

Interim Report

Consolidated financial statements at 30 June 2017



Letter from the Chairman and the CEO

The improvement in the global macro environment since spring 2016 now seems to be well entrenched, although the second half of 2017 looks set to be less vigorous than the first and might be affected by the current geopolitical uncertainties. Worldwide, growth is expected to come in at 3.5% in 2017, up from 3.1% in 2016. Recent data suggest that Swiss GDP growth has picked up compared with the latter half of 2016. The Vaud economy, like Switzerland as a whole, is being lifted by the brighter economic climate in Europe and is now on a firm track. According to the latest estimates from the CREA Institute, Vaud GDP should expand by 1.6% in 2017 and 2.0% in 2018, up from 1.4% in 2016.

At BCV, we posted very solid half-year results even though the interest-rate environment remained unfavorable. Volumes were higher across all of our core businesses. Revenues increased by 1% to CHF 497m, and operating profit came in at CHF 203m, up 3% on the year-earlier period mainly because operating costs and depreciation and amortization were kept well under control. Net profit rose 5% to CHF 164m.

We pressed ahead with our strategic plan to continually enhance customer service and adjust our offering to consumers' evolving needs. Here, digital banking has been a particular focus. As part of this, we teamed up with other major Swiss retail banks to launch TWINT, Switzerland's mobile payment solution.

In February, Jacques de Watteville was appointed Chairman of the Board of Directors; he will take up his position on 1 January 2018. On 1 September 2017, Andreas Diemant will join BCV as the new head of the Corporate Banking Division and member of the Executive Board. He will replace Jean-François Schwarz, who has retired.

At our Annual Meeting on 27 April, shareholders approved all items on the agenda by a very large majority. They accepted the Board of Directors' recommended distribution of CHF 33 per share, which represents a dividend yield of more than 5% based on the share's end-2016 closing price. Since 2008, we have paid out close to CHF 2.9bn to our shareholders.



Pascal Kiener
CEO

Olivier Steimer
Chairman of the Board of Directors

BCV remains financially solid, as reflected in our Standard & Poor's and Moody's credit ratings of AA and Aa2, respectively. Both of these ratings were reaffirmed this year, each with a stable outlook.

We wish to close this letter with our thanks: to our customers for their continued trust and loyalty, to our shareholders for their support, and to all BCV Group employees for their commitment to delivering impeccable service day in and day out.

Olivier Steimer

Pascal Kiener

Business sector review

Retail Banking

Keeping pace with trends in digital banking

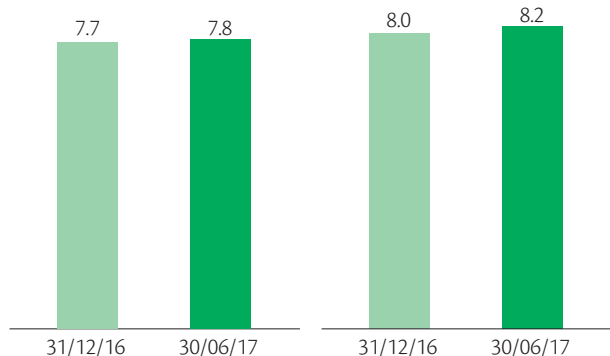
Retail Banking continues to enhance customer service and adjust its offering to customers' evolving needs, particularly by broadening the range of digital options. One such innovation is the TWINT app, which was launched in H1 2017 in conjunction with Switzerland's other major retail banks.

Business volumes expanded further in the first half: the mortgage book grew 1% to CHF 7.8bn, and savings accounts and other deposits were up 2% to CHF 8.2bn.

At CHF 83m, revenues came in 4% lower than the year-earlier figure due to the end of the Bank's online brokerage partnership with PostFinance. Excluding this factor, Retail Banking revenues were up by close to 3%, reflecting a solid business trend. Operating profit was stable at CHF 12m, thanks to ongoing efforts to keep costs under control.

