

Regulatory disclosures

3Q19

For purposes of this report, unless the context otherwise requires, the terms “Credit Suisse,” “the Group,” “we,” “us” and “our” mean Credit Suisse Group AG and its consolidated subsidiaries. The business of Credit Suisse AG, the direct bank subsidiary of the Group, is substantially similar to the Group, and we use these terms to refer to both when the subject is the same or substantially similar. We use the term “the Bank” when we are only referring to Credit Suisse AG and its consolidated subsidiaries.

Abbreviations are explained in the List of abbreviations in the back of this report.

Publications referenced in this report, whether via website links or otherwise, are not incorporated into this report.

In various tables, use of “–” indicates not meaningful or not applicable.

Rounding differences may occur within the tables.

Regulatory disclosures – subsidiaries 3Q19

**3 Credit Suisse AG
– consolidated**

**6 Credit Suisse AG – parent
company**

**9 Credit Suisse (Schweiz) AG
– consolidated**

**12 Credit Suisse (Schweiz) AG –
parent company**

15 Credit Suisse International

**16 Credit Suisse Holdings
(USA)**

17 List of abbreviations

**18 Cautionary statement
regarding forward-looking
information**

Regulatory disclosures

In connection with the FINMA circular 2016/1 “Disclosure – banks”, certain regulatory disclosures, including capital, leverage and liquidity metrics, for Credit Suisse subsidiaries are required.

The following entities are contained within this document.

- Credit Suisse AG – consolidated;
- Credit Suisse AG – parent company;
- Credit Suisse (Schweiz) AG – consolidated;
- Credit Suisse (Schweiz) AG – parent company;
- Credit Suisse International; and
- Credit Suisse Holdings (USA).

For certain prescribed table formats where line items have zero balances, such line items have not been presented.

- Refer to “Capital management” and “Liquidity and funding management” in III – Treasury, Risk, Balance sheet and Off-balance sheet in the Credit Suisse Annual Report 2018 for further information on capital metrics, risk-weighted assets, leverage metrics and liquidity metrics.
- Refer to the “Pillar 3 and regulatory disclosures 3Q19” report for information on the Pillar 3 required disclosures, including risk-weighted assets, reconciliation requirements and other regulatory disclosures, such as capital, leverage and liquidity metrics, of Credit Suisse Group AG.

Credit Suisse AG – consolidated

Swiss capital requirements and metrics

end of 3Q19	Phase-in		Look-through	
	CHF million	in % of RWA	CHF million	in % of RWA
Swiss risk-weighted assets				
Swiss risk-weighted assets	306,206	–	306,206	–
Risk-based capital requirements (gone-concern) based on Swiss capital ratios				
Total	42,451	13.863	44,656	14.583
of which CET1: minimum	15,004	4.9	13,779	4.5
of which CET1: buffer	14,637	4.78	16,841	5.5
of which CET1: countercyclical buffers	868	0.283	868	0.283
of which additional tier 1: minimum	9,492	3.1	10,717	3.5
of which additional tier 1: buffer	2,450	0.8	2,450	0.8
Swiss eligible capital (gone-concern)				
Swiss CET1 capital and additional tier 1 capital ¹	57,462	18.8	54,461	17.8
of which CET1 capital ²	41,936	13.7	41,936	13.7
of which additional tier 1 high-trigger capital instruments	8,615	2.8	8,615	2.8
of which additional tier 1 low-trigger capital instruments ³	3,910	1.3	3,910	1.3
of which tier 2 low-trigger capital instruments ⁴	3,001	1.0	–	–
Risk-based requirement for additional total loss-absorbing capacity (gone-concern) based on Swiss capital ratios				
Total according to size and market share	35,520 ⁵	11.6 ⁵	43,788	14.3
Reductions due to rebates in accordance with article 133 of the CAO	(5,683)	(1.856)	(7,006)	(2.288)
Reductions due to the holding of additional instruments in the form of convertible capital in accordance with Art. 132 para 4 CAO	–	–	(1,517)	(0.495)
Total	29,837	9.744	35,265	11.517
Swiss eligible additional total loss-absorbing capacity (gone-concern)				
Total	41,855	13.7	44,342	14.5
of which bail-in debt instruments	40,270	13.2	40,270	13.2
of which tier 2 low-trigger capital instruments	1,071	0.3	4,072	1.3
of which non-Basel III-compliant tier 2 capital	513 ⁶	0.2	–	–

Rounding differences may occur.

¹ Excludes tier 1 capital, which is used to fulfill gone-concern requirements.

² Excludes CET1 capital, which is used to fulfill gone-concern requirements.

³ If issued before July 1, 2016, such capital instruments qualify as additional tier 1 high-trigger capital instruments until their first call date according to the transitional Swiss "Too Big to Fail" rules.

