

3 November 2015

UBS 3Q net profit CHF 2.1bn

Net profit attributable to shareholders CHF 2.1bn; diluted earnings per share CHF 0.54

Adjusted¹ profit before tax CHF 1.0bn

Fully applied Swiss SRB Basel III CET1 capital ratio of 14.3%

Fully applied Swiss SRB leverage ratio up 30 bps to 5.0%, of which CET1 3.3%

14.5% adjusted RoTE year-to-date, expect to outperform full-year target²

UBS named industry group leader in the Dow Jones Sustainability Indices

Zurich, 3 November 2015 – UBS delivered a solid third-quarter adjusted¹ profit before tax of CHF 979 million in a very challenging economic environment. Net profit attributable to UBS Group AG shareholders was CHF 2,068 million, with diluted earnings per share of CHF 0.54. The third quarter included a net tax benefit of CHF 1,295 million, mainly related to a net upward revaluation of deferred tax assets, CHF 592 million of net charges for provisions for litigation, regulatory and similar matters and CHF 298 million of net restructuring charges.

“I’m pleased with the quarter. We stayed close to our clients in a very challenging environment. Disciplined execution and our diversified business model allowed us to deliver strong returns for our shareholders while continuing to invest in our future.”

Sergio P. Ermotti, Group Chief Executive Officer

Business division highlights

- **Wealth Management** delivered an adjusted¹ profit before tax of CHF 698 million and adjusted net new money of CHF 3.5 billion, excluding the effects of UBS’s balance sheet and capital optimization program. Recurring income benefitted from increased mandate penetration and the continued effects of pricing initiatives.
- **Wealth Management Americas** posted an adjusted¹ profit before tax of USD 287 million, with recurring net fee income and net interest income at record levels. Productivity per advisor for revenue and invested assets was industry-leading. Net new money was positive at USD 0.5 billion.
- **Retail & Corporate** had its best result for the first nine months of the year since 2010, with an adjusted¹ third-quarter profit before tax of CHF 428 million, good net new business volume growth for retail clients, and net new client accounts hitting a new record.
- **Asset Management** reported an adjusted¹ profit before tax of CHF 137 million. Excluding money market flows, net new money outflows were CHF 7.6 billion, driven by client liquidity needs.
- The **Investment Bank** achieved an adjusted¹ profit before tax of CHF 614 million with a strong performance in both Equities and FX, Rates and Credit compared to the prior year quarter. The business maintained its strict risk profile and resource limit discipline.

Information in this release is presented for UBS Group AG on a consolidated basis unless otherwise specified. UBS AG will publish its third quarter 2015 report in electronic form on 6 November 2015 at www.ubs.com/quarterlyreporting.

Results by business division and Corporate Center

CHF million	Total operating income			Total operating expenses			Operating profit / (loss) before tax		
	30.9.15	30.6.15	% change	30.9.15	30.6.15	% change	30.9.15	30.6.15	% change
For the quarter ended	30.9.15	30.6.15	% change	30.9.15	30.6.15	% change	30.9.15	30.6.15	% change
Wealth Management	1,958	2,080	(6)	1,319	1,324	0	639	756	(15)
Wealth Management Americas	1,871	1,823	3	1,612	1,631	(1)	259	191	36
Retail & Corporate	1,030	952	8	564	555	2	466	397	17
Asset Management	502	476	5	388	346	12	114	130	(12)
Investment Bank	2,088	2,355	(11)	1,592	1,804	(12)	496	551	(10)
Corporate Center	(280)	131		906	399	127	(1,186)	(267)	344
<i>of which: Services</i>	<i>(38)</i>	<i>(41)</i>	<i>(7)</i>	<i>219</i>	<i>212</i>	<i>3</i>	<i>(257)</i>	<i>(253)</i>	<i>2</i>
<i>of which: Group ALM</i>	<i>(116)</i>	<i>138</i>		<i>(5)</i>	<i>7</i>		<i>(111)</i>	<i>132</i>	
<i>of which: Non-core and Legacy Portfolio</i>	<i>(126)</i>	<i>35</i>		<i>692</i>	<i>180</i>	<i>284</i>	<i>(818)</i>	<i>(145)</i>	<i>464</i>
UBS	7,170	7,818	(8)	6,382	6,059	5	788	1,759	(55)

