



H1 2022 FINANCIAL STATEMENTS

FINANCIAL & CORPORATE INFORMATION

ONE swiss bank SA

H1 2022 financial results (true & fair view)

“One year ago, we had completed a promising merger and were finally seeing the light at the end of the pandemic tunnel. Along with this positive outlook, we launched several initiatives to harness new business opportunities. But since early 2022, we have encountered various headwinds – from the surge in new COVID variants, continued worldwide supply-chain disruptions and levels of inflation not seen for decades to the sudden unprecedented rate hikes by central banks (including the SNB’s upward nudge in its negative rate to close to zero) and, last but certainly not least, the Ukraine invasion. Financial markets sharply corrected in the period under review, with shortfalls witnessed in most asset classes. Safe havens were in short supply.

Despite these major complications, we are glad to report that our financial turnaround is on plan and on schedule. Earnings before interest, taxes, depreciation and amortisation (EBITDA) totalled an encouraging CHF 1.2 million in the first six months of 2022, net of an unrealised loss of CHF -771 thousand on our own investments. Excluding this unrealised loss, we would have met our EBITDA target on the strength of a 15% cost saving (relative to the same period in 2021), which lowered the cost/income ratio to 90%. After depreciation and amortisation in excess of CHF 2 million, we ended H1 2022 with a negative net result of CHF -847 thousand (versus CHF -2.78 million in H1 2021). Our Assets under Management (AuM) were impacted by market shortfalls and the strong Swiss franc, leading to a decrease of CHF -361 million. The total market performance and forex effect was CHF -437 million. The difference stemmed from Net New Money (NNM), consisting of positive inflows into the Asset Management division. As at 30 June 2021, regulatory equity was CHF 1.7 million higher.

Thanks to prudent management decisions, we were able to minimise the negative impact of the market turmoil and meet our initial expectation for H1 2022, except in terms of AuM. H2 2022 is shaping up as an unpredictable period, and we will continue adhering to a cautious approach to keep costs in check and pursue our strategy of harnessing new business opportunities.”

Grégoire Pennone, CEO, ONE swiss bank

H1 2022 HIGHLIGHTS



Cost savings



Improvement in financials and regulatory equity



Opening of subsidiary in Dubai and integration of local team

6-TO-12 MONTHS OUTLOOK



Maintaining cost/income ratio



Harnessing new business opportunities



Becoming a signatory of the UN PRI

H1 2022 KEY FIGURES (CHF)

1.2
million

EBITDA
+115% versus
H2 2021

-0.85
million

NET RESULT
including non-realised
investment loss
of -0.77 million

32.4
million

TOTAL
REGULATORY
EQUITY

784.6
million



TOTAL ASSETS

16.53%

EQUITY RATIO
(minimum required
10.5%)



H1 2022 KEY FINANCIALS

Operating result (EBITDA)

H1 2021 -144 thousand	H2 2021 593 thousand 	H1 2022 1.27 million 
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Operating result (EBITDA) amounted to CHF 1.27 million (vs CHF -0.144 million in H1 2021). EBITDA more than doubled relative to H2 2021 (+115%).

Cost/income ratio

H1 2021 101%	H2 2021 96% 	H1 2022 90% 
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In H1 2022, revenues reached CHF 12.2 million and operating expenses (ex-amortisation) stood at CHF 10.9 million, resulting in an improved cost/income ratio of 90% (versus 96% in H2 2021).

Operating expenses in H2 2022 decreased by 23% versus H1 2021. The Bank's headcount as at 30 June 2022, expressed in full-time positions, was 67.8 (versus 74.1 as at 30 June 2021).

Net result

H1 2021 -2.78 million	H2 2021 -1.98 million 	H1 2022 -0.84 million 
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The net loss of CHF -0.84 million in H1 2022 resulted mainly from an unrealised loss on financial investments (CHF -771 thousand, presented under "Other ordinary expenses") and amortisation exceeding CHF 2 million.

Balance sheet



As at 30 June 2022, the Bank's total assets amounted to CHF 784.6 million versus CHF 870.1 million as at 31 December 2021. This mainly resulted from a decrease in liquid assets (client deposits, financial investments and amounts due from clients).

Clients assets (AuM)

H1 2021 5,297 million	H2 2021 5,054 million 	H1 2022 4,693 million 
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Total of clients' assets held by the Bank as at 30 June 2022 amounted to CHF 4,693 million compared to CHF 5,054 million as at 31 December 2021. The change in AuM of CHF -361 million mainly resulted from negative market and forex effects amounting to CHF -437 million. This was partially compensated by Net New Money of CHF 93 million in the Asset Management business line.

