

Julius Bär

BANK JULIUS BAER & CO. LTD.
Hong Kong Branch
Key Financial Information Disclosure Statement
As at 30 June 2021

Bank Julius Baer & Co. Ltd.

Hong Kong branch

39/F, One International Finance Centre, 1 Harbour View Street, Central, Hong Kong

T +852 2899 4788, F +852 2899 4789

www.juliusbaer.com/asia

Incorporated in Switzerland with limited liability

Julius Bär

BANK JULIUS BAER & CO. LTD.
Hong Kong Branch

We enclose herewith the Interim Disclosure Statements for the half-year ended June 30, 2021, which are prepared under the Banking (Disclosure) Rules made pursuant to Section 60A of the Banking Ordinance.



David Shick
Chief Executive

28 SEP 2021

Julius Bär

BANK JULIUS BAER & CO. LTD.
Hong Kong Branch
Key Financial Information Disclosure Statement
As at 30 June 2021

Contents	Pages
Profit and loss account	1
Balance sheet	2
Notes to the financial statements	3 - 9
Off balance sheet	10
Liquidity information	11
Group consolidated financial information	12

A copy of the Disclosure Statement has been lodged with the Hong Kong Monetary Authority's Public Registry and is available on the website <https://www.juliusbaer.com/en/legal/hong-kong-sar/hong-kong-regulatory-disclosure/>, for public inspection.

Julius Bär

BANK JULIUS BAER & CO. LTD.
Hong Kong Branch
Profit & Loss Account
For The Half-Year ended 30 June 2021

		30 Jun 2021	30 Jun 2020
	Notes	HK'000	HK'000
Interest income		320,695	418,636
Interest expense		(35,452)	(202,760)
Net interest income		<u>285,243</u>	<u>215,876</u>
Other operating income	1	<u>1,356,036</u>	<u>1,125,843</u>
Total operating income		1,641,279	1,341,719
Total operating expenses	2	(945,243)	(935,095)
Impairment losses and provisions for impaired loans and receivables		<u>1,025</u>	<u>1,399</u>
Profit before taxation		697,061	408,023
Income tax expense		(114,850)	(67,159)
Profit after taxation		<u><u>582,211</u></u>	<u><u>340,864</u></u>

Julius Bär

BANK JULIUS BAER & CO. LTD.
Hong Kong Branch
Balance Sheet
As at 30 June 2021

		30 Jun 2021	31 Dec 2020
	Notes	HK'000	HK'000
Assets			
Cash and balances with banks (residual contractual maturity of less than or equal to one month)	4	979,058	1,415,605
Balances with central banks		174,655	92,941
Balances with banks (residual contractual maturity of more than one month but not more than twelve months)		-	-
Amount due from overseas offices		16,971,283	17,716,991
Certificate of deposit held		775,470	1,158,805
Loans and advances to customers	7	49,126,364	47,460,346
Investment securities		15,474,677	16,565,733
Property, plant and equipment		263,042	334,202
Goodwill and other intangible assets		710,267	764,727
Other assets	5	4,822,578	4,876,408
Total assets		89,297,394	90,385,758
Equity and Liabilities			
Deposits from customers	6	60,183,506	60,459,670
Amount due to overseas offices		22,342,331	22,343,959
Deposits and balances from banks (except those included in amount due to overseas offices)		374,239	408,186
Other liabilities		5,234,636	5,718,995
Reserves		1,162,682	1,454,948
Total liabilities		89,297,394	90,385,758