Third quarter 2015: Divisional and Corporate Center performance overview

Wealth Management delivered a resilient adjusted¹ profit before tax of CHF 698 million against a backdrop of high market volatility, pronounced deleveraging in Asia and very low client activity levels. Net interest income rose on higher lending and deposit revenues. Despite lower average invested assets, recurring net fee income fell only slightly, as it was partly offset by increased mandate penetration, up 70 basis points to 27% of invested assets, and the continued effect of pricing initiatives. Transaction-based income declined primarily in Asia Pacific and Europe, mainly reflecting reduced client activity in response to market volatility. Net new money adjusted for the outflows from the balance sheet and capital optimization program was CHF 3.5 billion, driven by inflows from all regions.

Wealth Management Americas delivered a solid adjusted¹ profit before tax of USD 287 million, up 24% on the previous quarter. Overall operating income was broadly unchanged and productivity per advisor for revenue and invested assets was industry-leading. Recurring income reached a new record as net fee income rose on higher managed account fees and net interest income increased mainly from loan and deposit growth. Costs fell primarily on lower net charges for provisions for litigation, regulatory and similar matters and other provisions. Net new money was USD 0.5 billion.

Retail & Corporate had its best result for the first nine months of the year since 2010 with an adjusted¹ third-quarter profit before tax of CHF 428 million. Net interest income from lending and deposits increased slightly as did recurring net fee income, while credit loss expenses were negligible in the quarter. Annualized net new business volume growth for retail clients was good at 2.5%, mainly driven by net new client assets and, to a lesser extent, net new loans, in line with its strategy to grow its high-quality retail loan business moderately and selectively. Year-to-date net new client accounts for retail customers hit a new record level, up 35% year-on-year, solidifying UBS's position as the leading bank in its home market.

Asset Management recorded an adjusted¹ profit before tax of CHF 137 million. Management fees increased primarily in Traditional Investments and Global Real Estate. Performance fees also rose, predominantly in Global Real Estate. Excluding money market flows, net new money outflows were CHF 7.6 billion, largely from lower margin passive products, driven by client liquidity needs.

The **Investment Bank** delivered a very strong performance with an adjusted¹ profit before tax of CHF 614 million. Despite the challenging market conditions, revenues were up 6% year-on-year. Compared to the prior year, Investor Client Services performed well with increased revenues in both Equities and FX, Rates and

Credit. Costs were well controlled, with expenses falling compared to both the prior quarter and the prior year. The adjusted¹ return on attributed equity for the third quarter was 33.6%.

Corporate Center – Services recorded a loss before tax of CHF 257 million. **Corporate Center – Group Asset and Liability Management** reported a loss before tax of CHF 111 million. **Corporate Center – Non-core and Legacy Portfolio** recorded a loss before tax of CHF 818 million, driven by additional net charges for provisions for litigation, regulatory and similar matters, while achieving further progress in reducing the Swiss SRB leverage ratio denominator by CHF 12 billion to CHF 59 billion.

Capital and costs

UBS remains the best-capitalized large global bank, with a fully applied Swiss SRB Basel III CET1 capital ratio of 14.3% as of 30 September 2015, above the bank's target of at least 13%. UBS's fully applied Swiss SRB leverage ratio increased to 5.0%. The bank issued CHF 1.5 billion of high-trigger additional tier 1 (AT1) perpetual capital notes in the third quarter. Also during the quarter, UBS completed its inaugural issuance of senior unsecured debt which will contribute to its total loss-absorbing capacity (TLAC), successfully placing CHF 4.2 billion of senior unsecured notes in anticipation of international regulatory developments, including revisions in the Swiss too big to fail framework.

The bank remains fully committed to its cost reduction target of CHF 2.1 billion and made good progress in the third quarter, while continuing to carry significant regulatory costs. Improved efficiency allows UBS to continue its investments in technology, compliance and risk control, while creating the right cost structure to support long-term growth, particularly in Asia and the Americas.

