



Interim Report

Consolidated financial statements at 30 June 2016

Letter from the Chairman and CEO

During the first half of 2016, the global economy was again supported by highly expansionary monetary policies, while the recent Brexit referendum – the actual impact of which remains to be seen – has broadly weakened the growth outlook and fueled uncertainty on the financial markets.

The consensus is nevertheless that economic activity in Switzerland as a whole, and Vaud Canton in particular, will improve compared to 2015. The latest estimates from the CREA Institute put growth in Vaud at 1.5% this year and 1.9% next year, while Switzerland's State Secretariat for Economic Affairs (SECO) projects 1.2% growth nationwide in 2016 and 1.6% in 2017.

Our solid 2015 results belied an extremely difficult business environment of persistently negative interest rates and highly uncertain financial markets, a situation which has continued into 2016. Although BCV's revenue base is more diversified than that of any other Swiss cantonal bank, our H1 2016 revenues declined 6% to CHF 494m. Thanks to effective cost control and lower new provisioning needs, operating profit receded by only 2%, to CHF 198m. Net profit also declined (-13%) versus the year-earlier figure, which was boosted by non-recurring items, but remained strong at CHF 157m. The H1 2016 bottom line was, in fact, slightly up on H1 2014 and H1 2013.

In addition to a number of major projects initiated in response to regulatory changes, we are moving ahead with our strategic plan through a series of business initiatives. We have improved and expanded our digital banking services, increasing log-in security with the introduction of BCV SmartID, making online payments safer and adding new features such as a personal finance manager and BCV Paymit, a P2P mobile payment solution. Further innovations are in the pipeline and will be rolled out before the end of the year. In addition, we have completely overhauled the process for approving personal loans: once the process is automated, we will be able to grant loans even more quickly and efficiently. The new process is currently being tested in two regions, with full roll-out scheduled for this fall.



Pascal Kiener
CEO

Olivier Steimer
Chairman of the Board of Directors

At our Annual Meeting on 21 April, our shareholders approved all items on the agenda. Jack Clemons and Peter Ochsner were appointed to the Board of Directors, replacing Pierre Lamunière and Stefan Bachmann. Shareholders also approved the proposed dividend of CHF 33 per share for a total payout of CHF 284m, which is higher than last year. Since 2008, we have distributed more than CHF 2.5bn, a figure that equates to three-quarters of our shareholders' equity. More recently, we announced the appointment of Christian Meixenberger to our Executive Board as head of the Business Support Division; he will replace Aimé Achard, who will retire. Mr. Meixenberger will start in his new role on 1 January 2017.

BCV's financial solidity is recognized by the main rating agencies, which continue to rank us among the world's safest banks. In May, Moody's reaffirmed its Aa2 long-term rating with a stable outlook. Standard & Poor's has maintained its AA rating on BCV since 2011.

We wish to thank our shareholders for their loyalty and our customers who, through their unfailing trust, inspire us to make BCV into a better bank. We are also grateful to our employees for their hard work and commitment to delivering impeccable customer service.

Olivier Steimer

Pascal Kiener

Business sector review

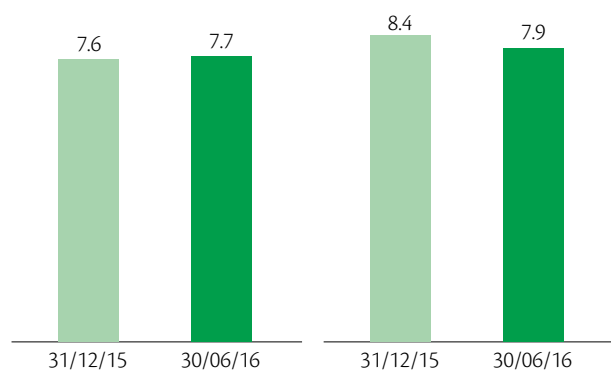
Retail Banking

Firm cost control

Retail Banking's mortgage book grew 1% to CHF 7.7bn in a slowing real-estate market. Savings accounts and other deposits fell CHF 497m to CHF 7.9bn following the end of the Bank's online brokerage partnership with PostFinance. Revenue was stable at CHF 87m, while operating profit rose 7% to CHF 11m thanks to rigorous cost control.