Julius Bär

BANK JULIUS BAER & CO. LTD. Hong Kong Branch Notes to the Financial Statements

		30 Jun 2021	30 Jun 2020
	Notes	HK'000	HK'000
1. Other operating income			
Gains less losses arising from trading in foreign currencies		133,312	209,091
Gains less losses on securities held for trading purposes		161,708	210,254
Gains less losses from other trading activities		204,124	111,336
Net fees and commission income	3	852,808	592,663
Others		4,084	2,499
		<u>1,356,036</u>	<u>1,125,843</u>
2. Total operating expenses			
Staff expenses		(614,080)	(608,145)
Rental expenses		(63,001)	(62,884)
Other expenses		(268,162)	(264,066)
		<u>(945,243)</u>	<u>(935,095)</u>
3. Net fees and commission income			
Fees and commission income		1,022,436	744,958
Less: Fees and commission expenses		(169,628)	(152,295)
		<u>852,808</u>	<u>592,663</u>
		30 Jun 2021	31 Dec 2020
	Notes	HK'000	HK'000
4. Cash and balances with banks (residual contractual maturity of less than or equal to one month)			
Cash in hand		-	-
Balances with banks		979,058	1,415,605
		<u>979,058</u>	<u>1,415,605</u>
5. Other assets			
Accrued interest receivable		60,571	58,574
Derivative instruments		3,520,692	3,847,813
Other accounts		1,241,315	970,021
		<u>4,822,578</u>	<u>4,876,408</u>
6. Deposits from customers			
Demand deposits and current accounts		47,154,022	46,496,730
Savings deposits		1,050,698	632,422
Time, call and notice deposits		11,978,786	13,330,518
		<u>60,183,506</u>	<u>60,459,670</u>

Julius Bär

BANK JULIUS BAER & CO. LTD.
Hong Kong Branch
 Notes to the Financial Statements

	30 Jun 2021	31 Dec 2020
	HK'000	HK'000
7. Analysis of gross amount of loans and advances to customers		
a. Breakdown by economic sectors		
Loans and advances for use in Hong Kong		
Industrial, commercial and financial		
Property investment	54,065	56,859
Financial concerns	711,872	628,384
Wholesale and retail trade	31,401	-
Others	-	148
Individuals		
Loans for the purchase of other residential properties	20,375	20,246
Other investment purposes	12,531,757	12,394,480
	<u>13,349,470</u>	<u>13,100,117</u>
Loans and advances for use outside Hong Kong	35,777,153	34,361,398
Less: Impairment allowances for impaired loans and receivables		
ECL	(259)	(1,169)
	<u><u>49,126,364</u></u>	<u><u>47,460,346</u></u>
b. Breakdown by secured and unsecured		
Fully secured	49,125,827	47,459,987
Unsecured (Note)	537	359
	<u><u>49,126,364</u></u>	<u><u>47,460,346</u></u>
c. Breakdown by location of counterparties		
Countries or geographical areas constituting 10% or more of the aggregate amount of loans and advances are disclosed.		
Asia Pacific	21,776,433	20,317,971
of which Hong Kong	13,341,370	13,091,477
Africa	3,314,627	3,279,784
North and Latin America	8,601	8,572
Caribbean	23,514,449	23,163,750
of which British Virgin Islands	20,801,535	19,418,337
Europe	511,224	685,525
Middle East	1,289	5,913
	<u><u>49,126,623</u></u>	<u><u>47,461,515</u></u>

Note – The unsecured amount mainly related to client's OD balances from OD interest charges and fees as at 30 Jun 2021 and 31 Dec 2020

The above analysis by geographical area is based on the location of the counterparty after taking into account of transfer of risk. In general, transfer of risk applies when an advance is guaranteed by a party in a country which is different from that of the counterparty.

Julius Bär

BANK JULIUS BAER & CO. LTD.