Changes to UBS annual performance targets and key expectations

In light of actual and forecasted changes in macroeconomic conditions and the announcement of a newly proposed too big to fail regulation, UBS has amended certain external performance targets and expectations for the Group and the business divisions for 2016 and future years. An overview of amended annual performance targets and expectations is provided below. These performance targets exclude, where applicable, items that management believes are not representative of the underlying performance of UBS's businesses, such as restructuring charges and gains and losses on sales of businesses and real estate. The performance targets assume constant foreign currency translation rates unless otherwise indicated. The following performance targets and expectations have been amended:

- Adjusted cost/income ratio target remains 60–70%, with a short- to medium-term expectation of 65–75%.
- UBS expects to achieve an adjusted return on tangible equity (RoTE) in 2016 at approximately the same level as 2015, an adjusted RoTE of approximately 15% in 2017 and targets an adjusted RoTE of above 15% from 2018 onwards.
- Group risk-weighted assets (RWA) are expected to trend around CHF 250 billion in the short to medium term mainly due to regulatory inflation.
- Group BIS Basel III leverage ratio denominator (LRD) is expected to trend around CHF 950 billion in the short to medium term.
- The RWA limit for the Investment Bank has been replaced with an RWA expectation of around CHF 85 billion in the short to medium term.
- The funded assets limit for the Investment Bank has been replaced with a BIS Basel III LRD expectation of around CHF 325 billion in the short to medium term.
- The Investment Bank will continue to represent no more than 30–35% of the Group's total LRD and RWA.
- The separate aggregate net cost reduction targets for Corporate Center – Services and Corporate Center – Non-core and Legacy Portfolio have been replaced with an equal Corporate Center aggregate net cost reduction target of CHF 2.1 billion by year-end 2017, of which CHF 1.4 billion by year-end 2015.

Annual performance targets and expectations

Group

Adjusted cost/income ratio	Target: 60–70% Expectation: 65–75% short/medium term
Adjusted return on tangible equity	Target: >15% Expectation: approximately at 2015 level in 2016, approximately 15% in 2017 and >15% in 2018
Basel III common equity tier 1 capital ratio (fully applied) ¹	at least 13%²
Risk-weighted assets (fully applied) ¹	Expectation: around CHF 250 billion short/medium term
BIS Basel III leverage ratio denominator (fully applied) ¹	Expectation: around CHF 950 billion short/medium term

Business divisions and Corporate Center

Wealth Management	Net new money growth rate	3–5%	10–15% annual adjusted pre-tax profit growth for combined businesses through the cycle
	Adjusted cost/income ratio	55–65%	
Wealth Management Americas	Net new money growth rate	2–4%	
	Adjusted cost/income ratio	75–85%	
Retail & Corporate	Net new business volume growth rate	1–4% (retail business)	
	Net interest margin	140–180 bps	
	Adjusted cost/income ratio	50–60%	
Asset Management	Net new money growth rate	3–5% excluding money market flows	
	Adjusted cost/income ratio	60–70%	
	Adjusted annual pre-tax profit	CHF 1 billion in the medium term	
Investment Bank	Adjusted annual pre-tax return on attributed equity	>15%	
	Adjusted cost/income ratio	70–80%	
	Risk-weighted assets (fully applied) ¹	Expectation: around CHF 85 billion short/medium term	
	BIS Basel III leverage ratio denominator (fully applied) ¹	Expectation: around CHF 325 billion short/medium term	
Corporate Center	Net cost reduction ³	CHF 2.1 billion by 2017, of which CHF 1.4 billion by 2015	

¹ Based on the currently applicable rules. Refer to the "Capital Management" section of the third quarter 2015 report for more information. ² Our capital returns policy is also subject to our maintaining a post-stress fully applied CET1 capital ratio of at least 10%. ³ Measured by year-end exit rate versus full-year 2013 adjusted operating expenses, net of changes in charges for provisions for litigation, regulatory and similar matters, FX movements and changes in regulatory demand of temporary nature.