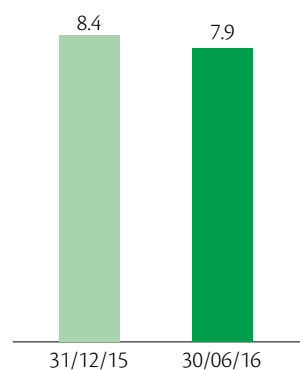
Mortgage loans

In CHF billions, rounded



Customer deposits

In CHF billions, rounded



	H1 2016	H1 2015
Total revenues (CHF millions)	86.9	87.1
Operating profit (CHF millions)	11.1	10.3
Cost/income ratio (excluding goodwill amortization and write-downs)	85%	86%
ROE (based on net profit)	8.5%	8.0%
Headcount	385	380

2015 figures were adjusted to facilitate like-for-like comparison

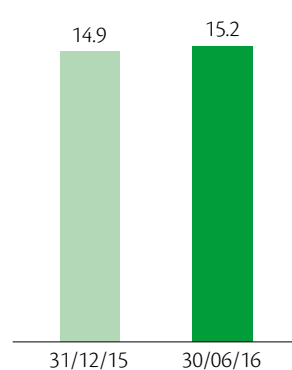
Corporate Banking

Pick-up in business volumes

Lending and off-balance-sheet commitments were up 2% to CHF 15.2bn, while deposits shrank 5% to CHF 7.8bn and experienced high volatility against a backdrop of persistently low interest rates. The SME segment continued to grow, with loans up 0.3% and deposits up 4%. The Large Corporates segment also saw a slight upturn in business, with loans and off-balance-sheet commitments up 4%. In Trade Finance, business picked up after several lackluster reporting periods; loans and off-balance-sheet commitments expanded 11%. Corporate Banking revenues as a whole grew 2% to CHF 119m and operating profit rose 3% to CHF 66m.

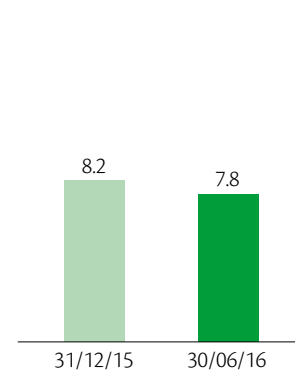
Lending and off-balance-sheet commitments

In CHF billions, rounded



Customer deposits

In CHF billions, rounded



	H1 2016	H1 2015
Total revenues (CHF millions)	119.2	116.8
Operating profit (CHF millions)	66.1	64.4
Cost/income ratio (excluding goodwill amortization and write-downs)	38%	39%
ROE (based on net profit)	8.6%	8.4%
Headcount	184	187

2015 figures were adjusted to facilitate like-for-like comparison

Wealth Management

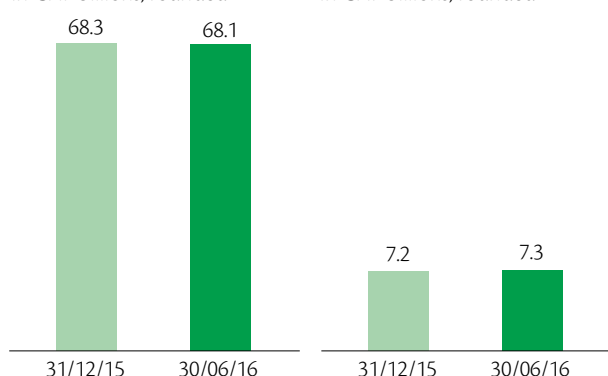
Slowdown in customer trading

Assets under management were unchanged at CHF 68bn in spite of the bearish market climate. Inflows in the onshore business offset net outflows on the offshore front. Clients have become much more cautious because of the market uncertainty following the Brexit vote. Although Wealth Management's mortgage book rose a further 2% to CHF 7.3bn, revenues contracted 4% to CHF 160m and operating profit fell 7% to CHF 49m.

Assets under management Mortgage loans

In CHF billions, rounded

In CHF billions, rounded



	H1 2016	H1 2015
Total revenues (CHF millions)	159.5	166.3
Operating profit (CHF millions)	49.1	52.5
Cost/income ratio (excluding goodwill amortization and write-downs)	67%	65%
ROE (based on net profit)	24.9%	26.9%
Headcount	577	567

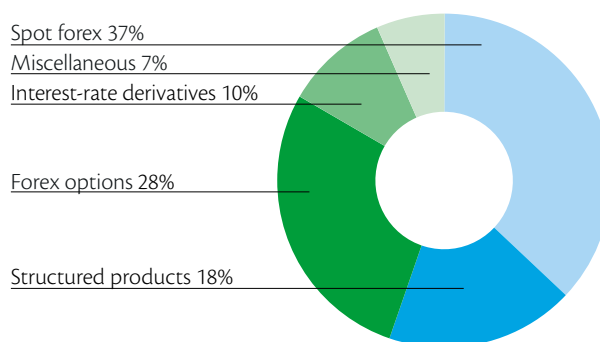
2015 figures were adjusted to facilitate like-for-like comparison

Trading

Back to more typical levels

Forex market volatility and trading volumes surged for several weeks last year after the Swiss National Bank's decision in January to drop the EUR/CHF floor rate. However, exchange-rate fluctuations largely returned to normal in the first half of 2016. Trading revenues declined 8% but remained solid at CHF 32m.

