immediate release

UBS Announces Flash Second Quarter Results

Zurich/Basel – July 12, 2000. UBS today announced preliminary second quarter results, showing outstanding growth of 134% since the same period last year on a post-tax basis, adjusted for divestments and one-off provisions.

UBS will provide full 2Q financial results on August 22, 2000 as scheduled. Below are preliminary 2Q results:

CHF million	2Q00	1Q00	2Q00/1Q00 Δ	2Q99	2Q00/2Q99 Δ
Adj. Group Post Tax Profit	2163	2216	-2%	926	134%
<i>Business Unit Pre Tax Profits</i>					
PCC	521	492	6%	296	76%
Private Banking	894	1095	-18%	767	17%
Institutional AM	62	79	-22%	82	-24%
Funds/GAM	41	30	37%	10	310%
Corporate & Institutional	1362	1445	-6%	506	169%
UBS Capital	-39	114		9	
Private Clients	-60	-177		-77	
e-services	-88	-63		0	
Corporate Center	125	-107		-276	

Notes:

2Q00 adjusted for additional US Global Settlement provision of CHF150 million pre-tax

2Q99 adjusted for divestments of Swiss Life stake and international Global Trade Finance totalling CHF1690 million pre-tax

- Second Quarter 2000 shows outstanding year-on-year growth of 134% in adjusted group post tax profit
- Group results only 2% below 1Q00
- Sustained strong performance in Private & Corporate Clients unit
- Private Banking down 18% on 1Q00 through lower activity levels
- Corporate and Institutional Clients almost matched 1Q00
- Significant improvement in credit loss expense
- Preliminary indications are that net new money and asset growth remain disappointing

UBS

Cautionary statement regarding forward-looking statements:

This press release contains statements that constitute "forward-looking statements", including, without limitation, statements relating to: (1) the implementation of strategic initiatives, (2) the development of revenues overall and within specific business areas, (3) the development of operating expenses, particularly personnel expenses, (4) the anticipated level of capital expenditures, (5) the expected impact of the risks that affect our business, including the risk of loss resulting from the default of an obligor or counterparty, (6) expected credit losses based upon our credit review and (7) 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, and (5) changes in the financial position or credit worthiness of our customers, obligors and counterparties.