⁴ If issued before July 1, 2016, such capital instruments qualify as additional tier 1 high-trigger capital instruments no later than December 31, 2019 according to the transitional Swiss "Too Big to Fail" rules.

⁵ Consists of a base requirement of 10.52%, or CHF 32,213 million, and a surcharge of 1.08%, or CHF 3,307 million.

⁶ Non-Basel III-compliant tier 2 capital instruments are subject to phase-out. This amount includes the amortized component of CHF 135 million and the unamortized component of CHF 378 million.

Swiss leverage requirements and metrics

end of 3Q19	Phase-in		Look-through	
	CHF million	in % of LRD	CHF million	in % of LRD
Leverage exposure				
Leverage ratio denominator	926,770	–	926,770	–
Unweighted capital requirements (going-concern) based on Swiss leverage ratio				
Total	41,705	4.5	46,339	5.0
of which CET1: minimum	15,755	1.7	13,902	1.5
of which CET1: buffer	13,902	1.5	18,535	2.0
of which additional tier 1: minimum	12,048	1.3	13,902	1.5
Swiss eligible capital (going-concern)				
Swiss CET1 capital and additional tier 1 capital ¹	57,462	6.2	54,461	5.9
of which CET1 capital ²	41,936	4.5	41,936	4.5
of which additional tier 1 high-trigger capital instruments	8,615	0.9	8,615	0.9
of which additional tier 1 low-trigger capital instruments ³	3,910	0.4	3,910	0.4
of which tier 2 low-trigger capital instruments ⁴	3,001	0.3	–	–
Unweighted requirements for additional total loss-absorbing capacity (gone-concern) based on Swiss leverage ratio				
Total according to size and market share	37,071 ⁵	4.0 ⁵	46,338	5.0
Reductions due to rebates in accordance with article 133 of the CAO	(5,931)	(0.64)	(7,414)	(0.8)
Reductions due to the holding of additional instruments in the form of convertible capital in accordance with Art. 132 para 4 CAO	–	–	(1,509)	(0.163)
Total	31,139	3.36	37,415	4.037
Eligible additional total loss-absorbing capacity (gone-concern)				
Total	41,855	4.5	44,342	4.8
of which bail-in debt instruments	40,270	4.3	40,270	4.3
of which tier 2 low-trigger capital instruments	1,071	0.1	4,072	0.4
of which non-Basel III-compliant tier 2 capital	513 ⁶	0.1	–	–

Rounding differences may occur.

¹ Excludes tier 1 capital, which is used to fulfill gone-concern requirements.

² Excludes CET1 capital, which is used to fulfill gone-concern requirements.

³ If issued before July 1, 2016, such capital instruments qualify as additional tier 1 high-trigger capital instruments until their first call date according to the transitional Swiss "Too Big to Fail" rules.

⁴ If issued before July 1, 2016, such capital instruments qualify as additional tier 1 high-trigger capital instruments no later than December 31, 2019 according to the transitional Swiss "Too Big to Fail" rules.

⁵ Consists of a base requirement of 3.625%, or CHF 33,595 million, and a surcharge of 0.375%, or CHF 3,476 million.

⁶ Non-Basel III-compliant tier 2 capital instruments are subject to phase-out. This amount includes the amortized component of CHF 135 million and the unamortized component of CHF 378 million.

Key prudential metrics

Credit Suisse AG – Consolidated is a Swiss systemically important financial institution. Refer to “Swiss capital requirements and metrics” and “Swiss leverage requirements and metrics” tables for the Swiss systemically important financial institution view.

Most lines in the following table present the view as if Credit Suisse AG – Consolidated was not a Swiss systemically important financial institution.

KM1 – Key metrics

end of	3Q19
Capital (CHF million)	
Swiss CET1 capital	41,936
Swiss tier 1 capital	54,461
Swiss total eligible capital	57,840
Minimum capital requirement (8% of Swiss risk-weighted assets) ¹	24,496
Risk-weighted assets (CHF million)	
Swiss risk-weighted assets	306,206
Risk-based capital ratios as a percentage of risk-weighted assets (%)	
Swiss CET1 capital ratio	13.7
Swiss tier 1 capital ratio	17.8
Swiss total capital ratio	18.9
BIS CET1 buffer requirements (%) ²	
Capital conservation buffer	2.5
Extended countercyclical buffer	0.11
Progressive buffer for G-SIB and/or D-SIB	1.0
Total BIS CET1 buffer requirement	3.61
CET1 capital ratio available after meeting the bank's minimum capital requirements ³	9.2
Basel III leverage ratio (CHF million)	
Leverage exposure	926,770
Basel III leverage ratio (%)	5.9
Liquidity coverage ratio (CHF million) ⁴	
Numerator: total high-quality liquid assets	163,508
Denominator: net cash outflows	85,512
Liquidity coverage ratio (%)	191

The new current expected credit loss (CECL) model under US GAAP will become effective for Credit Suisse as of January 1, 2020.