Mortgage loans

In CHF billions, rounded



Customer deposits

In CHF billions, rounded



	H1 2017	H1 2016
Total revenues (CHF millions)	83.5	87.3
Operating profit (CHF millions)	11.9	12.0
Cost/income ratio (excluding goodwill amortization and write-downs)	83%	84%
ROE	8.3%	9.2%
Headcount	361	369

2016 figures were adjusted to facilitate like-for-like comparison

Corporate Banking

Vibrant local economy

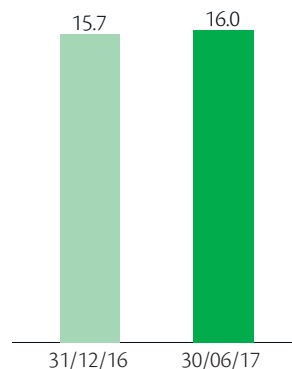
With the Vaud economy continuing to grow at a slightly faster pace than that of Switzerland as a whole, Corporate Banking saw volumes increase across all three market segments in the first half. Total lending and off-balance-sheet commitments rose 2% to CHF 16bn. The wider application of negative interest rates prompted some customers to scale back their deposits at BCV. Corporate Banking deposits as a whole thus contracted 9%.

The SME segment continued to expand, with a 4% rise in deposits as well as in lending and off-balance-sheet commitments. Lending and off-balance-sheet commitments in the Large Corporates segment grew 1%, while deposits fell 26% as a result of the wider application of negative interest rates. In Trade Finance, transaction volumes increased, with average lending and off-balance-sheet commitments up 19%.

Corporate Banking revenues as a whole grew 7% to CHF 131m, and operating profit rose 9% to CHF 75m.

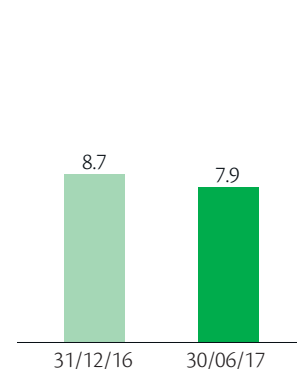
Lending and off-balance-sheet commitments

In CHF billions, rounded



Customer deposits

In CHF billions, rounded



	H1 2017	H1 2016
Total revenues (CHF millions)	131.0	122.1
Operating profit (CHF millions)	75.3	69.0
Cost/income ratio (excluding goodwill amortization and write-downs)	36%	37%
ROE	9.4%	9.0%
Headcount	184	184

2016 figures were adjusted to facilitate like-for-like comparison

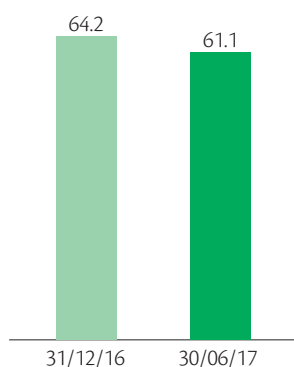
Wealth Management

Pick-up in customer trading

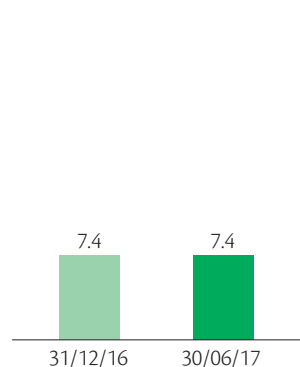
Assets under management fell to CHF 61.1bn in H1 2017 as a result of the transfer of Swisscanto funds. Excluding this change, AuM rose by over 3%. The Wealth Management sector continued to expand its onshore business. Growth in the mortgage book slowed slightly, however, primarily due to an increase in repayments. As announced, the realignment of the Bank's offshore wealth management business on a select group of countries was completed, with virtually no further fund outflows (–CHF 70m).

Wealth Management recorded a 6% rise in revenues to a solid CHF 174m and a 16% increase in operating profit to CHF 62m.

Assets under management
In CHF billions, rounded



Mortgage loans
In CHF billions, rounded



	H1 2017	H1 2016
Total revenues (CHF millions)	174.3	164.5
Operating profit (CHF millions)	62.3	53.5
Cost/income ratio (excluding goodwill amortization and write-downs)	63%	65%
ROE	30.3%	26.7%
Headcount	508	523

2016 figures were adjusted to facilitate like-for-like comparison

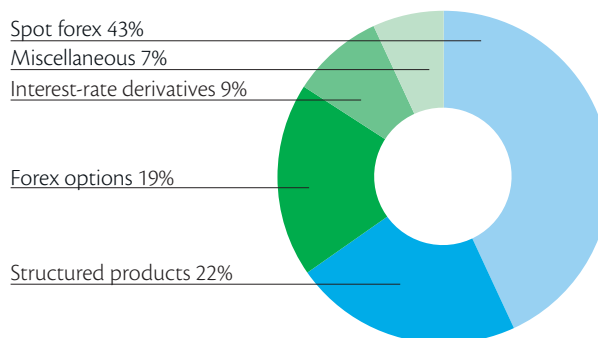
Trading

Sustained business volumes

Exchange rates were broadly stable in the first half. This low volatility, combined with tight spreads, weighed on currency trading, which accounts for 70% of total Trading revenues. Other Trading activities did well in the first half.