Regulatory equity

H1 2021 30.7 million 14.54%	H2 2021 31.1 million 16.95% 	H1 2022 32.4 million 16.53% 
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The Bank's total regulatory equity was CHF 32.4 million as at 30 June 2022 and the equity ratio was 16.53%, compared with a minimal regulatory objective of 10.5%.

INTERIM FINANCIAL STATEMENTS – 30 JUNE 2022

(according to true and fair view principle)

Balance sheet

(CHF)	30.06.2022	31.12.2021
Assets		
Liquid assets	288'196'148	325'825'284
Amounts due from banks	242'384'440	246'081'730
Amounts due from customers	170'488'838	188'422'076
Mortgage loans	16'725'200	16'737'667
Trading portfolio assets	-	109'796
Positive replacement values of derivative financial instruments	2'948'921	1'209'561
Financial investments	47'498'157	73'458'393
Accrued income and prepaid expenses	2'675'221	2'243'177
Participations	2'189'448	2'189'446
Tangible fixed assets	435'589	547'776
Intangible assets	10'927'176	12'857'054
Other assets	167'011	395'447
Total assets	784'636'149	870'077'407
Liabilities		
Amounts due to banks	7'724'689	10'795'245
Amounts due in respect of customer deposits	718'057'863	798'507'654
Negative replacement values of derivative financial instruments	7'451'528	5'246'506
Accrued expenses and deferred income	3'389'806	5'032'385
Other liabilities	4'199'318	5'656'277
Provisions	939'596	1'307'522
Total liabilities	741'762'800	826'545'589
Reserves for general banking risks	4'955'226	4'955'226
Bank's capital	15'130'600	15'130'600
Capital reserve	362'332	1'414'237
Retained earnings reserve	23'284'309	27'227'998
Own shares	-11'991	-424'308
Result of the period (profit/-loss)	-847'127	-4'771'935
Total equity	42'873'349	43'531'818
Total liabilities and equity	784'636'149	870'077'407
Subordinated liabilities	-	-
<i>Of which subject to debt waiver</i>	-	-
Off-balance sheet transactions		
Contingent liabilities	6'780'706	11'570'305
Irrevocable commitments	1'370'000	1'370'000

Income statement

(CHF)	01.01.2022 – 30.06.2022	01.01.2021 – 30.06.2021
Interest and discount income	2'017'084	1'488'755
Interest and dividend income from trading operations	-4	17'593
Interest and dividend income from financial investments	518'542	640'070
Interest expense	534'619	344'510
Gross result from interest operations	3'070'241	2'490'928
Changes in value adjustments for default risks and losses from interest operations	-25'773	-
Sub-total net result from interest operations	3'044'468	2'490'928
Commission income from securities trading and investment activities	9'674'237	11'324'936
Commission income from lending activities	17'753	58'094
Commission income from other services	2'175'625	1'740'773
Commission expense	-3'168'399	-3'786'909
Sub-total result from commission business and services	8'699'216	9'336'894
Result from trading activities and the fair value option	1'384'360	2'201'305
Result from the disposal of financial investments	-81'295	65'810
Other ordinary income	6'442	46'358
Other ordinary expenses	-820'797	-
Sub-total other result from ordinary activities	-895'650	112'168
Personnel expenses	-6'387'179	-7'572'368
General and administrative expenses	-4'570'361	-6'713'285
Sub-total operating expenses	-10'957'540	-14'285'653
Value adjustments on participations, amortisation of tangible fixed assets and intangible assets	-2'039'316	-2'579'213
Changes to provisions and other value adjustments, and losses	-7'665	39'377
Operating result	-772'127	-2'684'194
Extraordinary income	-	-
Extraordinary expenses	-	-
Taxes	-75'000	-100'210
Half year result (gain/-loss)	-847'127	-2'784'404
Earnings per share	-0.06	-0.18
Diluted earnings per share	-0.06	-0.19

The undiluted profit per share is calculated from the half-year net result divided by the weighted average number of outstanding shares. All registered shares have the same nominal value.

Statement of changes in equity

(CHF)	Bank's capital	Capital reserve	Retained earnings reserve	Reserves for general banking risks	Own shares (negative item)	Result of the period	Total
Equity at start of current period	15'130'600	1'414'237	27'227'998	4'955'226	-424'308	-4'771'935	43'531'818
Effect of any restatement	-	-	-	-	-	-	-
Employee participations	-	-	-	-	-	-	-
Capital increase / decrease	-	-	-	-	-	-	-
Other contributions / other capital paid in	-	-	-	-	-	-	-
Acquisition of own shares	-	-	-	-	-	-	-
Disposal of own shares	-	-111'342	-	-	300'000	-	188'658
Profit (loss) on disposal of own shares	-	-112'317	-	-	112'317	-	-
Dividends and other distributions	-	-	-	-	-	-	-
Other allocations to (transfers from) the reserves for general banking risks	-	-	-4'771'935	-	-	4'771'935	-
Other allocations to (transfers from) the other reserves	-	-828'246	828'246	-	-	-	-
Half yearly result (profit/-loss)	-	-	-	-	-	-847'127	-847'127
Equity at 30.06.2022	15'130'600	362'332	23'284'309	4'955'226	-11'991	-847'127	42'873'349