¹ Calculated as 8% of Swiss risk-weighted assets, based on total capital minimum requirements, excluding the BIS CET1 buffer requirements.

² CET1 buffer requirements are based on BIS requirements as a percentage of Swiss risk-weighted assets.

³ Reflects the actual Swiss CET1 capital ratio of 13.7%, less the BIS CET1 ratio minimum requirement of 4.5%.

⁴ Calculated using a three-month average, which is calculated on a daily basis.

Credit Suisse AG – parent company

Swiss capital metrics – Bank parent company

In May 2016, the Swiss Federal Council amended the Capital Adequacy Ordinance applicable to Swiss banks. The amendment recalibrates and expands the existing “Too Big to Fail” regime in Switzerland. The amended Capital Adequacy Ordinance came into effect on July 1, 2016, subject to phase-in and grandfathering provisions for certain outstanding instruments, and has to be fully applied by January 1, 2020.

In October 2017, FINMA issued an additional decree (2017 FINMA Decree) specifying the treatment of investments in subsidiaries for capital adequacy purposes for Credit Suisse AG – parent company. This decree partially replaced certain aspects of the decree issued in 2013 by FINMA (2013 FINMA Decree),

but all other aspects of that decree continue to remain in force. The 2017 FINMA Decree was effective retroactively as of July 1, 2017.

Participations in Swiss-domiciled subsidiaries are currently risk-weighted at 205% and foreign-domiciled participations are currently risk-weighted at 220%. The risk-weights will increase for participations in Swiss subsidiaries by 5% per year and for international participations by 20% per year, up to 250% and 400%, respectively, by 2028.

As of the end of 3Q19, Credit Suisse AG – parent company had Swiss participations with a carrying value of CHF 14.6 billion and foreign participations with a carrying value of CHF 73.9 billion.

→ Refer to “Capital management” in III – Treasury, Risk, Balance sheet and Off-balance sheet in the Credit Suisse Annual Report 2018 for further information on Credit Suisse AG – parent company’s regulatory requirements.

Risk-based capital requirements based on Swiss capital ratios

end of 3Q19	Phase-in		Look-through ¹	
	CHF million	in % of RWA	CHF million	in % of RWA
Swiss risk-weighted assets				
Swiss risk-weighted assets	389,091	–	389,091	–
Risk-based capital requirements (going-concern) based on Swiss capital ratios				
Total	56,141	14.429	56,141	14.429
of which CET1: minimum	17,509	4.5	17,509	4.5
of which CET1: buffer	21,400	5.5	21,400	5.5
of which CET1: countercyclical buffer	501	0.129	501	0.129
of which additional tier 1: minimum	13,618	3.5	13,618	3.5
of which additional tier 1: buffer	3,113	0.8	3,113	0.8
Swiss eligible capital (going-concern)				
Swiss CET1 capital and additional tier 1 capital	63,592	16.3	60,595	15.6
of which CET1 capital	48,352	12.4	48,352	12.4
of which additional tier 1 high-trigger capital instruments	8,313	2.1	8,313	2.1
of which additional tier 1 low-trigger capital instruments ²	3,930	1.0	3,930	1.0
of which tier 2 low-trigger capital instruments ³	2,997	0.8	–	–

Rounding differences may occur. The going concern requirement is subject to a phase-in with gradually increasing requirements and have to be fully applied by January 1, 2020 (Look-through). The phase-in capital requirements are the current requirements based on the CAO, of which 10% plus the effect of countercyclical buffer requirements must be satisfied with common equity tier 1 capital as defined by FINMA.

¹ Reference to look-through refers to the 2020 Basel III capital requirements and excludes the risk-weighting requirements pertaining to investments in subsidiaries which will be fully phased-in by 2028.

² If issued before July 1, 2016, such capital instruments qualify as additional tier 1 high-trigger capital instruments until their first call date, according to the transitional Swiss “Too Big to Fail” rules.

³ If issued before July 1, 2016, such capital instruments qualify as additional tier 1 high-trigger capital instruments no later than December 31, 2019, according to the transitional Swiss “Too Big to Fail” rules.