Total Trading revenues fell to CHF 30m, down 8% from CHF 32m in H1 2016. Operating profit came in at CHF 14m versus CHF 17m a year earlier (–17%).

Breakdown of trading income by market segment



	H1 2017	H1 2016
Total revenues (CHF millions)	29.7	32.2
Operating profit (CHF millions)	14.3	17.1
Cost/income ratio (excluding goodwill amortization and write-downs)	50%	45%
ROE	25.4%	27.7%
Headcount	58	57

2016 figures were adjusted to facilitate like-for-like comparison

Consolidated financial statements at 30 June 2017

BCV Group H1 2017 operating and net profit up

BCV Group delivered very solid H1 results despite the ongoing negative-interest-rate environment. Revenues edged up 1% to CHF 497m, operating profit grew 3% to CHF 203m, and net profit rose 5% to CHF 164m.*

Top-line growth of 1%

Total revenues were up 1% year on year to CHF 497m. Net interest income before loan impairment charges/reversals increased 4% to CHF 251m, and net interest income grew 2% to CHF 247m. Fee and commission income held fairly steady, amounting to CHF 158m. Net trading income remained high at CHF 69m (+2%). Other ordinary income totaled CHF 22m (–15%).

Operating profit up 3%

Operating expenses were unchanged at CHF 257m. Personnel costs and other operating expenses were flat year on year, at CHF 171m and CHF 87m respectively. Depreciation and amortization decreased 4% to CHF 36m. Operating profit was up 3% to CHF 203m.

Net profit up 5%

The Group's extraordinary income and tax expense were broadly stable compared with the prior year, with extraordinary income up CHF 1m and tax expense down CHF 1m to CHF 41 million. The 5% rise in net profit to CHF 164m was driven by the improvement in operating earnings.

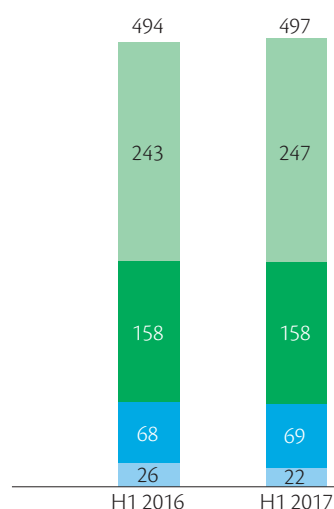
Balance sheet expands 2%

Total assets expanded 2% to CHF 45.1bn. Cash and cash equivalents, which mainly comprise SNB sight deposits, totaled CHF 7.6bn (+1%). Mortgage lending rose 1%, or CHF 269m, to CHF 25.3bn. Other loans increased 3% to CHF 4.9bn. On the liabilities side, customer savings and investment accounts grew 1%, or CHF 232m, to CHF 29.5bn.

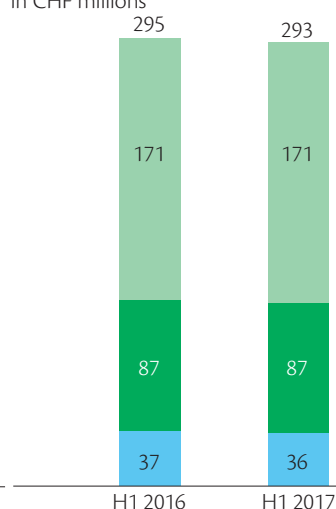
AuM down 4%

The Group's assets under management decreased 4% to CHF 82.0bn, mainly due to the ongoing transfer of Swisscanto funds. Net new money amounted to CHF 59m. Strong growth in private-client and SME assets (+CHF 1.2bn) offset the outflow of funds from Large Corporate and institutional clients (–CHF 1.1bn) resulting from the negative-interest-rate environment.

