

# UBS Limited (standalone) regulatory information

First quarter 2017

This document contains certain Pillar 3 disclosures as of 31 March 2017 of UBS Limited. The required Pillar 3 disclosures are prepared in accordance with the European Banking Authority (EBA) guidelines and are based upon the EU regulations, Directive 2013/36/EU and Regulation 575/2013 (together known as "CRD IV") and their related technical standards, as implemented within the UK by the Prudential Regulation Authority (PRA).

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## Regulatory information

Disclosures in this section are the required Pillar 3 disclosures produced in accordance with the EBA guidelines. There is no disclosure requirement for the liquidity coverage ratio for UBS Limited as of 31 March 2017.

UBS Limited has determined that by following the EBA guidelines it is appropriate to provide the required Pillar 3 disclosures on a quarterly basis. Disclosures in this section include information on UBS Limited's eligible regulatory capital and capital requirements, as well as on capital and leverage ratios.

### Eligible regulatory capital

Eligible regulatory capital represents the total amount of regulatory capital which is available to cover all of the risks identified under CRD IV.

The capital adequacy framework consists of three pillars each of which focuses on a different aspect of adequacy. Pillar 1 provides a framework for measuring minimum capital requirements for credit, market and operational risks faced by banks. Pillar 2 addresses the principles of the supervisory review process emphasizing the need for a qualitative approach to supervising banks. Pillar 3 aims to encourage market discipline by requiring banks to publish a range of disclosures, mainly on risk and capital.

The following table represents the regulatory capital of UBS Limited split by class of capital and including the total required regulatory adjustments made to each class of capital.

<b>Eligible regulatory capital</b>			
<i>GBP million</i>		31.3.17	31.12.16
CET 1 before adjustment		2,634	2,639
Regulatory adjustments		-131	-118
<b>CET 1 capital</b>		<b>2,503</b>	2,521
Additional Tier 1 Capital		235	235
<b>Tier 1 capital</b>		<b>2,738</b>	2,756
Tier 2 capital		682	687
<b>Total eligible capital</b>		<b>3,420</b>	3,442

## Capital requirements

The capital requirements shown here represent the Pillar 1 capital requirements. UBS Limited has to hold capital in excess of this total amount to cover Pillar 2 obligations and the relevant regulatory buffers.

### Pillar 1 capital requirements

<i>GBP million</i>	31.3.17		31.12.16	
	RWA	Capital	RWA	Capital
Credit, counterparty credit risk				
<i>Central governments and central banks</i>	2	0	1	0
<i>Regional governments and local authorities</i>	31	3	43	3
<i>Public sector entities</i>	60	5	36	3
<i>Multilateral development banks</i>	0	0	0	0
<i>Institutions</i>	2,270	182	2,030	162
<i>Corporates</i>	4,417	353	4,000	320
<i>Items associated with particularly high risk</i>	56	5	0	0
<i>Securitisation positions</i>	3	0	4	0
<i>Equity</i>	2	0	2	0
<i>Other Items</i>	102	8	95	8
Total credit, counterparty credit risk	6,944	556	6,211	497
Risk exposure amount for contribution to the default fund of a CCP	141	11	502	40
Settlement risk	26	2	22	2
Position, foreign exchange and commodities risk	2,528	202	2,017	161
Operational risk	1,349	108	1,381	110
Credit valuation adjustment exposure	833	67	948	76
Large Exposures charge				
<b>Total risk-weighted assets and capital required</b>	<b>11,821</b>	<b>946</b>	11,081	886

## Capital ratios

The following are the key capital ratios disclosed by UBS Limited, these represent the capital position of UBS Limited based upon the Pillar 1 requirements as defined in CRD IV.

### Capital ratios

<i>In %</i>	31.3.17	31.12.16
CET1 Ratio	21.2	22.8
Tier 1 Ratio	23.2	24.9
Total capital ratio	28.9	31.1

### Leverage ratio

The following tables set out the required disclosures for the leverage ratio for UBS Limited. The ratio is calculated in accordance with the current regulations on defined by CRD IV.

### Leverage ratio

<i>GBP million, except where indicated</i>	31.3.17	31.12.16
Tier One capital	2,738	2,756
Leverage Ratio exposure	41,833	35,793
Leverage Ratio %	6.5	7.7

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