

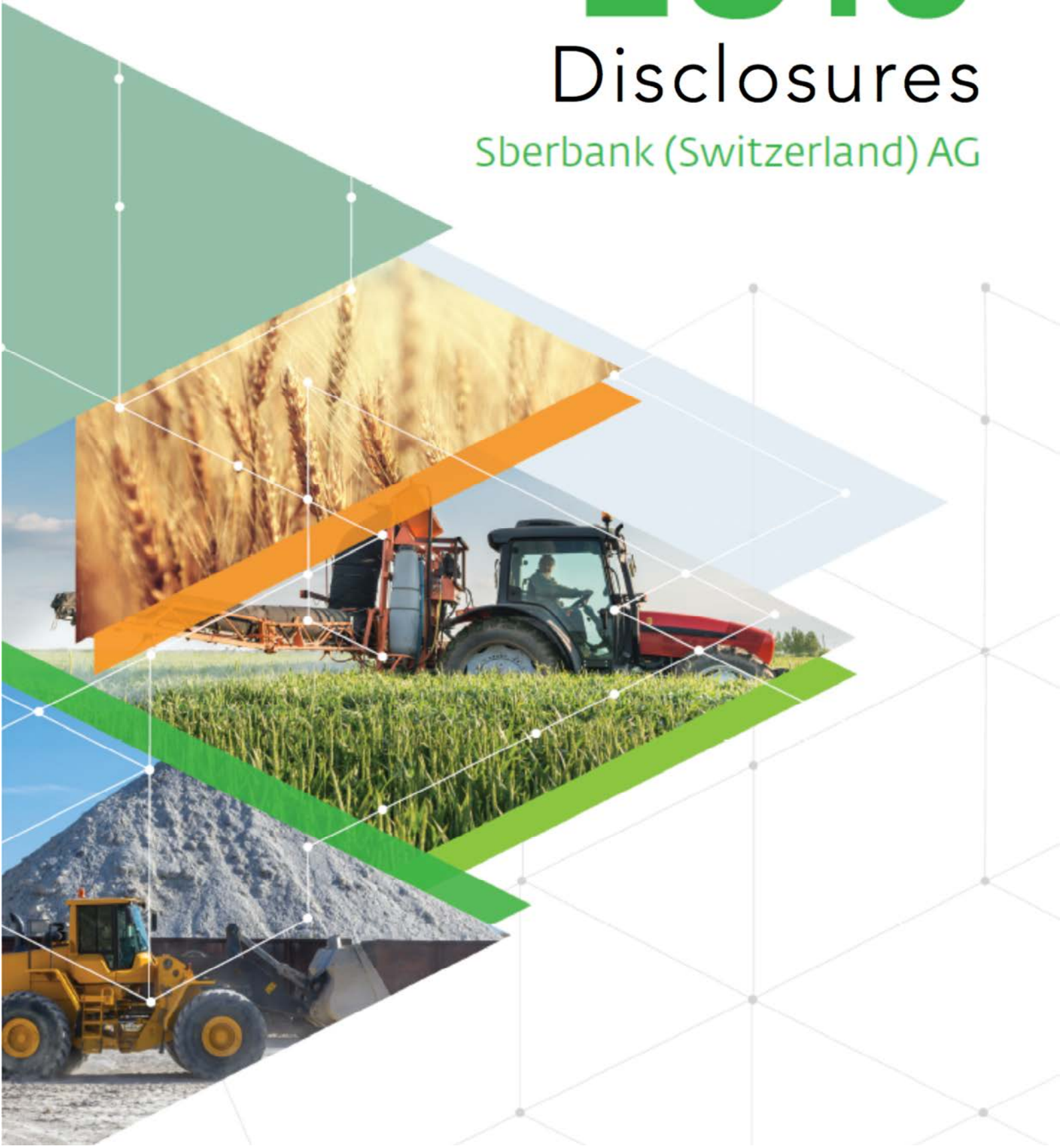


SBERBANK

2016

Disclosures

Sberbank (Switzerland) AG



Information about the calculation of own funds

In respect of the qualitative information to be provided according to the FINMA circular 2008/22 (Capital Adequacy Disclosure – Banks) and FINMA circular 2016/1 (Disclosure – Banks), the reader should refer to the management report section of these financial statements where risk management activities have been described.

For the calculation of the required capital for credit risk the Bank uses the standard approach-BIZ. The required capital for market risk has been quantified using the standard approach, and for operational risk using the basic indicator approach.

1. Composition of eligible capital

	31.12.2016		31.12.2015	
	CHF 1'000	CHF 1'000	CHF 1'000	CHF 1'000
Total core capital (after taking account of own positions, which are to be deducted)		184'281		183'786
<i>of which attributable to minority shareholders</i>	<u>1'327</u>		<u>1'323</u>	
less: regulatory deduction		0		0
less: other items that are to be deducted from core capital		0		0
= eligible core capital		184'281		183'786
add: supplementary capital and additional capital		77'654		77'654
less: other deductions from supplementary capital, from additional capital and from the total capital		0		0
Total eligible capital		261'935		261'440

2. Composition of required capital

	Methodology Applied	Required Capital 31.12.2016		Required Capital 31.12.2015	
		CHF 1'000	CHF 1'000	CHF 1'000	CHF 1'000
Credit risk	SA-BIZ		63'129		38'892
- of which exchange risk relating to the equity / debt positions in the banking book		<u>0</u>		<u>0</u>	
Non counterparty risk			538		490
Credit value adjustments and settlement risk	Standard Approach		3'595		2'857
Market risk	Standard Approach (2015) / De-minimis Approach (2014)		10'564		1'471
- of which on interest instruments (general and specific market risk)		<u>3'595</u>		<u>534</u>	
- of which on equity positions		<u>0</u>		<u>0</u>	
- of which on foreign exchange and precious metal positions		<u>3'931</u>		<u>472</u>	
- of which on commodity positions		3'039		465	
Operational risk	Basic Indicator Approach		2'268		2'268
Required capital excluding buffer [8.0%]			80'093		45'978
Risk weighted assets (RWA)			1'001'167		574'719

