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BANK JULIUS BAER & CO. LTD.
Hong Kong Branch
Key Financial Information Disclosure Statement
As at 30 June 2020

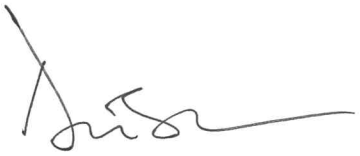
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Incorporated in Switzerland with limited liability

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BANK JULIUS BAER & CO. LTD.
Hong Kong Branch

We enclose herewith the Interim Disclosure Statements for the half-year ended June 30, 2020, which are prepared under the Banking (Disclosure) Rules made pursuant to Section 60A of the Banking Ordinance.



David Shick
Chief Executive

29 SEP 2020

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BANK JULIUS BAER & CO. LTD.
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As at 30 June 2020

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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/countries/hong-kong-sar/hong-kong-regulatory-disclosure/, for public inspection.

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BANK JULIUS BAER & CO. LTD.
Hong Kong Branch
Profit & Loss Account
For The Half-Year ended 30 June 2020

	Notes	30 Jun 2020 HK'000	30 Jun 2019 HK'000
Interest income		418,636	950,248
Interest expense		(202,760)	(553,369)
Net interest income		215,876	396,879
Other operating income	1	1,125,843	789,759
Total operating income		1,341,719	1,186,638
Total operating expenses	2	(935,095)	(794,390)
Impairment losses and provisions for impaired loans and receivables		1,399	(980)
Profit before taxation		408,023	391,268
Income tax expense		(67,159)	(64,394)
Profit after taxation		**340,864**	**326,874**

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BANK JULIUS BAER & CO. LTD.
Hong Kong Branch
Balance Sheet
As at 30 June 2020

	Notes	30 Jun 2020 HK'000	31 Dec 2019 HK'000
Assets			
Cash and balances with banks (residual contractual maturity of less than or equal to one month)	4	1,239,009	1,500,397
Balances with central banks		74,603	114,446
Balances with banks (residual contractual maturity of more than one month but not more than twelve months)		-	-
Amount due from overseas offices		11,062,763	26,910,946
Certificate of deposit held		767,086	911,198
Loans and advances to customers	7	40,509,680	47,339,885
Investment securities		15,548,411	15,015,485
Property, plant and equipment		376,036	429,898
Goodwill and other intangible assets		734,662	744,104
Other assets	5	3,003,177	1,847,189
Total assets		**73,315,427**	**94,813,548**
Equity and Liabilities			
Deposits from customers	6	53,222,373	53,279,879
Amount due to overseas offices		14,852,418	37,498,708
Deposits and balances from banks (except those included in amount due to overseas offices)		739,671	211,331
Other liabilities		3,633,010	2,695,896
Reserves		867,955	1,127,734
Total liabilities		**73,315,427**	**94,813,548**

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

	Notes	30 Jun 2020 HK'000	30 Jun 2019 HK'000
1. Other operating income			
Gains less losses arising from trading in foreign currencies		209,091	77,118
Gains less losses on securities held for trading purposes		210,254	172,310
Gains less losses from other trading activities		111,336	40,671
Net fees and commission income	3	592,663	499,368
Others		2,499	292
		1,125,843	**789,759**
2. Total operating expenses			
Staff expenses		(608,145)	(510,932)
Rental expenses		(62,884)	(63,186)
Other expenses		(264,066)	(220,272)
		(935,095)	**(794,390)**
3. Net fees and commission income			
Fees and commission income		744,958	598,828
Less: Fees and commission expenses		(152,295)	(99,460)
		592,663	**499,368**

	Notes	30 Jun 2020 HK'000	31 Dec 2019 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		1,239,009	1,500,397
		1,239,009	**1,500,397**
5. Other assets			
Accrued interest receivable		46,591	54,302
Derivative instruments		2,119,482	1,064,674
Other accounts		837,104	728,213
		3,003,177	**1,847,189**
6. Deposits from customers			
Demand deposits and current accounts		37,740,763	15,473,311
Savings deposits		718,537	324,378
Time, call and notice deposits		14,763,073	37,482,190
		53,222,373	**53,279,879**

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

	30 Jun 2020 HK'000	31 Dec 2019 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	58,668	61,257
Financial concerns	527,668	652,025
Wholesale and retail trade	-	-
Manufacturing	2,898	-
Others	664	-
Individuals		
Loans for the purchase of other residential properties	-	-
Other investment purposes	10,798,133	10,628,543
	11,388,031	11,341,825
Loans and advances for use outside Hong Kong	29,123,151	35,999,088
Less: Impairment allowances for impaired loans and receivables		
ECL	(1,502)	(1,028)
	40,509,680	**47,339,885**
b. Breakdown by secured and unsecured		
Fully secured	40,509,662	47,339,875
Unsecured (Note)	18	10
	40,509,680	**47,339,885**

Note – The unsecured amount mainly related to client's OD balances from OD interest charges and fees as at 30 Jun 2020 and 31 Dec 2019.