Breakdown of trading income by market segment



	H1 2016	H1 2015
Total revenues (CHF millions)	32.1	35.0
Operating profit (CHF millions)	17.0	20.8
Cost/income ratio (excluding goodwill amortization and write-downs)	45%	40%
ROE (based on net profit)	27.6%	31.1%
Headcount	57	58

2015 figures were adjusted to facilitate like-for-like comparison

Consolidated financial statements at 30 June 2016

H1 2016 operating profit stable in a challenging environment

In a challenging environment, BCV Group's H1 2016 operating profit remained stable at CHF 198m. Revenues decreased by 6% to CHF 494m as interest rates stayed negative, financial markets were lackluster and net trading income fell back from the record levels seen in H1 2015. As expected, net profit also came in below the exceptionally high H1 2015 figure, which was pushed up by non-recurring items relating to the sale of the Bank's stake in Swisscanto. At CHF 157m (-13%), the bottom line nevertheless remained robust and was in fact slightly above the H1 2014 and H1 2013 figures.

Revenues down in a difficult environment

Total revenues fell 6% year on year to CHF 494m. In an environment marked by continued negative interest rates, which the Bank does not pass on to the great majority of its customers, net interest income before loan impairment charges/reversals dropped 2% to CHF 242m. With loan impairment reversals lower than in H1 2015, net interest income dropped 5% to CHF 243m. Commission and fee income decreased by 8% to CHF 158m, reflecting a contraction in client trading volumes caused by lackluster financial markets. Following a spike in business in January and February 2015 – after the Swiss National Bank (SNB)

dropped the EUR/CHF currency floor – net trading income returned to a more typical level of CHF 68m (-14%). Other ordinary income rose 19% to CHF 26m.

Operating profit stable at CHF 198m thanks to firm cost control and lower new provisioning needs

Operating expenses were unchanged at CHF 258m. Personnel costs edged up 1% to CHF 171m, while other operating expenses fell 1% to CHF 87m. Depreciation and amortization decreased 4% to CHF 37m, and other provisions and losses came in at CHF 1m, compared with CHF 27m in H1 2015. At CHF 198m, operating profit was down just 2% from H1 2015 but up 1% from H1 2014, attesting to the Group's earnings stability.

Net profit of CHF 157m

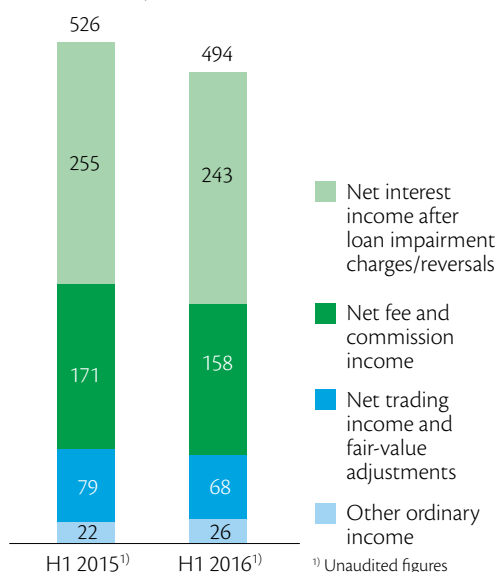
As expected, extraordinary income declined CHF 27m versus the 2015 figure, which included the proceeds from the sale of the Bank's stake in Swisscanto. Net profit nevertheless came in at a robust CHF 157m, down 13% on H1 2015 but slightly up on H1 2014 and H1 2013.

Growth in the balance sheet

Total assets expanded 3% to CHF 44.7bn. Cash and cash equivalents, which mainly comprise SNB sight deposits, totaled CHF 7.2bn (+4%). Mortgage lending rose 1%, or CHF 239m, to CHF 24.8bn. Other loans fell 5% to CHF 4.7bn as part of the Bank's treasury management activities.

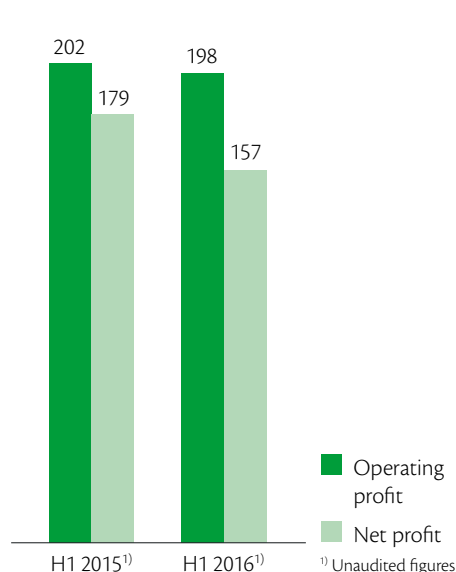
Revenues

In CHF millions, rounded



Operating and net profit

in CHF millions, rounded



On the liabilities side, customer savings and investment accounts declined 2%, or CHF 459m, to CHF 28.4bn, essentially because the Bank's online brokerage partnership with PostFinance came to an end.