Unweighted capital requirements based on Swiss leverage ratio

end of 3Q19	Phase-in		Look-through	
	CHF million	in % of LRD	CHF million	in % of LRD
Leverage exposure				
Leverage ratio denominator	691,895	–	691,895	–
Unweighted capital requirements (going-concern) based on Swiss leverage ratio				
Total	34,595	5.0	34,595	5.0
of which CET1: minimum	10,378	1.5	10,378	1.5
of which CET1: buffer	13,838	2.0	13,838	2.0
of which additional tier 1: minimum	10,378	1.5	10,378	1.5
Swiss eligible capital (going-concern)				
Swiss CET1 and Swiss additional tier 1 capital	63,592	9.2	60,595	8.8
of which CET1 capital	48,352	7.0	48,352	7.0
of which additional tier 1 high-trigger capital instruments	8,313	1.2	8,313	1.2
of which additional tier 1 low-trigger capital instruments ¹	3,930	0.6	3,930	0.6
of which tier 2 low-trigger capital instruments ²	2,997	0.4	–	–

Rounding differences may occur. The going concern requirement is subject to a phase-in with gradually increasing requirements and have to be fully applied by January 1, 2020 (Look-through). The phase-in capital requirements are the current requirements based on the CAO, of which 3.5% must be satisfied with common equity tier 1 capital as defined by FINMA.

¹ If issued before July 1, 2016, such capital instruments qualify as additional tier 1 high-trigger capital instruments until their first call date, according to the transitional Swiss "Too Big to Fail" rules.

² If issued before July 1, 2016, such capital instruments qualify as additional tier 1 high-trigger capital instruments no later than December 31, 2019, according to the transitional Swiss "Too Big to Fail" rules.

Key prudential metrics

Credit Suisse AG – parent company is a Swiss systemically important financial institution. Refer to “Swiss capital requirements and metrics” and “Swiss leverage requirements and metrics” tables for the Swiss systemically important financial institution view.

Most lines in the following table present the view as if Credit Suisse AG – parent company was not a Swiss systemically important financial institution.

KM1 – Key metrics

end of	3Q19
Capital (CHF million)	
Swiss CET1 capital	48,352
Swiss tier 1 capital	60,595
Swiss total eligible capital	63,917
Minimum capital requirement (8% of Swiss risk-weighted assets) ¹	31,127
Risk-weighted assets (CHF million)	
Swiss total risk-weighted assets	389,091
Risk-based capital ratios as a percentage of risk-weighted assets (%)	
Swiss CET1 capital ratio	12.4
Swiss tier 1 capital ratio	15.6
Swiss total capital ratio	16.4
BIS CET1 buffer requirements (%) ²	
Capital conservation buffer	2.5
Extended countercyclical buffer	0.13
Progressive buffer for G-SIB and/or D-SIB	1.0
Total BIS CET1 buffer requirement	3.63
CET1 capital ratio available after meeting the bank's minimum capital requirements ³	7.9
Basel III leverage ratio (CHF million)	
Leverage exposure	691,895
Basel III leverage ratio (%)	8.8
Liquidity coverage ratio (CHF million) ⁴	
Numerator: total high-quality liquid assets	68,667
Denominator: net cash outflows	54,413
Liquidity coverage ratio (%)	126

¹ Calculated as 8% of Swiss risk-weighted assets, based on total capital minimum requirements, excluding the BIS buffer requirements.

² CET1 buffer requirements are based on BIS requirements as a percentage of Swiss risk-weighted assets.

³ Reflects the actual Swiss CET1 capital ratio of 12.4%, less the BIS CET1 ratio minimum requirement of 4.5%.

⁴ Calculated using a three-month average, which is calculated on a daily basis.

Total assets

end of	3Q19
Total assets (CHF million)	562,557

In accordance with Swiss law. Refer to “Note 2 – Accounting and valuation principles” in IX – Parent company financial statements – Credit Suisse (Bank) in the Credit Suisse Annual Report 2018 for further information.

Credit Suisse (Schweiz) AG

– consolidated

Swiss capital requirements and metrics

end of 3Q19	Phase-in		Look-through	
	CHF million	in % of RWA	CHF million	in % of RWA
Swiss risk-weighted assets				
Swiss risk-weighted assets	88,517	–	88,517	–
Risk-based capital requirements (going-concern) based on Swiss capital ratios				
Total	12,594	14.228	13,232	14.948
of which CET1: minimum	4,337	4.9	3,983	4.5
of which CET1: buffer	4,231	4.78	4,868	5.5
of which CET1: countercyclical buffer	574	0.648	574	0.648
of which additional tier 1: minimum	2,744	3.1	3,098	3.5
of which additional tier 1: buffer	708	0.8	708	0.8
Swiss eligible capital (going-concern)				
Swiss CET1 capital and additional tier 1 capital ¹	16,220	18.3	16,220	18.3
of which CET1 capital ²	13,112	14.8	13,112	14.8
of which additional tier 1 high-trigger capital instruments	3,107	3.5	3,107	3.5
Risk-based requirement for additional total loss-absorbing capacity (gone-concern) based on Swiss capital ratios				
Total according to size and market share	10,268 ³	11.6 ³	12,658	14.3
Reductions due to rebates in accordance with article 133 of the CAO	(1,643)	(1.856)	(2,025)	(2.288)
Reductions due to the holding of additional instruments in the form of convertible capital in accordance with Art. 132 para 4 CAO	–	–	(438)	(0.495)
Total	8,625	9.744	10,194	11.517
Eligible additional total loss-absorbing capacity (gone-concern)				
Total	10,200	11.5	10,200	11.5
of which bail-in debt instruments	10,200	11.5	10,200	11.5

Rounding differences may occur.