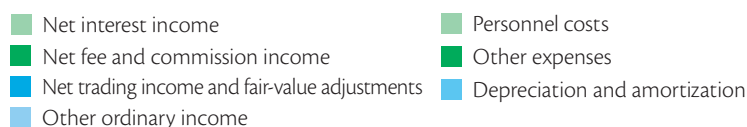
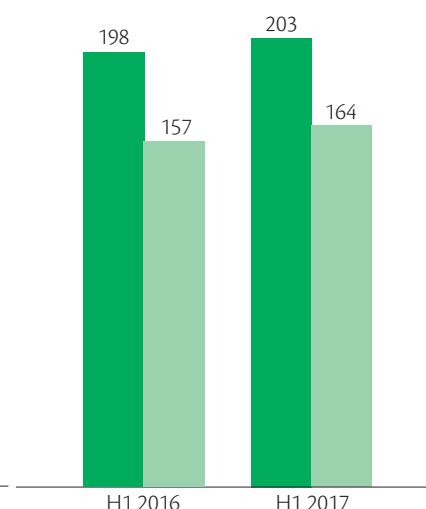
Revenues
in CHF millions



Operating expenses, depreciation
and amortization
in CHF millions



Operating and net profit
in CHF millions



CHF 284m paid out to shareholders

In accordance with its distribution policy, BCV returned CHF 33 per share to its shareholders in May, for a total payout of CHF 284m. This payout is unchanged from the prior year and represents a total dividend yield of over 5% based on BCV's end-2016 closing share price.

Solid financial position

The Bank's total capital ratio was 16.5% and shareholders' equity amounted to CHF 3.3bn, attesting to BCV's financial solidity. In June, rating agency Moody's reaffirmed the Aa2 rating (with a stable outlook) assigned to BCV in 2015.

Changes in the Executive Board and Board of Directors

New Chairman of the Board of Directors

The Vaud Cantonal Government appointed Jacques de Watteville as the new Chairman of BCV's Board of Directors. He will succeed Olivier Steimer, who has chaired the Board since 2002 and who will remain Chairman until 31 December 2017. Mr. de Watteville served as Switzerland's chief negotiator with the European Union from 2015 until early 2017 and as State Secretary for International Financial Matters in the Federal Department of Finance between 2013 and 2016. He will take up his position on 1 January 2018.

New head of the Corporate Banking Division

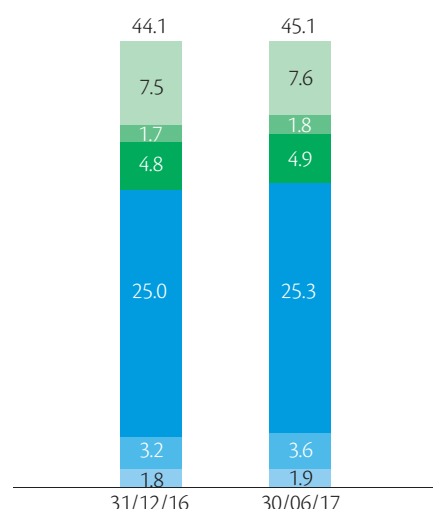
BCV's Board of Directors appointed Andreas Diemant to the Bank's Executive Board as head of the Corporate Banking Division. Mr. Diemant, who has worked at UBS as head of the Swiss institutional clients unit and member of the management board for corporate and institutional clients, will join BCV on 1 September 2017. He will replace Jean-François Schwarz, who had been in charge of corporate banking at BCV since 2003 and who retired on 30 June.

Outlook

Barring a significant deterioration in the financial markets and/or the overall economic situation, FY 2017 results are expected to be in line with those recorded in the first half.