Hong Kong Branch

Notes to the Financial Statements

8. Loans and advances to customers and banks which are overdue and rescheduled

a. Overdue and rescheduled loans and advances to customers

The gross amount of loans and advances to customers which have been overdue for:

	30 Jun 2021			31 Dec 2020		
	Overdue loans and advances HK'000	% of total loans and advances to customers	Specific provision HK'000	Overdue loans and advances HK'000	% of total loans and advances to customers	Specific provision HK'000
More than 3 months but not more than 6 months	64	0.0%	-	1,762	0.0%	-
More than 6 months but not more than 1 year	-	0.0%	-	27	0.0%	-
More than 1 year	-	0.0%	-	2,387	0.0%	-
Total	64	0.0%	-	4,176	0.0%	-

Analysis of gross amount by countries:

	HK'000	HK'000
Offshore centres	14	4,134
of which British Virgin Islands	-	3,979
of which Hong Kong	8	155
of which Cayman Islands	6	-
Developing Asia and Pacific	50	42
of which China	-	13
of which Philippines	-	6
of which Chinese Taipei	50	23
Total	64	4,176

Fair value of the collateral held in respect of the overdue loans and advances to customers as at 30 June 2021 and 31 December 2020 were HK\$264,017,885 and HK\$386,444,609 respectively.

The branch does not have any rescheduled or impaired loans and advances to customers as at 30 June 2021 and 31 December 2020.

b. Overdue and rescheduled loans and advances to banks

The branch does not have any loans and advances to banks as at 30 June 2021 and 31 December 2020.

c. Expected Credit Loss (ECL)

Starting from 1 January 2018, with the adoption of IFRS9, the Expected Credit Loss (ECL) for loans and advances to customers of the branch maintained at the local branch entity were HK\$259,329 and HK\$1,169,197 as at 30 June 2021 and 31 December 2020 respectively. The ECL for balances with banks, balances with central banks and amount due from overseas offices of the branch maintained at the local branch entity were HK\$1,356,780 and HK\$1,588,823 as at 30 June 2021 and 31 December 2020 respectively. Per Julius Baer Group's provisioning policy, the ECL is calculated based on the probability of default (PD), loss given default (LGD), exposure at default (EAD) and discount rate (IR) of the underlying credit exposure.

There is no specific provision made for loans and advances as at 30 June 2021 and 31 December 2020.

9. Other assets which are overdue, rescheduled and repossessed

The branch does not have any assets which are overdue, rescheduled and repossessed as at 30 June 2021 and 31 December 2020.

Julius Bär

BANK JULIUS BAER & CO. LTD.
Hong Kong Branch
Notes to the Financial Statements

10. International claims

Breakdown of the international claims by countries where it constitutes 10% or more of the total international claims after taking into consideration of transfers of risks, according to the location of the counterparties and the type of counterparties.

	30 Jun 2021				
	HKD million				
	Banks	Official sector	Non-bank private sector		Total
			Non-bank financial institutions	Non-financial private sector	
Developed countries	18,553	7,107	-	1,545	27,205
of which Switzerland	17,349	-	-	20	17,369
Offshore centres	672	-	1,132	38,112	39,916
of which British Virgin Islands	-	-	-	21,048	21,048
of which Hong Kong	385	-	256	9,197	9,838
Developing Europe	-	-	-	35	35
Developing Latin America and Caribbean	-	-	-	200	200
Developing Africa and Middle East	-	-	-	3,299	3,299
Developing Asia-Pacific	1,545	334	-	7,923	9,802
of which China	858	334	-	3,978	5,170
	<u>20,770</u>	<u>7,441</u>	<u>1,132</u>	<u>51,114</u>	<u>80,457</u>

Julius Bär

BANK JULIUS BAER & CO. LTD.
Hong Kong Branch
Notes to the Financial Statements

10. International claims (Con't)

	31 Dec 2020 HKD million				
	Banks	Official sector	Non-bank private sector		Total
			Non-bank financial institutions	Non-financial private sector	
Developed countries	19,674	8,721	-	1,270	29,665
of which Switzerland	18,029	-	-	20	18,049
Offshore centres	816	-	642	36,782	38,240
of which British Virgin Islands	-	-	-	19,626	19,626
of which Hong Kong	385	-	264	9,230	9,879
Developing Europe	-	-	-	316	316
Developing Latin America and Caribbean	-	-	-	220	220
Developing Africa and Middle East	-	-	-	3,273	3,273
Developing Asia-Pacific	1,958	338	-	7,817	10,113
of which China	1,264	338	-	3,466	5,068
	<u>22,448</u>	<u>9,059</u>	<u>642</u>	<u>49,678</u>	<u>81,827</u>