¹ Excludes tier 1 capital, which is used to fulfill gone-concern requirements.

² Excludes CET1 capital, which is used to fulfill gone-concern requirements.

³ Consists of a base requirement of 10.52%, or CHF 9,312 million, and a surcharge of 1.08%, or CHF 956 million.

Swiss leverage requirements and metrics

end of 3Q19	Phase-in		Look-through	
	CHF million	in % of LRD	CHF million	in % of LRD
Leverage exposure				
Leverage ratio denominator	270,573	–	270,573	–
Unweighted capital requirements (going-concern) based on Swiss leverage ratio				
Total	12,176	4.5	13,529	5.0
of which CET1: minimum	4,600	1.7	4,059	1.5
of which CET1: buffer	4,059	1.5	5,411	2.0
of which additional tier 1: minimum	3,517	1.3	4,059	1.5
Swiss eligible capital (going-concern)				
Swiss CET1 capital and additional tier 1 capital ¹	16,220	6.0	16,220	6.0
of which CET1 capital ²	13,112	4.8	13,112	4.8
of which additional tier 1 high-trigger capital instruments	3,107	1.1	3,107	1.1
Risk-based requirement for additional total loss-absorbing capacity (gone-concern) based on Swiss capital ratios				
Total according to size and market share	10,823 ³	4.0 ³	13,529	5.0
Reductions due to rebates in accordance with article 133 of the CAO	(1,732)	(0.64)	(2,165)	(0.8)
Reductions due to the holding of additional instruments in the form of convertible capital in accordance with Art. 132 para 4 CAO	–	–	(441)	(0.163)
Total	9,091	3.36	10,923	4.037
Eligible additional total loss-absorbing capacity (gone-concern)				
Total	10,200	3.8	10,200	3.8
of which bail-in debt instruments	10,200	3.8	10,200	3.8

Rounding differences may occur.

¹ Excludes tier 1 capital, which is used to fulfill gone-concern requirements.

² Excludes CET1 capital, which is used to fulfill gone-concern requirements.

³ Consists of a base requirement of 3.625%, or CHF 9,808 million, and a surcharge of 0.375%, or CHF 1,015 million.

Key prudential metrics

Credit Suisse (Schweiz) AG – consolidated is a Swiss systemically important financial institution. Refer to “Swiss capital requirements and metrics” and “Swiss leverage requirements and metrics” tables for the Swiss systemically important financial institution view.

KM1 – Key metrics

end of	3Q19
Capital (CHF million)	
Swiss CET1 capital	13,112
Swiss tier 1 capital	16,220
Swiss total eligible capital	16,220
Minimum capital requirement (8% of Swiss risk-weighted assets) ¹	7,081
Risk-weighted assets (CHF million)	
Swiss risk-weighted assets	88,517
Risk-based capital ratios as a percentage of risk-weighted assets (%)	
Swiss CET1 capital ratio	14.8
Swiss tier 1 capital ratio	18.3
Swiss total capital ratio	18.3
BIS CET1 buffer requirements (%) ²	
Capital conservation buffer	2.5
Extended countercyclical buffer	0.039
Progressive buffer for G-SIB and/or D-SIB	1.0
Total BIS CET1 buffer requirement	3.539
CET1 capital ratio available after meeting the bank’s minimum capital requirements ³	10.3
Basel III leverage ratio (CHF million)	
Leverage exposure	270,573
Basel III leverage ratio (%)	6.0
Liquidity coverage ratio (CHF million) ⁴	
Numerator: total high-quality liquid assets	52,200
Denominator: net cash outflows	41,597
Liquidity coverage ratio (%)	125

The new CECL model under US GAAP will become effective for Credit Suisse as of January 1, 2020.

¹ Calculated as 8% of Swiss risk-weighted assets, based on total capital minimum requirements, excluding the BIS CET1 buffer requirements.

² CET1 buffer requirements are based on BIS requirements as a percentage of Swiss risk-weighted assets.

³ Reflects the actual Swiss CET1 capital ratio of 14.8%, less the BIS CET1 ratio minimum requirement of 4.5%.