Awards and achievements

UBS was honored to be named "Outstanding Global Private Bank – Overall" as well as "Outstanding Global Private Bank – Asia Pacific" by *Private Banker International*. Additionally, UBS was awarded *Private Banker International's* Most Innovative Digital Offering award. UBS was also named "Most Innovative Investment Bank for Financial Institutions" by *The Banker* in the Investment Banking Awards 2015. Staying at the forefront of innovation and providing best-in-class digital solutions for clients is a key priority for UBS. As part of this effort, the bank launched The UBS Future of Finance Challenge, a competition for entrepreneurs and technology startups seeking ideas and solutions that will support the transformation of the industry. Over 600 entries were received from startups in over 50 countries. Regional finals are taking place in Singapore, London, New York and Zurich and three winners from each region will be invited to the Global Final in Zurich in December.

Sustainable performance is one of UBS's key principles. During the quarter, the bank was named the industry group leader in the Dow Jones Sustainability Indices (DJSI), which acknowledged the bank's support for clients and communities and the integration of societal and financial performance. UBS also joined the RE100 initiative, which urges the world's most influential companies to use only renewable power. UBS has committed to source 100% of its electricity from renewable sources by 2020. This will lead to a 75% reduction of its greenhouse gas footprint by 2020 compared with 2004 levels. In Switzerland, Germany and the UK, 100% of the electricity UBS uses is already from renewable sources. In its home market, UBS has increased energy efficiency by more than 30% since 2000.

During the third quarter, UBS launched its first global brand campaign in five years. The campaign illustrates how UBS works with clients to achieve their goals and ambitions. The campaign's tagline "For some of life's questions you're not alone. Together, we can find an answer," reflects UBS's promise to embrace client goals as its own and work together to help find the best answers. UBS will also support an international exhibition of portraits by Annie Leibovitz entitled "Women". The tour will launch in London in January 2016 and travel to 10 global cities over 12 months. The photographs from the exhibition will form part of the UBS Art Collection.

Outlook

Many of the underlying macroeconomic challenges and geopolitical issues that we have highlighted in previous quarters remain and are unlikely to be resolved in the foreseeable future. In addition, recently proposed changes to the too big to fail regulatory framework in Switzerland will cause substantial ongoing interest costs for the firm. We also continue to see headwinds from interest rates which have not increased in line with market expectations, negative market performance in certain asset classes and the weak performance of the euro versus the Swiss franc during the year. We are executing the measures already announced to mitigate these effects as we progress towards our targeted return on tangible equity in the short to medium term.

Our strategy has proven successful in a variety of market conditions. We remain committed to our strategy and its disciplined execution in order to ensure the firm's long-term success and deliver sustainable returns for our shareholders.

Additional information

In the fourth quarter of 2015, UBS expects to recognize net additional deferred tax assets (DTA) of approximately CHF 500 million, following the third quarter DTA net upward movement of CHF 1,513 million mainly related to the US, reflecting updated profit forecasts and an extension of the relevant taxable profit forecast period used in valuing its DTA.

As a result of ongoing efforts to optimize our legal entity structure, we anticipate that some foreign currency translation gains and losses previously booked directly into equity through other comprehensive income will be released into profit and loss due to the sale or closure of UBS AG branches and subsidiaries. As a result, we currently expect to record net foreign currency translation losses of around CHF 30 million in the fourth quarter of 2015 and of around CHF 180 million in 2016, although gains and losses could be recognized in different periods. Consistent with past practice, these gains and losses will be treated as adjusting items and recorded in Corporate Center – Group Asset and Liability Management (Group ALM). The release of foreign currency translation losses to profit and loss will not affect shareholders' equity or regulatory capital.

¹ Please refer to the "Adjusted results" section at the end of this news release for information.

² Full-year adjusted RoTE target of around 10%.