Julius Bär

BANK JULIUS BAER & CO. LTD.
Hong Kong Branch
Notes to the Financial Statements

11. Mainland activities
(HKD million)

Types of counterparties	30 Jun 2021		
	On-balance sheet exposure	Off-balance sheet exposure	Total
Central government, central government-owned entities and their subsidiaries and JVs	1,895	-	1,895
Local governments, local government-owned entities and their subsidiaries and JVs	317	-	317
PRC nationals residing in Mainland China or other entities incorporated in Mainland China and their subsidiaries and JVs	3,214	330	3,544
Other counterparties where the exposures are considered by the reporting institution to be non-bank Mainland China exposures	4,000	713	4,713
Total	9,426	1,043	10,469
Total assets after provision as per Part 3 of the Return of Mainland Activities for the period ended 30 Jun 2021	89,299		
On-balance sheet exposures as percentage of total assets	10.56%		
Types of counterparties	31 Dec 2020		
	On-balance sheet exposure	Off-balance sheet exposure	Total
Central government, central government-owned entities and their subsidiaries and JVs	1,928	-	1,928
Local governments, local government-owned entities and their subsidiaries and JVs	318	-	318
PRC nationals residing in Mainland China or other entities incorporated in Mainland China and their subsidiaries and JVs	2,672	218	2,890
Other counterparties where the exposures are considered by the reporting institution to be non-bank Mainland China exposures	4,357	1,482	5,839
Total	9,275	1,700	10,975
Total assets after provision as per Part 3 of the Return of Mainland Activities for the period ended 31 Dec 2020	90,390		
On-balance sheet exposures as percentage of total assets	10.26%		

Julius Bär

BANK JULIUS BAER & CO. LTD.
Hong Kong Branch
Notes to the Financial Statements

12. Foreign currency exposures
(HKD million)

	30 Jun 2021																Total						
	USD	GBP	JPY	EUR	CNY	CAD	CHF	AUD	SGD	NZD	GOL	NOK	ZAR	SEK	TRY	XAG	MYR	MXN	RUB	DKK	IDR	Others	
Spot assets	33,568	1,763	2,604	12,836	1,828	716	19,952	1,304	791	118	1,148	1	5	1	2	268	5	3	10	7	1	1	76,932
Spot liabilities	(46,111)	(1,761)	(2,580)	(859)	(1,826)	(715)	(19,771)	(1,303)	(790)	(91)	(1,148)	(1)	(5)	(1)	(2)	(268)	(4)	(3)	(10)	(7)	-	(1)	(77,257)
Forward purchases	19,256	1,112	1,410	505	2,020	267	2,092	664	555	400	568	3	226	-	41	17	-	15	-	-	-	231	29,382
Forward sales	(6,698)	(1,112)	(1,432)	(12,477)	(2,020)	(267)	(2,072)	(664)	(555)	(427)	(568)	(3)	(226)	-	(41)	(17)	-	(15)	-	-	-	(231)	(28,825)
Net options positions*	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Net long (short) position	15	2	2	5	2	1	201	1	1	-	-	-	-	-	-	-	1	-	-	-	1	-	232
Net structural position	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-