**Unaudited figures*

Assets
in CHF billions



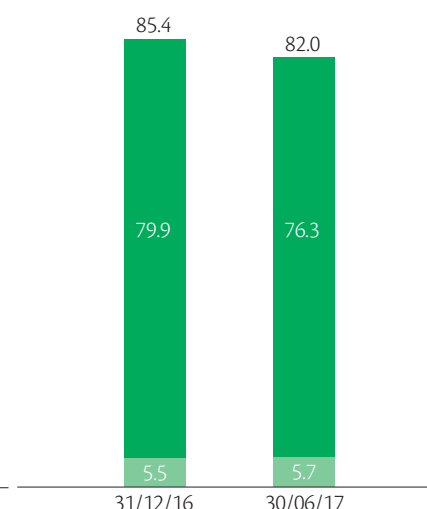
- Cash and cash equivalents
- Due from banks
- Loans and advances to customers
- Mortgage loans
- Financial investments
- Miscellaneous assets

Liabilities and shareholders' equity
in CHF billions



- Due to banks
- Customer deposits
- Long-term borrowings
- Miscellaneous liabilities
- Shareholders' equity

Assets under management
in CHF billions



- Parent company, Gérifonds, GEP
- Piquet Galland & Cie SA

BCV Group

Consolidated balance sheet (unaudited)

(in CHF millions)	30 / 6 / 17	31 / 12 / 16	Change absolute	Change as %
Cash and cash equivalents	7 556	7 496	60	1
Due from banks	1 478	1 373	105	8
Reverse repurchase agreements	319	306	13	4
Loans and advances to customers	4 942	4 812	130	3
Mortgage loans	25 306	25 037	269	1
Trading portfolio assets	214	153	61	40
Positive mark-to-market values of derivative financial instruments	247	281	-34	-12
Other financial assets at fair value	609	630	-21	-3
Financial investments	3 618	3 234	384	12
Accrued income and prepaid expenses	71	107	-35	-33
Non-consolidated holdings	70	70	-0	-0
Tangible fixed assets	502	517	-16	-3
Intangible assets	14	16	-2	-11
Other assets	133	54	79	148
Assets	45 079	44 085	993	2
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	1 332	1 070	262	25
Repurchase agreements	2 378	1 791	587	33
Customer deposits	29 477	29 245	232	1
Trading portfolio liabilities	2	0	2	n/a
Negative mark-to-market values of derivative financial instruments	198	244	-46	-19
Other financial liabilities at fair value	810	771	39	5
Medium-term notes	18	21	-4	-17
Bonds and mortgage-backed bonds	7 250	7 267	-16	-0
Accrued expenses and deferred income	162	184	-21	-12
Other liabilities	135	56	79	140
Provisions	16	16	-0	-3
Liabilities	41 779	40 666	1 113	3
Reserves for general banking risks	701	701	0	0
Share capital	86	86	0	0
Capital reserve	121	207	-86	-41
Retained earnings	2 249	2 137	112	5
Currency translation reserve	-2	-2	0	-2
Treasury shares	-20	-19	-0	2
Minority interests in equity	0	0	-0	0
Net profit for reporting period	164		164	
Net profit for 2016		310	-310	
<i>of which minority interests</i>	0	0	-0	0
Shareholders' equity	3 299	3 420	-120	-4
Total liabilities and shareholders' equity	45 079	44 085	993	2
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 / 17	31 / 12 / 16	Change absolute	Change as %
(in CHF millions)				
Contingent liabilities	1 414	1 573	-160	-10
Irrevocable commitments	1 437	1 261	175	14
Commitments relating to calls on shares and other equity securities	178	178	-0	-0
Confirmed credits	13	77	-63	-83

BCV Group

Consolidated income statement (unaudited)

(in CHF millions)	2017 H1	2016 H1	Change absolute	Change as %
Interest and discount income	291.5	302.1	-10.6	-4
Interest and dividend income from financial investments	18.7	21.9	-3.2	-15
Interest expense	-59.1	-82.2	-23.1	-28
Net interest income before loan impairment charges/reversals	251.1	241.8	9.3	4
Loan impairment charges/reversals	-4.0	0.9	-4.9	n/a
Net interest income after loan impairment charges/reversals (NII)	247.1	242.7	4.4	2
Fees and commissions on securities and investment transactions	122.9	122.1	0.8	1
Fees and commissions on lending operations	24.0	22.8	1.2	5
Fees and commissions on other services	35.4	37.7	-2.4	-6
Fee and commission expense	-23.8	-24.9	-1.1	-4
Net fee and commission income	158.5	157.7	0.8	0
Net trading income and fair-value adjustments	69.0	67.5	1.5	2
Gains/losses on disposals of financial investments	1.0	3.6	-2.6	-72
Income from equity investments	5.7	5.1	0.6	11
<i>of which other non-consolidated holdings</i>	5.7	5.1	0.6	11
Real-estate income	5.4	5.4	0.1	1
Miscellaneous ordinary income	10.4	12.3	-1.9	-16
Miscellaneous ordinary expenses	-0.3	-0.2	0.2	104
Other ordinary income	22.2	26.2	-4.0	-15
Total income from ordinary banking operations	496.7	494.1	2.6	1
Personnel costs	-170.9	-171.2	-0.3	-0
Other operating expenses	-86.5	-87.0	-0.4	-0
Operating expenses	-257.5	-258.2	-0.7	-0
Depreciation and amortization of fixed assets and impairment on equity investments	-35.6	-37.1	-1.4	-4
Other provisions and losses	-0.2	-0.9	-0.7	-81
Operating profit	203.5	197.9	5.5	3
Extraordinary income	1.4	0.9	0.5	59
Extraordinary expenses	-0.0	-0.0	-0.0	0
Taxes	-41.0	-42.1	-1.0	-2
Net profit	163.8	156.7	7.1	5
Minority interests	-0.0	-0.0	0.0	0
Net profit attributable to BCV shareholders	163.8	156.7	7.1	5