UBS Group AG key figures (as reported)

	As of or for the quarter ended				As of or year-to-date	
<i>CHF million, except where indicated</i>	30.9.15	30.6.15	31.12.14	30.9.14	30.9.15	30.9.14
Group results						
Operating income	7,170	7,818	6,746	6,876	23,829	21,281
Operating expenses	6,382	6,059	6,342	7,430	18,575	19,224
Operating profit / (loss) before tax	788	1,759	404	(554)	5,254	2,057
Net profit / (loss) attributable to UBS Group AG shareholders	2,068	1,209	858	762	5,255	2,609
Diluted earnings per share (CHF) ¹	0.54	0.32	0.23	0.20	1.40	0.68
Key performance indicators²						
Profitability						
Return on tangible equity (%)	18.3	11.0	8.0	7.1	15.7	8.3
Return on assets, gross (%)	3.0	3.1	2.6	2.7	3.2	2.8
Cost / income ratio (%)	88.7	77.4	93.2	107.5	77.8	90.3
Growth						
Net profit growth (%)	71.1	(38.8)	12.6	(3.8)	101.4	15.7
Net new money growth for combined wealth management businesses (%) ³	0.8	1.5	1.7	3.1	2.0	2.7
Resources						
Common equity tier 1 capital ratio (fully applied, %) ⁴	14.3	14.4	13.4	13.7	14.3	13.7
Leverage ratio (phase-in, %) ⁵	5.8	5.4	5.4	5.4	5.8	5.4
Additional information						
Profitability						
Return on equity (RoE) (%)	15.9	9.4	6.8	6.1	13.6	7.1
Return on risk-weighted assets, gross (%) ⁶	13.3	14.5	12.3	12.2	14.6	12.4
Resources						
Total assets	979,746	950,168	1,062,478	1,044,899	979,746	1,044,899
Equity attributable to UBS Group AG shareholders	54,077	50,211	50,608	50,824	54,077	50,824
Common equity tier 1 capital (fully applied) ⁴	30,948	30,265	28,941	30,047	30,948	30,047
Common equity tier 1 capital (phase-in) ⁴	40,488	38,706	42,863	42,464	40,488	42,464
Risk-weighted assets (fully applied) ⁴	216,314	209,777	216,462	219,296	216,314	219,296
Risk-weighted assets (phase-in) ⁴	220,755	212,088	220,877	222,648	220,755	222,648
Common equity tier 1 capital ratio (phase-in, %) ⁴	18.3	18.2	19.4	19.1	18.3	19.1
Total capital ratio (fully applied, %) ⁴	22.0	21.2	18.9	18.7	22.0	18.7
Total capital ratio (phase-in, %) ⁴	25.8	25.0	25.5	24.9	25.8	24.9
Leverage ratio (fully applied, %) ⁵	5.0	4.7	4.1	4.2	5.0	4.2
Leverage ratio denominator (fully applied) ⁵	946,476	944,422	997,822	980,669	946,476	980,669
Leverage ratio denominator (phase-in) ⁵	952,156	949,134	1,004,869	987,327	952,156	987,327
Liquidity coverage ratio (%) ⁷	127	121	123	128	127	128
Other						
Invested assets (CHF billion) ⁸	2,577	2,628	2,734	2,640	2,577	2,640
Personnel (full-time equivalents)	60,088	59,648	60,155	60,292	60,088	60,292
Market capitalization ⁹	69,324	74,547	63,526	64,047	69,324	64,047
Total book value per share (CHF) ⁹	14.41	13.71	13.94	13.54	14.41	13.54
Tangible book value per share (CHF) ⁹	12.69	12.04	12.14	11.78	12.69	11.78

¹ Refer to "Note 9 Earnings per share (EPS) and shares outstanding" in the "UBS Group financial statements" section of the third quarter 2015 report for more information. ² Refer to the "Measurement of performance" section of our Annual Report 2014 for the definitions of our key performance indicators. ³ Based on adjusted net new money which excludes the negative effect on net new money (third quarter of 2015: CHF 3.3 billion, second quarter of 2015: CHF 6.6 billion) in Wealth Management from our balance sheet and capital optimization program. ⁴ Based on the Basel III framework as applicable for Swiss systemically relevant banks (SRB). Refer to the "Capital management" section of the third quarter 2015 report for more information. ⁵ In accordance with Swiss SRB rules. Refer to the "Capital management" section of the third quarter 2015 report for more information. ⁶ Based on phase-in Basel III risk-weighted assets. ⁷ Refer to the "Liquidity and funding management" section of the third quarter 2015 report for more information. Data for periods prior to 31 March 2015 are on a pro-forma basis. ⁸ Includes invested assets for Retail & Corporate. ⁹ Refer to the "UBS shares" section of the third quarter 2015 report for more information.