Stable AuM

The Group's assets under management were stable at CHF 87.4bn (-1%). An inflow of onshore funds (+CHF 401m) offset the expected outflow of offshore funds (-CHF 399m).

CHF 284m paid out to shareholders

In accordance with its distribution policy, BCV returned CHF 33 per share to its shareholders in April – an increase of CHF 1 per share on previous distributions – for a total payout of CHF 284m.

Solid financial position

The Bank's CET1 capital ratio was 16.9% and shareholders' equity amounted to CHF 3.3bn, attesting to BCV's financial solidity. Rating agency Moody's reaffirmed the Aa2 rating (with a stable outlook) awarded to BCV in 2015.

New head of the Business Support Division

BCV's Board of Directors appointed Christian Meixenberger to the Bank's Executive Board as head of the Business Support Division. Mr. Meixenberger holds an engineering degree and has broad expertise in banking technology and back-office operations. He is currently a

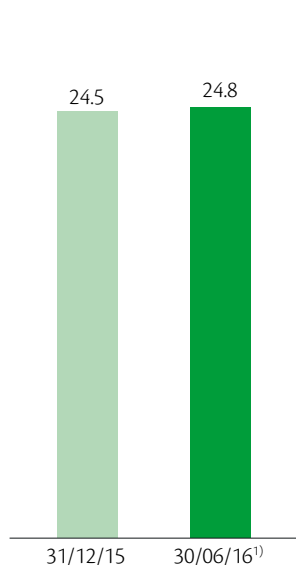
member of the Executive Board and head of the Services Division of Banque Cantonale de Fribourg. He is scheduled to begin at BCV on 1 January 2017 and will replace Aimé Achard, who is taking his retirement.

Outlook

Barring a significant deterioration in the financial markets and/or the overall economic situation, FY 2016 results are expected to be in line with those recorded in the first half.

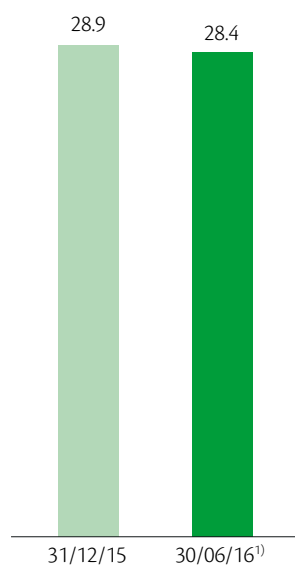
Mortgage loans

In CHF billions, rounded



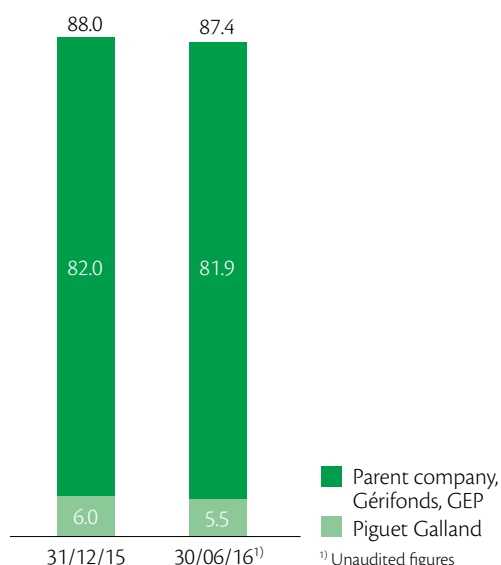
Customer deposits

In CHF billions, rounded



Assets under management

In CHF billions, rounded



¹⁾ Unaudited figures

BCV Group

Consolidated balance sheet (unaudited)