Notes

A. General information

ONE swiss bank SA (previously Banque Profil de Gestion SA) changed its controlling shareholder and merged with One Swiss Bank SA on 1 June 2021 (with retroactive effect from 1 January 2021). As a result of the merger, the Bank's name, governance and corporate bodies have changed (refer to Governance publications on the Bank's website: www.oneswiss.com).

ONE swiss bank SA (hereafter "ONE" or "the Bank") is a corporation under Swiss law, listed on the Swiss Stock Exchange and member of the Swiss Stock Exchange, with its registered headquarters in Geneva. It is licensed to operate as a bank by the Swiss Financial Market Supervisory Authority (FINMA) and is subject to the prudential supervision of the latter.

The Bank's field of activity extends primarily to the management of private assets, as well as the operation of a depositary bank for private and institutional clients as well as financial intermediaries. Mortgages are also granted to clients holding substantial deposits. The Bank furthermore relies on the quantitative management and portfolio insurance expertise of the asset management teams located in the *Dynagest by ONE* unit, which focuses on institutional investors and private clients.

The Bank operates its activities from Geneva, Lugano, Zurich and has a subsidiary in Dubai.

As at 30 June 2022, the number of full-time equivalent staff at the Bank was 67.63 (31 December 2021: 69.96 employees). The Bank outsources its information technology and the administrative processing of its operations to a Swiss subsidiary of a major international banking group. In accordance with FINMA requirements, this outsourcing arrangement operates under a contractual and organisational framework that guarantees a high quality of performance for client transactions as well as security and confidentiality for the data and information handled by the outsourcing partner.

B. Accounting and valuation principles

The accounting and valuation principles used to prepare the financial statements of the Bank comply with the Swiss Code of Obligations, the Swiss Banking Act and its Ordinance, and the accounting rules for banks, securities dealers and financial groups and conglomerates set forth in FINMA Circular 20/1 and the FINMA Accounting Ordinance.

General valuation principles

The interim financial statements are established under the true and fair view principle, which presents the economic situation of the Bank in such a way that a third party can form a reliable opinion. Unless otherwise specified, the figures in the notes are recorded in CHF monetary units.

The Bank is not obliged to draw up consolidated financial statements (as per Article 35 of Banking Act Ordinance). Participations held are not material to financial reporting or the risk position and are presented at acquisition cost.

The financial statements have been prepared under a going-concern assumption. The entries in the balance sheet are based on going-concern valuations.

The line items presented on the balance sheet are valued individually.

Recording of transactions

All transactions are recorded on the trade date and measured with the aim of determining profit. Spot currency transactions are recorded in the balance sheet on the trade date.

Income is recorded as and when it is earned or accrued. Expenses are recorded as they are incurred.

Segment reporting

The size of the Bank does not justify segment reporting.

Conversion of transactions and balances in foreign currency

Transactions in foreign currency are recorded at the exchange rate prevailing on the day of the transaction. Assets and liabilities denominated in foreign currencies both on and off the balance sheet are converted at the spot exchange rate prevailing at the closing date.

Gains and losses resulting from the conversion of positions in foreign currency are recorded under the item Result from trading activities and the fair value option.

The main exchange rates used for translating foreign currencies to Swiss francs are the following:

Currency	Closing rate on 30.06.2022	Average annual rate in 2022	Closing rate on 31.12.2021	Average annual rate in 2021
Euro	0.9992	1.0245	1.0350	1.0793
US dollar	0.9543	0.9427	0.9148	0.9156
Pound sterling	1.1604	1.2139	1.2334	1.2577

C. Significant events occurring after the balance sheet date

The Bank has not experienced any significant events since 30 June 2022.

D. Other notes

Material losses, extraordinary income and expenses, as well as material releases from value adjustments and provisions no longer required

	30.06.2022	30.06.2021
Extraordinary income	-	-
Extraordinary expenses	-	-

The Bank did not have any extraordinary items as at 30 June 2022 (nor as at 30 June 2021).



ONE swiss bank SA

GENEVA
Chemin des Mines 9
1202 Geneva

LUGANO
Piazza Manzoni 8
6901 Lugano

ZURICH
Bahnhofstrasse 17
8001 Zurich

www.oneswissbank.com