⁴ Calculated using a three-month average, which is calculated on a daily basis.

Credit Suisse (Schweiz) AG – parent company

Swiss capital requirements and metrics

end of 3Q19	Phase-in		Look-through	
	CHF million	in % of RWA	CHF million	in % of RWA
Swiss risk-weighted assets				
Swiss risk-weighted assets	83,850	–	83,850	–
Risk-based capital requirements (going-concern) based on Swiss capital ratios				
Total	11,869	14.155	12,473	14.875
of which CET1: minimum	4,109	4.9	3,773	4.5
of which CET1: buffer	4,008	4.78	4,612	5.5
of which CET1: countercyclical buffer	482	0.575	482	0.575
of which additional tier 1: minimum	2,599	3.1	2,935	3.5
of which additional tier 1: buffer	671	0.8	671	0.8
Swiss eligible capital (going-concern)				
Swiss CET1 capital and additional tier 1 capital ¹	15,428	18.4	15,428	18.4
of which CET1 capital ²	12,320	14.7	12,320	14.7
of which additional tier 1 high-trigger capital instruments	3,107	3.7	3,107	3.7
Risk-based requirement for additional total loss-absorbing capacity (gone-concern) based on Swiss capital ratios				
Total according to size and market share	9,727 ³	11.6 ³	11,990	14.3
Reductions due to rebates in accordance with article 133 of the CAO	(1,556)	(1.856)	(1,918)	(2.288)
Reductions due to the holding of additional instruments in the form of convertible capital in accordance with Art. 132 para 4 CAO	–	–	(415)	(0.495)
Total	8,170	9.744	9,657	11.517
Eligible additional total loss-absorbing capacity (gone-concern)				
Total	10,200	12.2	10,200	12.2
of which bail-in debt instruments	10,200	12.2	10,200	12.2

Rounding differences may occur.

¹ Excludes tier 1 capital, which is used to fulfill gone-concern requirements.

² Excludes CET1 capital, which is used to fulfill gone-concern requirements.

³ Consists of a base requirement of 10.52%, or CHF 8,821 million, and a surcharge of 1.08%, or CHF 906 million.

Swiss leverage requirements and metrics

end of 3Q19	Phase-in		Look-through	
	CHF million	in % of LRD	CHF million	in % of LRD
Leverage exposure				
Leverage ratio denominator	249,153	–	249,153	–
Unweighted capital requirements (going-concern) based on Swiss leverage ratio				
Total	11,212	4.5	12,458	5.0
of which CET1: minimum	4,236	1.7	3,737	1.5
of which CET1: buffer	3,737	1.5	4,983	2.0
of which additional tier 1: minimum	3,239	1.3	3,737	1.5
Swiss eligible capital (going-concern)				
Swiss CET1 capital and additional tier 1 capital ¹	15,428	6.2	15,428	6.2
of which CET1 capital ²	12,320	4.9	12,320	4.9
of which additional tier 1 high-trigger capital instruments	3,107	1.2	3,107	1.2
Risk-based requirement for additional total loss-absorbing capacity (gone-concern) based on Swiss capital ratios				
Total according to size and market share	9,966 ³	4.0 ³	12,458	5.0
Reductions due to rebates in accordance with article 133 of the CAO	(1,595)	(0.64)	(1,993)	(0.8)
Reductions due to the holding of additional instruments in the form of convertible capital in accordance with Art. 132 para 4 CAO	–	–	(406)	(0.163)
Total	8,372	3.36	10,059	4.037
Eligible additional total loss-absorbing capacity (gone-concern)				
Total	10,200	4.1	10,200	4.1
of which bail-in debt instruments	10,200	4.1	10,200	4.1

Rounding differences may occur.

¹ Excludes tier 1 capital, which is used to fulfill gone-concern requirements.

² Excludes CET1 capital, which is used to fulfill gone-concern requirements.

³ Consists of a base requirement of 3.625%, or CHF 9,032 million, and a surcharge of 0.375%, or CHF 934 million.

Key prudential metrics

Credit Suisse (Schweiz) AG – parent company is a Swiss systemically important financial institution. Refer to “Swiss capital requirements and metrics” and “Swiss leverage requirements and metrics” tables for the Swiss systemically important financial institution view.