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	**17,474,938**	**18,298,910**
of which Hong Kong	11,379,392	11,332,645
Africa	**2,748,874**	**1,944,771**
North and Latin America	**7,273**	**14,220**
Caribbean	**19,695,021**	**26,180,110**
of which British Virgin Islands	16,339,787	21,773,259
Europe	**579,015**	**893,656**
Middle East	**6,061**	**9,246**
	40,511,182	**47,340,913**

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.

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 2020			31 Dec 2019		
	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	3	0.0%	-	28	0.0%	-
More than 6 months but not more than 1 year	1	0.0%	-	-	0.0%	-
More than 1 year	2,098	0.0%	-	1,793	0.0%	-
Total	**2,102**	**0.0%**	-	**1,821**	**0.0%**	-

Analysis of gross amount by countries:

	HK'000	HK'000
Offshore centres	2,099	1,802
of which British Virgin Islands	2,099	1,793
of which Cayman Islands	-	9
Developing Asia and Pacific	3	19
of which Kazakstan	-	18
of which Hong Kong	3	1
Total	**2,102**	**1,821**

Fair value of the collateral held in respect of the overdue loans and advances to customers as at 30 June 2020 and 31 December 2019 were HK$327,423,743 and HK$341,853,127 respectively.

The branch does not have any rescheduled or impaired loans and advances to customers as at 30 June 2020 and 31 December 2019.

b. **Overdue and rescheduled loans and advances to banks**

The branch does not have any loans and advances to banks as at 30 June 2020 and 31 December 2019.

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$1,501,890 and HK$1,028,265 as at 30 June 2020 and 31 December 2019 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$974,990 and HK$2,785,812 as at 30 June 2020 and 31 December 2019 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 2020 and 31 December 2019.

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 2020 and 31 December 2019.

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 2020 HKD million				
			Non-bank private sector		
	Banks	Official sector	Non-bank financial institutions	Non-financial private sector	Total
Developed countries	12,690	9,677	-	1,201	23,568
of which Switzerland	11,379	-	-	10	11,389
Offshore centres	372	-	949	30,044	31,365
of which British Virgin Islands	-	-	-	16,528	16,528
of which Hong Kong	120	-	263	7,619	8,002
Developing Europe	-	-	-	261	261
Developing Latin America and Caribbean	-	-	-	226	226
Developing Africa and Middle East	-	-	-	2,698	2,698
Developing Asia-Pacific	1,410	505	-	6,288	8,203
of which China	857	505	-	3,223	4,585
	14,472	**10,182**	**949**	**40,718**	**66,321**

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

10. **International claims (Con't)**

	31 Dec 2019 HKD million				
			Non-bank private sector		
	Banks	Official sector	Non-bank financial institutions	Non-financial private sector	Total
Developed countries	28,241	11,781	1	913	40,936
of which Switzerland	27,214	-	1	4	27,219
Offshore centres	392	-	1,108	34,419	35,919
of which British Virgin Islands	-	-	-	21,896	21,896
Developing Europe	-	-	-	238	238
Developing Latin America and Caribbean	-	-	-	212	212
Developing Africa and Middle East	-	-	-	1,927	1,927
Developing Asia-Pacific	1,229	500	-	6,128	7,857
of which China	1,096	500	-	3,219	4,815
	29,862	**12,281**	**1,109**	**43,837**	**87,089**

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

11. **Mainland activities**
(HKD million)

	30 Jun 2020		
Types of counterparties	On-balance sheet exposure	Off-balance sheet exposure	Total
Central government, central government-owned entities and their subsidiaries and JVs	1,830	-	1,830
Local governments, local government-owened entities and their subsidiaries and JVs	293	-	293
PRC nationals residing in Mainland China or other entities incorporated in Mainland China and their subsidiaries and JVs	2,419	228	2,647
Other counterparties where the exposures are considered by the reporting institution to be non-bank Mainland China exposures	3,407	103	3,510
Total	**7,949**	**331**	**8,280**
Total assets after provision as per Part 3 of the Return of Mainland Activities for the period ended 30 Jun 2020	73,323		
On-balance sheet exposures as percentage of total assets	10.84%		

	31 Dec 2019		
Types of counterparties	On-balance sheet exposure	Off-balance sheet exposure	Total
Central government, central government-owned entities and their subsidiaries and JVs	805	-	805
Local governments, local government-owened entities and their subsidiaries and JVs	248	-	248
PRC nationals residing in Mainland China or other entities incorporated in Mainland China and their subsidiaries and JVs	2,520	50	2,570
Other counterparties where the exposures are considered by the reporting institution to be non-bank Mainland China exposures	3,904	42	3,946
Total	**7,477**	**92**	**7,569**
Total assets after provision as per Part 3 of the Return of Mainland Activities for the period ended 31 Dec 2019	94,822		
On-balance sheet exposures as percentage of total assets	7.89%		

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

12. **Foreign currency exposures**
(HKD million)