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 period	Total equity
(in CHF millions)									
Status at 31 December 2016	86	207	2 137	701	- 2	- 19	0	310	3 420
2016 dividend								- 198	- 198
Special dividend		- 86							- 86
Retained earnings			112					- 112	0
Purchases of treasury shares (at cost)						- 26			- 26
Disposals of treasury shares (at cost)						26			26
Gain on disposals of treasury shares and dividends		0							0
Currency translation differences					0				0
Changes in scope and/or minority interests			- 0				- 0		- 0
Net profit for reporting period								164	164
Status at 30 June 2017	86	121	2 249	701	- 2	- 20	0	164	3 299

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 2017, in addition to the parent company, BCV Group comprised the private bank Pignatelli 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-2016.

Basis of preparation of consolidated financial statements

BCV Group's consolidated financial statements 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 2016 Annual Report.

Changes to accounting principles

No changes were made to the accounting principles in H1 2017.

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 2017.

No extraordinary income of a material amount was recorded in H1 2017.

Events taking place after the closing date

As at 16 August 2017, when 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 / 17	31 / 12 / 16	30 / 6 / 17	31 / 12 / 16
Loans and advances to customers	114	114	4027	3967
Mortgage loans	7771	7733	9328	9115
Total customer loans	7885	7847	13355	13082
Customer deposits	8159	7998	7907	8697
Off-balance-sheet commitments	59	56	2671	2663
Assets under management (including double-counted)	9555	9274	11006	11506
Results by business sector (in CHF millions)	H1 2017	H1 2016	H1 2017	H1 2016
Net interest income before loan impairment charges/reversals	53.3	50.7	110.6	102.7
Loan impairment charges/reversals ¹	-1.7	-1.6	-15.1	-14.5
Net interest income after loan impairment charges/reversals	51.5	49.1	95.5	88.3
Net fee and commission income	22.8	26.8	28.1	26.6
Net trading income	8.5	8.8	5.1	4.8
Other income	0.7	2.6	2.3	2.4
Revenues	83.5	87.3	131.0	122.1
Personnel costs	-22.4	-23.2	-15.7	-15.8
Operating expenses	-22.8	-23.0	-5.9	-6.2
Depreciation, amortization and write-offs	-6.8	-6.8	-1.0	-1.2
Interdivisional billing	-19.1	-22.0	-29.5	-27.0
Other provisions and losses	-0.5	-0.4	-3.7	-3.0
Operating profit	11.9	12.0	75.3	69.0
Extraordinary income and expenses	0.0	0.0	0.0	0.0
Taxes ² and minority interests	-2.5	-2.6	-15.8	-15.2
Net profit	9.4	9.4	59.5	53.8
Indicators	H1 2017	H1 2016	H1 2017	H1 2016
Average shareholders' equity (in CHF millions) ³	228	203	1267	1201
ROE	8.3	9.2	9.4	9.0
Cost/income ratio ⁴	83.4	84.3	35.6	36.7
Average headcount	361	369	184	184

2016 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⁾ Costs used for calculating the cost/income ratio per sector comprise personnel costs, operating expenses, depreciation, amortization and write-offs, and interdivisional billing. Income comprises income before loan impairment charges