KM1 – Key metrics

end of	3Q19
Capital (CHF million)	
Swiss CET1 capital	12,320
Swiss tier 1 capital	15,428
Swiss total eligible capital	15,428
Minimum capital requirement (8% of Swiss risk-weighted assets) ¹	6,708
Risk-weighted assets (CHF million)	
Swiss risk-weighted assets	83,850
Risk-based capital ratios as a percentage of risk-weighted assets (%)	
Swiss CET1 capital ratio	14.7
Swiss tier 1 capital ratio	18.4
Swiss total capital ratio	18.4
BIS CET1 buffer requirements (%)²	
Capital conservation buffer	2.5
Extended countercyclical buffer	0.046
Progressive buffer for G-SIB and/or D-SIB	1.0
Total BIS CET1 buffer requirement	3.546
CET1 capital ratio available after meeting the bank's minimum capital requirements ³	10.2
Basel III leverage ratio (CHF million)	
Leverage exposure	249,153
Basel III leverage ratio (%)	6.2
Liquidity coverage ratio (CHF million)⁴	
Numerator: total high-quality liquid assets	49,272
Denominator: net cash outflows	39,416
Liquidity coverage ratio (%)	125

¹ Calculated as 8% of Swiss risk-weighted assets, based on total capital minimum requirements, excluding the BIS CET1 buffer requirements.

² CET1 buffer requirements are based on BIS requirements as a percentage of Swiss risk-weighted assets.

³ Reflects the actual Swiss CET1 capital ratio of 14.7%, less the BIS CET1 ratio minimum requirement of 4.5%.

⁴ Calculated using a three-month average, which is calculated on a daily basis.

Guarantee under covered bond program of Credit Suisse AG

Credit Suisse (Schweiz) AG – parent company held assets at a carrying value of CHF 4,736 million as of September 30, 2019, which are pledged under the covered bonds program of Credit Suisse AG and for which the related liabilities of CHF 3,392 million as of September 30, 2019 are reported by Credit Suisse AG.

Credit Suisse International

Key prudential metrics

The FINMA requires banks with capital adequacy requirements for credit risk of more than CHF 4 billion and significant international activities to publish regulatory data on a quarterly basis. In the case of foreign subsidiaries, figures calculated according to local rules may be used.

The following table presents Credit Suisse International's minimum disclosure requirement for large banks prepared in accordance with Prudential Regulatory Authority regulations for non-systemically important financial institutions. Credit Suisse International, a UK entity, is presented on a stand-alone basis.

KM1 – Key metrics

end of	3Q19
Capital (USD million)	
CET1 capital	21,098
Tier 1 capital	21,098
Total eligible capital	21,930
Minimum capital requirement (8% of risk-weighted assets) ¹	6,801
Risk-weighted assets (USD million)	
Total risk-weighted assets	85,017
Risk-based capital ratios as a percentage of risk-weighted assets (%)	
CET1 capital ratio	24.8
Tier 1 capital ratio	24.8
Total capital ratio	25.8
BIS CET1 buffer requirements (%)²	
Capital conservation buffer	2.5
Extended countercyclical buffer	0.22
Total BIS CET1 buffer requirement	2.72
CET1 capital ratio available after meeting the bank's minimum capital requirements ³	20.3
Basel III leverage ratio (USD million)	
Leverage exposure	176,427
Basel III leverage ratio (%)	12.0
Liquidity coverage ratio (USD million)⁴	
Numerator: total high-quality liquid assets	14,585
Denominator: net cash outflows	10,131
Liquidity coverage ratio (%)	144

¹ Calculated as 8% of risk-weighted assets, based on total capital minimum requirements, excluding the BIS CET1 buffer requirements.

² CET1 buffer requirements are based on BIS requirements as a percentage of risk-weighted assets.

³ Reflects the actual CET1 capital ratio of 24.8%, less the BIS CET1 ratio minimum requirement of 4.5%.

⁴ Calculated using a three-month average.

Credit Suisse Holdings (USA)

Key prudential metrics

The FINMA requires banks with capital adequacy requirements for credit risk of more than CHF 4 billion and significant international activities to publish regulatory data on a quarterly basis. In the case of foreign subsidiaries, figures calculated according to local rules may be used.

The following table presents Credit Suisse Holdings (USA)'s minimum disclosure requirement for large banks prepared in accordance with Federal Reserve Board regulations for non-systemically important financial institutions.

KM1 – Key metrics

end of	3Q19
Capital (USD million)	
CET1 capital	16,363
Tier 1 capital	16,849
Total eligible capital	16,912
Minimum capital requirement (8% of risk-weighted assets) ¹	5,553
Risk-weighted assets (USD million)	
Total risk-weighted assets	69,409
Risk-based capital ratios as a percentage of risk-weighted assets (%)	
CET1 capital ratio	23.6
Tier 1 capital ratio	24.3
Total capital ratio	24.4
BIS CET1 buffer requirements (%) ²	
Capital conservation buffer	2.5
Extended countercyclical buffer	0.159
Total BIS CET1 buffer requirement	2.659
CET1 capital ratio available after meeting the bank's minimum capital requirements ³	19.1
Basel III leverage ratio (USD million)	
Leverage exposure ⁴	120,393
Basel III leverage ratio (%)	14.0
Supplementary leverage exposure	135,477
Supplementary leverage ratio based on tier 1 capital (%) ⁵	12.4

¹ Calculated as 8% of risk-weighted assets, based on total capital minimum requirements, excluding the BIS CET1 buffer requirements.