(in CHF millions)	30 / 6 / 16	31 / 12 / 15	Change absolute	Change as %
Cash and cash equivalents	7 152	6 861	291	4
Due from banks	2 399	1 810	589	33
Reverse repurchase agreements	276	280	- 4	- 1
Loans and advances to customers	4 696	4 935	- 239	- 5
Mortgage loans	24 761	24 522	239	1
Trading portfolio assets	408	155	254	164
Positive mark-to-market values of derivative financial instruments	407	343	64	19
Other financial assets at fair value	526	581	- 55	- 9
Financial investments	3 356	3 140	216	7
Accrued income and prepaid expenses	95	106	- 11	- 11
Non-consolidated holdings	48	48	0	0
Tangible fixed assets	518	558	- 39	- 7
Intangible assets	18	23	- 5	- 20
Other assets	87	56	31	56
Assets	44 747	43 418	1 330	3
Total subordinated assets	0	0	0	0
<i>of which subject to mandatory conversion and/or conditional write-off</i>	0	0	0	0
Due to banks	1 701	1 224	477	39
Repurchase agreements	2 892	1 738	1 154	66
Customer deposits	28 419	28 877	- 459	- 2
Negative mark-to-market values of derivative financial instruments	361	331	30	9
Other financial liabilities at fair value	650	666	- 16	- 2
Medium-term notes	29	40	- 10	- 26
Bonds and mortgage-backed bonds	7 105	6 873	231	3
Accrued expenses and deferred income	197	219	- 22	- 10
Other liabilities	108	35	73	209
Provisions	16	18	- 1	- 6
Liabilities	41 477	40 021	1 457	4
Reserves for general banking risks	704	704	0	0
Share capital	86	86	0	0
Capital reserve	206	292	- 85	- 29
Retained earnings	2 137	1 999	138	7
Currency translation reserve	- 2	- 2	0	0
Treasury shares	- 19	- 18	0	1
Minority interests in equity	0	0	0	0
Net profit for reporting period	157		157	
Net profit for 2015		336	- 336	
<i>of which minority interests</i>	0	0	0	0
Shareholders' equity	3 270	3 397	- 127	- 4
Total liabilities and shareholders' equity	44 747	43 418	1 330	3
Total subordinated liabilities	0	0	0	0
<i>of which subject to mandatory conversion and/or conditional write-off</i>	0	0	0	0
Consolidated off-balance-sheet transactions	30 / 6 / 16	31 / 12 / 15	Change absolute	Change as %
(in CHF millions)				
Contingent liabilities	1 460	1 189	271	23
Irrevocable commitments	1 111	998	113	11
Commitments relating to calls on shares and other equity securities	194	113	81	72
Confirmed credits	29	53	- 24	- 46

BCV Group

Consolidated income statement (unaudited)

(in CHF millions)	2016 H1	2015 H1	Change absolute	Change as %
Interest and discount income	302.1	316.1	- 14.0	- 4
Interest and dividend income from financial investments	21.9	24.1	- 2.2	- 9
Interest expense	- 82.2	- 93.2	- 11.0	- 12
Net interest income before loan impairment charges/reversals	241.8	247.0	- 5.2	- 2
Loan impairment charges/reversals	0.9	7.4	- 6.6	- 88
Net interest income after loan impairment charges/reversals (NII)	242.7	254.5	- 11.8	- 5
Fees and commissions on securities and investment transactions	122.1	136.5	- 14.4	- 11
Fees and commissions on lending operations	22.8	23.2	- 0.4	- 2
Fees and commissions on other services	37.7	39.0	- 1.3	- 3
Fee and commission expense	- 24.9	- 27.6	- 2.7	- 10
Net fee and commission income	157.7	171.0	- 13.3	- 8
Net trading income and fair-value adjustments	67.5	78.8	- 11.3	- 14
Gains/losses on disposals of financial investments	3.6	2.3	1.3	56
Income from equity investments	5.1	5.1	0.0	0
<i>of which other non-consolidated holdings</i>	5.1	5.1	0.0	0
Real-estate income	5.4	5.2	0.1	3
Miscellaneous ordinary income	12.3	12.3	0.1	0
Miscellaneous ordinary expenses	- 0.2	- 2.9	- 2.8	- 95
Other ordinary income	26.2	22.0	4.2	19
Total income from ordinary banking operations	494.1	526.3	- 32.2	- 6
Personnel costs	- 171.2	- 170.3	0.9	1
Other operating expenses	- 87.0	- 88.2	- 1.2	- 1
Operating expenses	- 258.2	- 258.5	- 0.3	- 0
Depreciation and amortization of fixed assets and impairment on equity investments	- 37.1	- 38.7	- 1.7	- 4
Other provisions and losses	- 0.9	- 27.0	- 26.1	- 97
Operating profit	197.9	202.0	- 4.1	- 2
Extraordinary income	0.9	28.0	- 27.1	- 97
Extraordinary expenses	- 0.0	0.0	0.0	0
Taxes	- 42.1	- 50.6	- 8.6	- 17
Net profit	156.7	179.4	- 22.7	- 13
Minority interests	- 0.0	0.0	0.0	0
Net profit attributable to BCV shareholders	156.7	179.4	- 22.7	- 13

BCV Group

Statement of changes in equity (unaudited)

	Share capital	Capital reserve	Retained earnings	Reserves for general banking risks	Currency translation reserve	Treasury shares	Equity - minority interests	Net profit for the year	Total equity
(in CHF millions)									
Status at 31 December 2015	86	292	1999	704	-2	-18	0	336	3397
2015 dividend								-198	-198
Special dividend		-86							-86
Retained earnings			138					-138	0
Purchases of treasury shares (at cost)						-31			-31
Disposals of treasury shares (at cost)						30			30
Gain on disposals of treasury shares and dividends		1							1
Currency translation differences					0				0
Changes in scope and/or minority interests			0				0		0
Net profit for reporting period							0	157	157
Status at 30 June 2016	86	206	2137	704	-2	-19	0	157	3270

BCV Group

Abridged notes to the financial statements

Company name, legal status and head office

Banque Cantonale Vaudoise (BCV) was founded on 19 December 1845 by the Vaud Cantonal Parliament as a société anonyme de droit public (i.e., a corporation organized under public law). Its legal status is defined in the Cantonal Act Governing the Organization of Banque Cantonale Vaudoise (LBCV) of 20 June 1995, and its head office is in Lausanne.