30 Jun 2020

	USD	GBP	JPY	EUR	CNY	CAD	CHF	AUD	SGD	NZD	GOL	NOK	ZAR	SEK	TRY	XAG	MYR	MXN	RUB	DKK	IDR	Others	Total
Spot assets	24,472	1,852	2,969	15,573	523	720	16,290	869	374	219	919	4	8	1	3	67	2	1	5	19	2	27	64,919
Spot liabilities	(38,597)	(2,377)	(1,402)	(875)	(1,382)	(719)	(16,221)	(1,455)	(878)	(219)	(919)	(4)	(8)	(1)	(3)	(67)	(2)	(1)	(5)	(19)	(2)	(27)	(65,183)
Forward purchases	22,284	1,226	664	679	1,584	236	6,743	1,356	926	182	1,022	15	1	-	-	43	-	-	-	-	-	-	36,961
Forward sales	(8,149)	(699)	(2,231)	(15,374)	(722)	(236)	(6,728)	(769)	(420)	(182)	(1,022)	(15)	(1)	-	-	(43)	-	-	-	-	-	-	(36,591)
Net options positions*	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Net long (short) position	**10**	**2**	**-**	**3**	**3**	**1**	**84**	**1**	**2**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**106**
Net structural position	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-

31 Dec 2019

	USD	GBP	JPY	EUR	CNY	CAD	CHF	AUD	SGD	NZD	GOL	NOK	ZAR	SEK	TRY	XAG	MYR	MXN	RUB	DKK	IDR	Others	Total
Spot assets	22,241	3,896	3,038	18,536	659	739	28,428	618	603	263	607	5	1	2	2	102	3	-	2	20	1	30	79,796
Spot liabilities	(36,651)	(3,894)	(1,369)	(4,008)	(715)	(739)	(28,610)	(1,824)	(952)	(263)	(607)	(5)	(1)	(2)	(2)	(102)	(2)	-	(2)	(20)	(1)	(29)	(79,798)
Forward purchases	22,179	978	1,775	1,735	645	25	2,250	1,425	846	54	395	49	-	-	-	18	-	5	-	-	-	4	32,383
Forward sales	(7,747)	(978)	(3,442)	(16,260)	(589)	(25)	(2,231)	(216)	(497)	(54)	(395)	(49)	-	-	-	(18)	-	(5)	-	-	-	(4)	(32,510)
Net options positions*	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Net long (short) position	**22**	**2**	**2**	**3**	**-**	**-**	**(163)**	**3**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**1**	**-**	**-**	**-**	**-**	**1**	**(129)**
Net structural position	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-

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

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BANK JULIUS BAER & CO. LTD.
Hong Kong Branch
Off balance sheet
As at 30 Jun 2020

	30 Jun 2020 HKD'000	31 Dec 2019 HKD'000
Off balance sheet exposure		
Contingent liabilities and commitments (contractual amounts)		
Direct credit substitutes	305,703	382,641
Forward forward deposits placed	6,143,723	2,172,290
Other commitments	45,910,928	41,397,840

Derivative instruments

	30 Jun 2020 HKD'000			31 Dec 2019 HKD'000		
	Fair Value		Total Notional Amount	Fair Value		Total Notional Amount
	Positive	Negative		Positive	Negative	
Exchange rate-related derivative contracts	354,228	253,736	53,250,488	239,451	381,872	51,117,679
Equity derivative contracts	1,757,933	1,757,933	21,701,249	822,723	822,723	16,269,761
Interest rate derivative contracts	1,144	1,144	44,467	764	764	45,435
Other contracts	6,177	6,149	321,855	1,736	1,730	182,523
	2,119,482	**2,018,962**	**75,318,059**	**1,064,674**	**1,207,089**	**67,615,398**

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.

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BANK JULIUS BAER & CO. LTD.
Hong Kong Branch
Liquidity Information
As at 30 June 2020

Liquidity Maintenance Ratio

	30 Jun 2020	30 Jun 2019
	(for 3 months period)	(for 3 months period)
Average Liquidity Maintenance Ratio	43.07%	40.69%

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 Baer Group Ltd.
Group Consolidated Financial Information
As at 30 June 2020

	30 Jun 2020 Basel III	**31 Dec 2019** Basel III
Capital ratios		
CET1 capital ratio	13.9%	14.0%
Tier 1 capital ratio	19.3%	21.6%
Total capital ratio	20.0%	22.1%
	CHF' Million	CHF' Million
Total equity	6,289.8	6,189.4
Other financial information		
Balance Sheet:		
Total assets	107,359.3	102,035.2
Total liabilities	101,069.5	95,845.8
Loans	46,495.8	48,427.3
Deposits from customers	76,487.5	72,913.1
	30 Jun 2020 CHF' Million	**30 Jun 2019** CHF' Million
Profit and Loss:		
Profit before taxes	577.2	417.5

Note:
(1) For further details on Julius Baer Group Ltd. financial information, please refer to the Half-year Report 2020 Julius Baer Group Ltd.