	31 Dec 2020																Total						
	USD	GBP	JPY	EUR	CNY	CAD	CHF	AUD	SGD	NZD	GOL	NOK	ZAR	SEK	TRY	XAG	MYR	MXN	RUB	DKK	IDR	Others	
Spot assets	31,128	2,594	2,710	15,075	1,411	710	20,574	1,371	919	152	1,056	1	10	1	4	189	4	1	5	11	1	4	77,931
Spot liabilities	(44,709)	(2,589)	(2,709)	(1,143)	(1,409)	(709)	(20,678)	(1,370)	(895)	(152)	(1,056)	(1)	(9)	(1)	(4)	(189)	(3)	(1)	(5)	(11)	(1)	(4)	(77,648)
Forward purchases	24,501	1,252	1,635	3,418	1,470	104	6,970	1,406	661	199	780	25	18	8	-	6	-	39	-	1	-	77	42,570
Forward sales	(10,901)	(1,252)	(1,634)	(17,348)	(1,470)	(104)	(7,142)	(1,407)	(683)	(199)	(780)	(25)	(18)	(8)	-	(6)	-	(39)	-	(1)	-	(77)	(43,094)
Net options positions*	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Net long (short) position	19	5	2	2	2	1	(276)	-	2	-	-	-	1	-	-	-	1	-	-	-	-	-	(241)
Net structural position	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-

* Net options position is calculated on the basis of the delta-weighted position of the options contracts.

Julius Bär

BANK JULIUS BAER & CO. LTD.
Hong Kong Branch
Off balance sheet
As at 30 June 2021

30 Jun 2021
HKD'000

31 Dec 2020
HKD'000

Off balance sheet exposure

Contingent liabilities and commitments
(contractual amounts)

Direct credit substitutes	270,646	333,088
Forward forward deposits placed	5,458,636	9,779,830
Other commitments	47,159,848	48,389,435

Derivative instruments

	30 Jun 2021 HKD'000			31 Dec 2020 HKD'000		
	Fair Value		Total Notional Amount	Fair Value		Total Notional Amount
	Positive	Negative		Positive	Negative	
Exchange rate-related derivative contracts	331,580	103,404	34,421,353	358,330	603,310	54,874,023
Equity derivative contracts	3,091,763	3,091,763	33,028,726	3,479,060	3,479,060	25,011,228
Interest rate derivative contracts	-	-	-	-	-	-
Other contracts	97,349	96,951	10,889,531	10,423	10,422	694,027
	3,520,692	3,292,118	78,339,610	3,847,813	4,092,792	80,579,278

Derivative contracts are shown using notional amount, which are concluded on a back-to-back basis to facilitate private banking customers.

The fair values of the derivative contracts are shown on a gross basis as the branch has no bilateral netting agreements in place.

Julius Bär

BANK JULIUS BAER & CO. LTD.
Hong Kong Branch
Liquidity Information
As at 30 June 2021

Liquidity Maintenance Ratio

	30 Jun 2021	30 Jun 2020
Average Liquidity Maintenance Ratio	(for 3 months period) 39.74%	(for 3 months period) 43.07%

The Branch has adopted the liquidity maintenance ratio ("LMR") requirement in accordance with the Banking (Liquidity) Rules starting 1 January 2015 onwards. It complies with the minimum requirement of 25% as stipulated by the Hong Kong Monetary Authority.

The average LMR for the period is the arithmetic mean of each calendar month's average LMR calculated in accordance with the Banking (Liquidity) Rules.

Julius Bär

Julius Baer Group Ltd.
Group Consolidated Financial Information
As at 30 June 2021

	30 Jun 2021 Basel III	31 Dec 2020 Basel III
Capital ratios		
CET1 capital ratio	16.7%	14.9%
Tier 1 capital ratio	22.2%	20.3%
Total capital ratio	22.8%	21.0%
	CHF' Million	CHF' Million
Total equity	6,725.6	6,434.1
Balance Sheet:		
Total assets	113,578.3	109,137.0
Total liabilities	106,852.6	102,702.8
Loans	51,021.9	47,207.6
Deposits from customers	80,063.9	77,784.5
	30 Jun 2021 CHF' Million	30 Jun 2020 CHF' Million
Profit and Loss:		
Profit before taxes	706.9	577.2

Note:

(1) For further details on Julius Baer Group Ltd. financial information, please refer to the Half-year Report 2021 Julius Baer Group Ltd.