Overview of operations and scope of consolidation

BCV operates as a full-service bank with a community focus. Its corporate mandate is to contribute to the economic development of its home region, the Canton of Vaud.

It offers a full range of services in retail banking, wealth management, corporate banking and trading. Along with its traditional areas of business (savings & loans and wealth management), BCV engages in large-corporate financing and selected trade-financing operations in commodities (primarily softs and metals). It offers a broad portfolio of financial-market services, including equity and derivatives trading and fixed-income instruments. The Bank is also active in foreign-exchange trading and in developing and issuing structured products.

BCV is the parent company of a banking and financial group. At 30 June 2016, in addition to the parent company, BCV Group comprised the private bank Piquet Galland & Cie SA and two fund management firms, Gérifonds SA and GEP SA (Société pour la gestion de placements collectifs). The Bank also has a branch in Guernsey (Banque Cantonale Vaudoise Guernsey Branch), which is active in structured products and fiduciary investments.

The scope of consolidation did not change relative to end-2015.

Basis of preparation of consolidated financial statements

The consolidated financial statements of BCV Group are prepared in accordance with the Swiss Federal Act of 8 November 1934 on Banks and Savings Institutions, the corresponding Ordinance of 30 April 2014 and the Swiss Accounting Rules for Banks, Securities Dealers, Financial Groups and Conglomerates of 27 March 2014 (FINMA Circular 2015/1). The financial statements give a true and fair view of the assets, financial position and results of BCV Group. The interim accounts have been drawn up in accordance with the same rules, principles and structure as the year-end accounts.

The accounting principles for the consolidated financial statements can be found on pages 108 to 114 of the 2015 Annual Report.

Changes to accounting principles

No changes were made to the accounting principles in H1 2016.

Following the introduction of new accounting rules for banks at the end of 2015, H1 2015 figures have been adjusted to facilitate like-for-like comparison.

Factors that affected the Group's financial situation, and extraordinary income

There were no factors that had a significant impact on the Group's financial situation in H1 2016.

Extraordinary income amounted to CHF 1 million in H1 2016, down from CHF 28 million in H1 2015. The H1 2015 figure was pushed up by the proceeds from the sale of the Bank's stake in Swisscanto.

Events taking place after the closing date

As at 17 August 2016, when the writing of this interim report was completed, the Group was not aware of any event liable to have a material influence on the Group's financial statements.

Business sector information

	Retail Banking		Corporate Banking	
Customer business volumes by sector (in CHF millions)	30 / 6 / 16	31 / 12 / 15	30 / 6 / 16	31 / 12 / 15
Loans and advances to customers	120	115	3 802	3 892
Mortgage loans	7 655	7 571	9 014	8 999
Total customer loans	7 774	7 686	12 816	12 891
Customer deposits	7 904	8 401	7 774	8 166
Off-balance-sheet commitments	48	46	2 407	1 991
Assets under management (including double-counted)	9 132	9 022	9 827	10 027
Results by business sector (in CHF millions)	H1 2016	H1 2015	H1 2016	H1 2015
Net interest income before loan impairment charges/reversals	50.1	45.0	99.8	96.3
Loan impairment charges/reversals ¹	-1.6	-1.7	-14.5	-13.1
Net interest income after loan impairment charges/reversals	48.5	43.4	85.4	83.2
Net fee and commission income	26.9	29.4	26.6	26.0
Net trading income	8.8	11.5	4.8	5.2
Other income	2.6	2.8	2.4	2.4
Revenues	86.9	87.1	119.2	116.8
Personnel costs	-24.3	-24.1	-15.8	-15.7
Operating expenses	-23.2	-23.0	-6.2	-6.0
Depreciation, amortization and write-offs	-6.9	-7.2	-1.2	-1.4
Interdivisional billing	-21.1	-22.0	-27.0	-27.0
Other provisions and losses	-0.4	-0.4	-3.0	-2.4
Operating profit	11.1	10.3	66.1	64.4
Extraordinary income and expenses	0.0	0.0	0.0	0.0
Taxes ² and minority interests	-2.4	-2.3	-14.5	-14.2
Net profit	8.6	8.1	51.6	50.2
Indicators	H1 2016	H1 2015	H1 2016	H1 2015
Average shareholders' equity (in CHF millions) ³	203	202	1 201	1 194
ROE ⁴	8.5	8.0	8.6	8.4
Cost/income ratio ⁵	85.3	86.0	37.5	38.5
Average headcount	385	380	184	187

2015 figures were adjusted to facilitate like-for-like comparison.