Income statement

CHF million, except per share data	For the quarter ended			% change from		Year-to-date	
	30.9.15	30.6.15	30.9.14	2Q15	3Q14	30.9.15	30.9.14
Interest income	3,233	3,409	3,352	(5)	(4)	9,814	9,880
Interest expense	(1,387)	(1,918)	(1,478)	(28)	(6)	(4,841)	(5,192)
Net interest income	1,846	1,490	1,874	24	(1)	4,973	4,688
Credit loss (expense) / recovery	(28)	(13)	(32)	115	(13)	(58)	(18)
Net interest income after credit loss expense	1,817	1,478	1,842	23	(1)	4,915	4,670
Net fee and commission income	4,111	4,409	4,273	(7)	(4)	12,921	12,680
Net trading income	1,063	1,647	700	(35)	52	4,844	3,404
Other income	179	285	61	(37)	193	1,148	526
Total operating income	7,170	7,818	6,876	(8)	4	23,829	21,281
Personnel expenses	3,841	4,124	3,739	(7)	3	12,138	11,548
General and administrative expenses	2,285	1,695	3,468	35	(34)	5,694	7,018
Depreciation and impairment of property, equipment and software	230	209	203	10	13	660	598
Amortization and impairment of intangible assets	25	30	20	(17)	25	84	60
Total operating expenses	6,382	6,059	7,430	5	(14)	18,575	19,224
Operating profit / (loss) before tax	788	1,759	(554)	(55)		5,254	2,057
Tax expense / (benefit)	(1,295)	443	(1,317)		(2)	(182)	(665)
Net profit / (loss)	2,083	1,316	763	58	173	5,437	2,722
Net profit / (loss) attributable to preferred noteholders			0				111
Net profit / (loss) attributable to non-controlling interests	14	106	1	(87)		182	2
Net profit / (loss) attributable to UBS Group AG shareholders	2,068	1,209	762	71	171	5,255	2,609
Earnings per share (CHF)							
Basic	0.56	0.33	0.20	70	180	1.43	0.69
Diluted	0.54	0.32	0.20	69	170	1.40	0.68

Comparison UBS Group AG (consolidated) versus UBS AG (consolidated)