Wealth Management		Trading		Corporate Center		BCV Group	
30 / 6 / 17	31 / 12 / 16	30 / 6 / 17	31 / 12 / 16	30 / 6 / 17	31 / 12 / 16	30 / 6 / 17	31 / 12 / 16
657	636	0	0	143	94	4942	4812
7427	7432	0	0	781	757	25306	25037
8084	8068	0	0	923	851	30247	29849
13149	12186	2	3	261	361	29477	29245
59	55	11	11	242	304	3041	3089
61082	64246	0	0	363	357	82006	85382
H1 2017	H1 2016	H1 2017	H1 2016	H1 2017	H1 2016	H1 2017	H1 2016
56.7	51.6	0.9	1.4	29.5	35.4	251.1	241.8
-1.6	-1.6	0.0	0.0	14.5	18.6	-4.0	0.9
55.1	50.0	0.9	1.4	44.0	53.9	247.1	242.7
107.4	102.3	-0.6	-0.1	0.7	2.1	158.5	157.7
10.3	10.1	29.3	30.9	15.7	12.9	69.0	67.5
1.5	2.1	0.0	0.0	17.7	19.0	22.2	26.2
174.3	164.5	29.7	32.2	78.2	88.0	496.7	494.1
-51.3	-51.4	-7.0	-7.1	-74.5	-73.8	-170.9	-171.2
-19.2	-19.0	-5.1	-4.9	-33.5	-33.9	-86.5	-87.0
-7.0	-7.5	-0.8	-0.8	-20.1	-20.7	-35.6	-37.1
-34.3	-32.7	-1.8	-1.6	84.7	83.2	0.0	0.0
-0.3	-0.4	-0.6	-0.7	5.0	3.6	-0.2	-0.9
62.3	53.5	14.3	17.1	39.7	46.4	203.5	197.9
0.0	0.0	0.0	0.0	1.4	0.8	1.4	0.9
-13.5	-12.9	-3.0	-3.8	-6.2	-7.5	-41.0	-42.1
48.8	40.6	11.3	13.3	34.8	39.7	163.8	156.7
H1 2017	H1 2016	H1 2017	H1 2016	H1 2017	H1 2016	H1 2017	H1 2016
323	304	89	96	1500	1567	3407	3370
30.3	26.7	25.4	27.7	0	0	9.6	9.3
62.6	65.4	49.8	44.7	0	0	58.2	59.5
508	523	58	57	811	812	1921	1944