¹⁾ Expected loan losses are allocated to the business sectors. The difference between new provisioning needs and expected loan losses is booked to the Corporate Center

²⁾ Taxes are calculated per business sector according to the tax rates in effect

³⁾ Equity is allocated to the business sectors at 13%; surplus equity is booked to the Corporate Center

⁴⁾ Equity is allocated at an average of 13%

⁵⁾ Costs used for calculating ratio per sector comprise personnel costs, operating expenses, depreciation, amortization and write-offs, and interdivisional billing

Wealth Management		Trading		Corporate Center		BCV Group	
30 / 6 / 16	31 / 12 / 15	30 / 6 / 16	31 / 12 / 15	30 / 6 / 16	31 / 12 / 15	30 / 6 / 16	31 / 12 / 15
649	653	0	0	124	274	4696	4935
7299	7173	0	0	793	780	24761	24522
7949	7826	0	0	918	1054	29457	29457
12391	11824	0	0	350	486	28419	28877
51	55	10	10	278	250	2794	2353
68050	68251	0	0	437	673	87446	87972
H1 2016	H1 2015	H1 2016	H1 2015	H1 2016	H1 2015	H1 2016	H1 2015
46.8	42.0	1.3	2.5	43.7	61.1	241.8	247.0
-1.6	-1.7	0.0	0	18.6	24.0	0.9	7.4
45.2	40.3	1.3	2.5	62.3	85.1	242.7	254.5
102.2	111.8	-0.1	-0.2	2.1	4.0	157.7	171.0
10.1	12.9	30.9	32.7	12.9	16.5	67.5	78.8
2.1	1.3	0.0	0.0	19.0	15.5	26.2	22.0
159.5	166.3	32.1	35.0	96.3	121.1	494.1	526.3
-55.4	-54.6	-7.1	-6.8	-68.6	-69.1	-171.2	-170.3
-20.5	-21.3	-4.9	-4.7	-32.3	-33.1	-87.0	-88.2
-8.1	-8.3	-0.8	-0.9	-20.0	-20.9	-37.1	-38.7
-26.1	-26.7	-1.6	-1.4	75.7	77.1	0.0	0.0
-0.4	-2.9	-0.7	-0.4	3.6	-21.0	-0.9	-27.0
49.1	52.5	17.0	20.8	54.6	54.0	197.9	202.0
0.6	-0.0	0.0	0.0	0.3	28.0	0.9	28.0
-11.8	-12.2	-3.7	-4.6	-9.5	-17.4	-42.1	-50.6
37.9	40.3	13.3	16.2	45.4	64.6	156.7	179.4
H1 2016	H1 2015	H1 2016	H1 2015	H1 2016	H1 2015	H1 2016	H1 2015
304	300	96	104	1566	1543	3371	3342
249	269	27.6	31.1			9.3	10.7
67.0	64.8	44.8	39.6			59.5	56.9
577	567	57	58	742	745	1945	1937

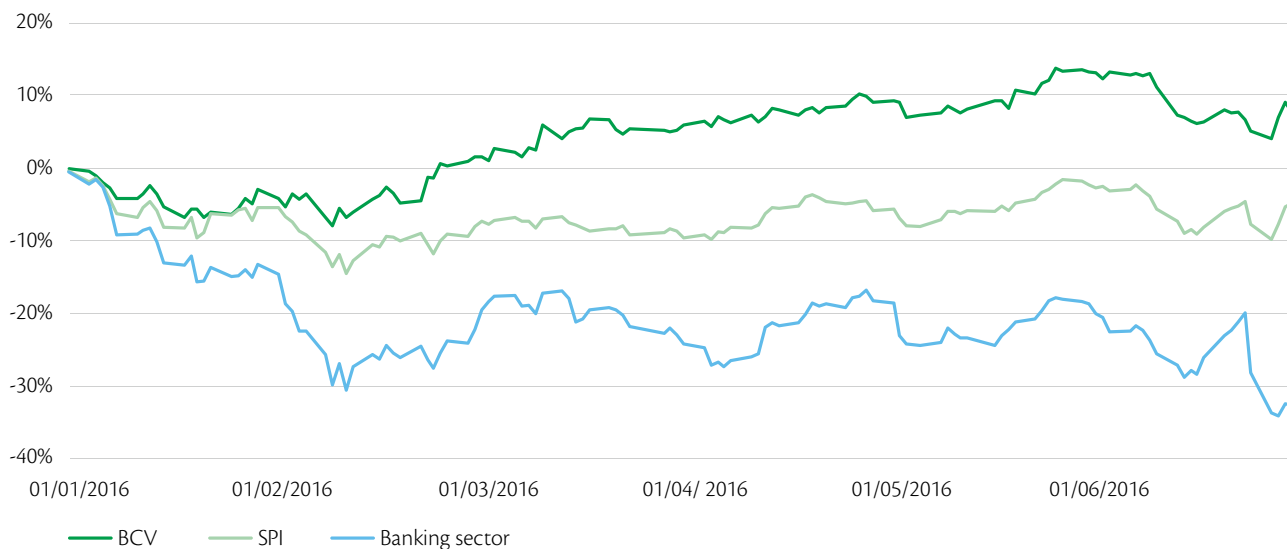
The BCV share

The Brexit referendum weighed heavily on European stock markets in the first half of 2016. Uncertainty grew as the Leave campaign gathered momentum and eventually won, sending the markets lower. The SMI lost 9% in the first six months of 2016, the CAC40 shed 8.6%, the DAX fell 9%, and the STOXX Europe 600 dropped 10.3%. The exact consequences of Brexit are still hard to quantify, but uncertainty will remain high and investors cautious for some time.