CHF million, except where indicated	As of or for the quarter ended 30.9.15				As of or for the quarter ended 30.6.15				As of or for the quarter ended 31.12.14			
	UBS Group AG (consolidated)	UBS AG (consolidated)	Difference (absolute)	Difference (%)	UBS Group AG (consolidated)	UBS AG (consolidated)	Difference (absolute)	Difference (%)	UBS Group AG (consolidated)	UBS AG (consolidated)	Difference (absolute)	Difference (%)
Income statement												
Operating income	7,170	7,189	(19)	0	7,818	7,784	34	0	6,746	6,745	1	0
Operating expenses	6,382	6,401	(19)	0	6,059	6,087	(28)	0	6,342	6,333	9	0
Operating profit / (loss) before tax	788	788	0	0	1,759	1,698	61	4	404	412	(8)	(2)
<i>of which: Wealth Management</i>	639	636	3	0	756	752	4	1	646	646	0	0
<i>of which: Wealth Management Americas</i>	259	252	7	3	191	185	6	3	211	211	0	0
<i>of which: Retail & Corporate</i>	466	466	0	0	397	397	0	0	340	340	0	0
<i>of which: Asset Management</i>	114	114	0	0	130	129	1	1	85	85	0	0
<i>of which: Investment Bank</i>	496	485	11	2	551	538	13	2	217	217	0	0
<i>of which: Corporate Center</i>	(1,186)	(1,165)	(21)	2	(267)	(303)	36	(12)	(1,096)	(1,087)	(9)	1
<i>of which: Services</i>	(257)	(259)	2	(1)	(253)	(247)	(6)	2	(249)	(241)	(8)	3
<i>of which: Group ALM</i>	(111)	(90)	(21)	23	132	89	43	48	(106)	(106)	0	0
<i>of which: Non-core and Legacy Portfolio</i>	(818)	(817)	(1)	0	(145)	(145)	0	0	(741)	(741)	0	0
Net profit / (loss)	2,083	2,085	(2)	0	1,316	1,255	61	5	919	927	(8)	(1)
<i>of which: attributable to shareholders</i>	2,068	2,083	(15)	(1)	1,209	1,178	31	3	858	893	(35)	(4)
<i>of which: attributable to preferred noteholders</i>		1	(1)		0	76	(76)		31	31	0	0
<i>of which: attributable to non-controlling interests</i>	14	1	13		106	1	105		29	2	27	
Statement of comprehensive income												
Other comprehensive income	1,393	1,393	0	0	(1,900)	(1,900)	0	0	424	424	0	0
<i>of which: attributable to shareholders</i>	1,291	1,314	(23)	(2)	(1,805)	(1,849)	44	(2)	368	374	(6)	(2)
<i>of which: attributable to preferred noteholders</i>		79	(79)			(49)	49		11	50	(39)	(78)
<i>of which: attributable to non-controlling interests</i>	102	0	102		(96)	(2)	(94)		45	0	45	
Total comprehensive income	3,475	3,478	(3)	0	(584)	(645)	61	(9)	1,343	1,352	(9)	(1)
<i>of which: attributable to shareholders</i>	3,360	3,397	(37)	(1)	(595)	(671)	76	(11)	1,226	1,268	(42)	(3)
<i>of which: attributable to preferred noteholders</i>		80	(80)			26	(26)		42	81	(39)	(48)
<i>of which: attributable to non-controlling interests</i>	116	0	116		11	(1)	12		74	3	71	
Balance sheet												
Total assets	979,746	981,891	(2,145)	0	950,168	951,528	(1,360)	0	1,062,478	1,062,327	151	0
Total liabilities	923,712	925,808	(2,096)	0	896,915	897,966	(1,051)	0	1,008,110	1,008,162	(52)	0
Total equity	56,034	56,083	(49)	0	53,253	53,562	(309)	(1)	54,368	54,165	203	0
<i>of which: attributable to shareholders</i>	54,077	54,126	(49)	0	50,211	51,685	(1,474)	(3)	50,608	52,108	(1,500)	(3)
<i>of which: attributable to preferred noteholders</i>		1,919	(1,919)			1,840	(1,840)			2,013	(2,013)	
<i>of which: attributable to non-controlling interests</i>	1,957	38	1,919		3,042	38	3,004		3,760	45	3,715	
Capital information (fully applied)												
Common equity tier 1 capital	30,948	33,183	(2,235)	(7)	30,265	32,834	(2,569)	(8)	28,941	30,805	(1,864)	(6)
Additional tier 1 capital	5,578	0	5,578		3,777	0	3,777		467	0	467	
Tier 2 capital	11,114	10,198	916	9	10,531	9,613	918	10	11,398	10,451	947	9
Total capital	47,640	43,381	4,259	10	44,573	42,447	2,126	5	40,806	41,257	(451)	(1)
Risk-weighted assets	216,314	217,472	(1,158)	(1)	209,777	210,400	(623)	0	216,462	217,158	(696)	0
Common equity tier 1 capital ratio (%)	14.3	15.3	(1.0)		14.4	15.6	(1.2)		13.4	14.2	(0.8)	
Total capital ratio (%)	22.0	19.9	2.1		21.2	20.2	1.0		18.9	19.0	(0.1)	
Leverage ratio denominator	946,476	949,548	(3,072)	0	944,422	946,457	(2,035)	0	997,822	999,124	(1,302)	0
Leverage ratio (%)	5.0	4.6	0.4		4.7	4.5	0.2		4.1	4.1	0.0	

UBS's Third Quarter 2015 Report, letter to shareholders and slide presentation will be available from 06:45 CEST on Tuesday, 3 November 2015 at www.ubs.com/quarterlyreporting.

UBS will hold a presentation of its third quarter 2015 results on Tuesday, 3 November 2015. The results will be presented by Sergio P. Ermotti, Group Chief Executive Officer, Tom Naratil, Group Chief Financial Officer and Group Chief Operating Officer, Caroline Stewart, Global Head of Investor Relations, and Hubertus Kuelps, Group Head of Communications & Branding.