² CET1 buffer requirements are based on BIS requirements as a percentage of risk-weighted assets.

³ Reflects the actual CET1 capital ratio of 23.6%, less the BIS CET1 ratio minimum requirement of 4.5%.

⁴ In line with local requirements, calculated using balance sheet exposure.

⁵ In line with local requirements, calculated using balance sheet and off-balance sheet exposures, which is comparable to the BCBS leverage exposure definition as used elsewhere in this document.

Liquidity coverage ratio – Credit Suisse Holdings (USA)

The Federal Reserve Board currently does not require foreign banking organizations that have created an intermediate holding company to disclose a liquidity coverage ratio.

List of abbreviations

B

BCBS Basel Committee on Banking Supervision

BIS Bank for International Settlements

C

CAO Capital Adequacy Ordinance

CECL Current expected credit loss

CET1 Common equity tier 1

D

D-SIB Domestic systemically important bank

F

FINMA Swiss Financial Market Supervisory Authority FINMA

G

G-SIB Global systemically important bank

L

LRD Leverage ratio denominator

P

PRA Prudential Regulatory Authority

R

RWA Risk-weighted assets

U

US GAAP US generally accepted accounting principles

Cautionary statement regarding forward-looking information

This document contains statements that constitute forward-looking statements. In addition, in the future we, and others on our behalf, may make statements that constitute forward-looking statements. Such forward-looking statements may include, without limitation, statements relating to the following:

- our plans, targets or goals;
- our future economic performance or prospects;
- the potential effect on our future performance of certain contingencies; and
- assumptions underlying any such statements.

Words such as “believes,” “anticipates,” “expects,” “intends” and “plans” and similar expressions are intended to identify forward-looking statements but are not the exclusive means of identifying such statements. We do not intend to update these forward-looking statements.

By their very nature, forward-looking statements involve inherent risks and uncertainties, both general and specific, and risks exist that predictions, forecasts, projections and other outcomes described or implied in forward-looking statements will not be achieved. We caution you that a number of important factors could cause results to differ materially from the plans, targets, goals, expectations, estimates and intentions expressed in such forward-looking statements. These factors include:

- the ability to maintain sufficient liquidity and access capital markets;
- market volatility and interest rate fluctuations and developments affecting interest rate levels;
- the strength of the global economy in general and the strength of the economies of the countries in which we conduct our operations, in particular the risk of continued slow economic recovery or downturn in the EU, the US or other developed countries or in emerging markets in 2019 and beyond;
- the direct and indirect impacts of deterioration or slow recovery in residential and commercial real estate markets;
- adverse rating actions by credit rating agencies in respect of us, sovereign issuers, structured credit products or other credit-related exposures;
- the ability to achieve our strategic goals, including those related to our targets and financial goals;
- the ability of counterparties to meet their obligations to us;
- the effects of, and changes in, fiscal, monetary, exchange rate, trade and tax policies, as well as currency fluctuations;

- political and social developments, including war, civil unrest or terrorist activity;
- the possibility of foreign exchange controls, expropriation, nationalization or confiscation of assets in countries in which we conduct our operations;
- operational factors such as systems failure, human error, or the failure to implement procedures properly;
- the risk of cyber attacks, information or security breaches or technology failures on our business or operations;
- the adverse resolution of litigation, regulatory proceedings and other contingencies;
- actions taken by regulators with respect to our business and practices and possible resulting changes to our business organization, practices and policies in countries in which we conduct our operations;
- the effects of changes in laws, regulations or accounting or tax standards, policies or practices in countries in which we conduct our operations;
- the potential effects of changes in our legal entity structure;
- competition or changes in our competitive position in geographic and business areas in which we conduct our operations;
- the ability to retain and recruit qualified personnel;
- the ability to maintain our reputation and promote our brand;
- the ability to increase market share and control expenses;
- technological changes;
- the timely development and acceptance of our new products and services and the perceived overall value of these products and services by users;
- acquisitions, including the ability to integrate acquired businesses successfully, and divestitures, including the ability to sell non-core assets; and
- other unforeseen or unexpected events and our success at managing these and the risks involved in the foregoing.

We caution you that the foregoing list of important factors is not exclusive. When evaluating forward-looking statements, you should carefully consider the foregoing factors and other uncertainties and events, including the information set forth in “Risk factors” in I – Information on the company in our Annual Report 2018.



CREDIT SUISSE GROUP

Paradeplatz 8

8070 Zurich

Switzerland

credit-suisse.com