The BCV share held up well in the first half, gaining 2.5% despite a dividend payout of CHF 33 per share, resulting in a dividend yield of 5.2%. That puts total shareholder return at 7.7% for H1 2016 – one of the highest in the Swiss banking industry. And with an average daily trading volume of CHF 4.2m, the BCV share's liquidity increased over last year.

Our solid financial position and stable earnings are recognized by both Standard & Poor's and Moody's, with ratings of AA and Aa2, respectively – both with a stable outlook. That makes BCV one of the world's top-rated banks without a government guarantee.

Total shareholder return¹



¹ Stockmarket performance over the period plus dividends and capital distributions

Key figures at 30 June – 5-year overview

Balance sheet¹ (in CHF millions)	31 / 12 / 12	31 / 12 / 13	31 / 12 / 14	31 / 12 / 15	30 / 6 / 16
Total assets	39 483	40 177	41 819	43 418	44 747
Advances to customers	27 829	28 729	29 720	29 457	29 457
Customer deposits	26 544	27 557	28 532	28 877	28 419
Shareholders' equity	3 315	3 322	3 341	3 397	3 270

Assets under management² (in CHF millions)					
Assets under management	79 129	83 850	86 382	87 972	87 446
<i>shares</i>	23 369	24 469	24 547	24 900	24 865
<i>investment funds</i>	18 634	20 831	22 223	22 891	22 575
<i>cash and cash equivalents</i>	17 156	18 120	20 064	21 164	20 769
<i>bonds</i>	15 713	15 207	14 182	13 156	12 977
<i>other</i>	4 257	5 223	5 366	5 861	6 260

Headcount					
Full-time equivalents	1 931	1 987	1 946	1 947	1 928

Income statement¹ (in CHF millions)	2012	2013	2014	2015	2016
Total income	512	498	508	526	494
Operating expenses	266	261	264	259	258
Depreciation and amortization of fixed assets and impairment on equity investments	44	44	41	39	37
Other provisions and losses	1	6	7	27	1
Operating profit	201	186	196	202	198
Net profit	157	151	154	179	157

Ratios³	31 / 12 / 12	31 / 12 / 13	31 / 12 / 14	31 / 12 / 15	30 / 6 / 16
Liquidity Coverage Ratio (LCR)	n/a	n/a	105%	111%	106%
Leverage Ratio	n/a	n/a	6.8%	6.7%	6.5%
Tier 1 capital ratio ⁴	18.4%	17.8%	17.1%	17.6%	16.8%
Total capital ratio ⁴	18.4%	17.9%	17.2%	17.7%	16.9%

Income ratios	2012	2013	2014	2015	2016
Operating profit/average shareholders' equity	12.3%	11.3%	11.8%	12.0%	11.6%
Cost/income ratio ⁵	60.7%	60.8%	60.2%	56.9%	59.5%
Annualized operating profit per employee (in CHF thousands)	202	194	198	209	204
ROE	9.5%	9.1%	9.3%	10.7%	9.3%

Credit ratings	31 / 12 / 12	31 / 12 / 13	31 / 12 / 14	31 / 12 / 15	30 / 6 / 16
Standard & Poor's					
Long term	AA / negative	AA / stable	AA / stable	AA / stable	AA / stable
Short term	A-1+	A-1+	A-1+	A-1+	A-1+
Moody's					
Long term	A1 / stable	A1 / stable	A1 / stable	Aa2 / stable	Aa2 / stable
Short term	Prime-1	Prime-1	Prime-1	Prime-1	Prime-1

¹⁾ As of the 2015 financial year, the financial statements are presented in accordance with the new Swiss accounting rules for banks; the figures for the previous years have been adjusted to facilitate like-for-like comparison

²⁾ 2012 figures for assets under management were adjusted to exclude custody-only assets

³⁾ More detailed information on Group and parent company liquidity and capital ratios can be found in the Basel III Pillar 3 report, which is available at www.bcv.ch and on the BCV Investor Relations iPad app.

⁴⁾ Determined according to the Basel III approach since 1 January 2013

⁵⁾ Excluding goodwill amortization and write-downs

Head Office
Place Saint-François 14
1001 Lausanne
Switzerland

Phone: 0844 228 228
Internet: www.bcv.ch
e-mail: investors@bcv.ch