3. Capital ratios

		31.12.2016	31.12.2015
		CHF 1'000	CHF 1'000
CET 1 Quota		18.36%	32.0%
Tier 1 Quota		18.36%	32.0%
Capital Adequacy Ratio (CAR)		26.05%	45.50%
	% of Risk Weighted Assets (RWA)	CHF 1'000	CHF 1'000
Total required capital including buffer	[10.5%]	70'082	60'344
Specific additional CET 1 buffer	[3.5%]	20'115	20'115
Total required capital	[14.0% for 2015 and 10.5% for 2014]	90'197	80'459
Leverage ratio		9.2%	17.4%

4. Credit risk/distribution by contractor or industry

	Banks	Public Bodies	Enterprises	Equity	Other Exposures	Total
	CHF 1'000	CHF 1'000	CHF 1'000	CHF 1'000	CHF 1'000	CHF 1'000
Balance sheet / amounts due:						
from banks	177'177	0	0	0	0	177'177
from customers	0	0	604'318	0	0	604'318
trading portfolio assets	10'737	0	0	0	0	10'737
positive replacement values	60'916	0	14'067	0	0	74'983
financial investments	0	0	56'784	2	0	56'786
accrued income and prepaid expenses / other	0	0	0	0	8'859	8'859
Total - current year	248'830	0	675'169	2	8'859	932'860
Total - previous year	122'210	0	519'626	2	4'716	646'554
Off balance sheet (credit equivalents):						
Contingent liabilities						
Irrevocable facilities granted	13'064	0	63'169	0	0	76'233
Total - current year	0	100	0	0	0	100
Total - previous year	13'064	100	63'169	0	0	76'333

5. Credit risk/type of collateral

Loan business (at reporting date)	Covered by recognised financial collateral	Covered by guarantees	Without collateral	Total
	CHF 1'000	CHF 1'000	CHF 1'000	CHF 1'000
Balance sheet / amounts due:				
from banks	0	0	177'177	177'177
from customers	83'120	0	521'198	604'318
trading portfolio assets	0	0	10'737	10'737
positive replacement values	56'075	0	18'908	74'983
financial investments	0	0	56'786	56'786
accrued income and prepaid expenses / other assets	0	0	8'859	8'859
Total - current year	139'195	0	793'665	932'860
Total - previous year	196'981	0	449'473	646'454
Off balance sheet (credit equivalents):				
Contingent liabilities	0	0	76'233	76'233
Irrevocable facilities granted	0	0	100	100
Total - current year	0	0	76'333	76'333
Total - previous year	360	0	46'547	46'907

6. Segmentation of the credit risk

Loan business / risk weighted credit risk (at reporting date)	Regulatory risk weights					Total
	0%	20%	50%	100%	150%	
	CHF 1'000	CHF 1'000	CHF 1'000	CHF 1'000	CHF 1'000	CHF 1'000
Balance sheet / amounts due:						
from banks	1	63'068	54'978	54'891	4'239	177'177
from customers	80'740	0	0	510'095	13'483	604'318
trading portfolio assets	0	0	0	10'737	0	10'737
positive replacement values	0	0	0	74'983	0	74'983
financial investments	0	0	0	56'786	0	56'786
accrued income and prepaid	0	0	0	8'859	0	8'859
Total - current year	80'741	63'068	54'978	716'352	17'722	932'860
Total - previous year	197'589	34'191	2'802	404'281	7'591	646'454
Off balance sheet (credit						
Contingent liabilities	0	0	0	76'233	0	76'233
Irrevocable facilities granted	0	100	0	0	0	100
Total - current year	0	100	0	76'233	0	76'333
Total - previous year	360	133	0	46'414	0	46'907

7. Geographical credit risk

Loan business (at reporting date)	Switzerland	Europe	North	Asia	Other	Total
	CHF 1'000	incl. Russia CHF 1'000	America CHF 1'000	CHF 1'000	CHF 1'000	CHF 1'000
Balance sheet / amounts due:						
from banks	47'495	114'205	15'290	188	0	177'177
from customers	201'771	195'813	39'207	167'303	224	604'318
trading portfolio assets	0	10'737	0	0	0	10'737
positive replacement values	2'254		72'726	3	0	74'983
financial investments	0	56'786	0	0	0	56'786
accrued income and prepaid expenses /	7'044	1'559	254	3	0	8'859
Total - current year	258'564	379'100	127'476	167'496	224	932'860
Total - previous year	158'028	344'947	82'994	58'153	2'332	646'454
Off balance sheet (credit equivalents):						
Contingent liabilities	1'420	65'009	0	0	9'804	76'233
Irrevocable facilities granted	100	3	0	0	0	103
Total - current year	1'520	65'012	0	0	9'804	76'336
Total - previous year	21'315	25'159	0	433	0	46'907

8. Liquidity Coverage Ratio

Liquidity Coverage Ratio	Average	Average	Average	Average	Average
	Q1	Q2	Q3	Q4	2015
Total High Quality Liquid Assets (HQLA) in 1,000 CHF	266'865	329'421	1'067'002	925'863	647'288
Total Net Cash Outflow in 1,000 CHF	233'895	282'698	788'215	741'314	511'531
Liquidity Coverage Ratio (LCR)	114.10%	116.53%	135.37%	124.89%	122.72%

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