Time

- 09:00–11.00 (CET)
- 08:00–10.00 (GMT)
- 03:00–05.00 (US EST)

Audio webcast

The presentation for analysts can be followed live on www.ubs.com/quarterlyreporting with a simultaneous slide show.

Webcast playback

An audio playback of the results presentation will be made available at www.ubs.com/investors later in the day.

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Cautionary statement regarding forward-looking statements

This release 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 executing its announced strategic plans, including its cost reduction and efficiency initiatives and its planned further reduction in its Basel III risk-weighted assets (RWA) and leverage ratio denominator (LRD), and the degree to which UBS is successful in implementing changes to its business to meet changing market, regulatory and other conditions; (ii) developments in the markets in which UBS operates or to which it is exposed, including movements in securities prices or liquidity, credit spreads, currency exchange rates and interest rates and the effect of economic conditions and market developments on the financial position or creditworthiness of UBS’s clients and counterparties; (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 bail-in debt or loss-absorbing capital; (iv) changes in or the implementation of financial legislation and regulation in Switzerland, the US, the UK and other financial centers that may impose, or result in, more stringent capital (including leverage ratio), liquidity and funding requirements, incremental tax requirements, additional levies, limitations on permitted activities, constraints on remuneration or other measures; (v) uncertainty as to when and to what degree the Swiss Financial Market Supervisory Authority (FINMA) will approve reductions to the incremental RWA resulting from the supplemental operational risk capital analysis mutually agreed to by UBS and FINMA, or will approve a limited reduction of capital requirements due to measures to reduce resolvability risk; (vi) the degree to which UBS is successful in implementing changes to its legal structure to improve its resolvability and meet related regulatory requirements, including changes in legal structure and reporting required to implement US enhanced prudential standards, implementing a service company model, the transfer of the Asset Management business to a holding company, 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 relating to capital requirements, resolvability requirements and proposals in Switzerland and other countries for mandatory structural reform of banks; (vii) 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; (viii) changes in the standards of conduct applicable to our businesses that may result from new regulation or new enforcement of existing standards, including measures to impose new or enhanced duties when interacting with customers or in the execution and handling of customer transactions; (ix) 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 or loss of licenses or privileges as a result of regulatory or other governmental sanctions; (x) 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; (xi) 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 including differences in compensation practices; (xii) 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; (xiii) limitations on the effectiveness of UBS’s internal processes for risk management, risk control, measurement and modeling, and of financial models generally; (xiv) whether UBS will be successful in keeping pace with competitors in updating its technology, particularly in trading businesses; (xv) the occurrence of operational failures, such as fraud, misconduct, unauthorized trading and systems failures; (xvi) restrictions to the ability of subsidiaries of the Group to make loans or distributions of any kind, directly or indirectly, to UBS Group AG; (xvii) 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; and (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. 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 2014. 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.

Adjusted results

Unless otherwise indicated, third-quarter 2015 "adjusted" figures exclude each of the following items, to the extent applicable, on a Group and business division level: a gain of CHF 81 million related to our investment in the SIX Group, an own credit gain of CHF 32 million, foreign currency translation losses of CHF 27 million from the disposal of a subsidiary, as well as net restructuring charges of CHF 298 million and a credit related to a change to retiree benefit plans in the US of CHF 21 million. For the second quarter of 2015, the items we excluded were an own credit gain of CHF 259 million, a gain of CHF 56 million on the sale of the Belgian domestic Wealth Management business, a gain from a further partial sale of our investment in Markit of CHF 11 million, as well as net restructuring charges of CHF 191 million and an impairment of an intangible asset of CHF 11 million. Adjusted results are non-GAAP financial measures as defined by SEC regulations. Please refer to the "Group performance" section of the Third Quarter 2015 Report for more information on adjusted results.

Rounding

Numbers presented throughout this release may not add up precisely to the totals provided in the tables and text. Percentages, percent changes and absolute variances are calculated based on rounded figures displayed in the tables and text and may not precisely reflect the percentages, percent changes and absolute variances that would be derived based on figures that are not rounded.

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.