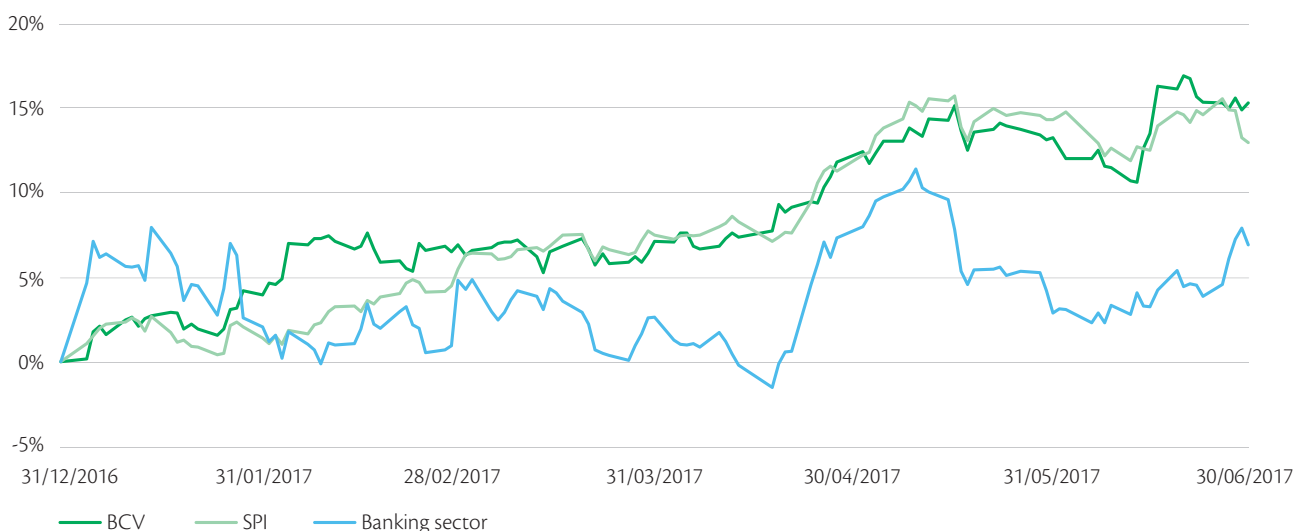
The BCV share

Stock markets rallied in the first half of 2017 as the global economy picked up steam. The outcome of the French presidential election helped reassure investors, and all the region's main stock markets posted gains: the CAC40 rose 5.31%; the DAX climbed 7.35%; the SMI increased 8.36%; and the broader STOXX Europe 600 added 4.97%. The US economy also remained relatively strong with a buoyant job market. Against this backdrop, the Dow Jones climbed 8.03%, the S&P 500 rose 8.24%, and the Nasdaq Composite gained 16.11%. Stock markets in the emerging world moved higher as well, with the MSCI Emerging Markets index adding 17.22%.

The BCV share also performed very well in H1 2017, rising from CHF 645.00 at end-2016 to CHF 710.50 at end-June 2017, for a gain of more than 10%. At the same time, the Bank paid a dividend of CHF 33 per share, putting the total shareholder return – which includes the dividend payout and share price appreciation – at 15.3% for H1 2017.

BCV remains financially solid, as reflected in the Bank's Standard & Poor's and Moody's ratings of AA and Aa2, respectively. Both ratings were reaffirmed this year with a stable outlook, making BCV one of the world's top-rated banks.

Total shareholder return¹



¹ Stockmarket performance over the period plus dividends and capital distributions

Key figures at 30 June – 5-year overview

Balance sheet ¹ (in CHF millions)	31 / 12 / 13	31 / 12 / 14	31 / 12 / 15	31 / 12 / 16	30 / 6 / 17
Total assets	40 177	41 819	43 418	44 085	45 079
Advances to customers	28 729	29 720	29 457	29 849	30 247
Customer deposits	27 557	28 532	28 877	29 245	29 477
Shareholders' equity	3 322	3 341	3 397	3 420	3 299

Assets under management (in CHF millions)					
Assets under management	83 850	86 382	87 972	85 382	82 006
<i>cash and cash equivalents</i>	24 469	24 547	24 900	26 009	26 116
<i>investment funds</i>	18 120	20 064	21 164	19 812	20 591
<i>shares</i>	20 831	22 223	22 891	21 588	18 867
<i>bonds</i>	15 207	14 182	13 156	11 029	9 599
<i>other</i>	5 223	5 366	5 861	6 945	6 834

Headcount					
Full-time equivalents	1 987	1 946	1 947	1 943	1 917

Income statement ¹ (in CHF millions)	2013	2014	2015	2016	2017
Total income	498	508	526	494	497
Operating expenses	261	264	259	258	257
Depreciation and amortization of fixed assets and impairment on equity investments	44	41	39	37	36
Other provisions and losses	6	7	27	1	0
Operating profit	186	196	202	198	203
Net profit	151	154	179	157	164

Ratios ²	31 / 12 / 13	31 / 12 / 14	31 / 12 / 15	31 / 12 / 16	30 / 6 / 17
Liquidity Coverage Ratio (LCR)	n/a	105%	111%	113%	107%
Leverage Ratio	n/a	6.8%	6.7%	6.6%	6.5%
Tier 1 capital ratio	17.8%	17.1%	17.6%	16.8%	16.4%
Total capital ratio	17.9%	17.2%	17.7%	16.9%	16.5%

Income ratios ¹	2013	2014	2015	2016	2017
Operating profit/average shareholders' equity	11.3%	11.8%	12.0%	11.6%	11.9%
Cost/income ratio ³	60.8%	60.2%	56.9%	59.5%	58.2%
Annualized operating profit per employee (in CHF thousands)	194	198	209	204	212
ROE	9.1%	9.3%	10.7%	9.3%	9.6%

Credit ratings	31 / 12 / 13	31 / 12 / 14	31 / 12 / 15	31 / 12 / 16	30 / 6 / 17
Standard & Poor's					
Long term	AA / stable	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	Aa2 / 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⁾ 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.

³⁾ Excluding goodwill amortization and write-downs



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