

02

Financial Report of VP Bank Group

Consolidated semi-annual report of VP Bank Group

Consolidated results

In a market environment characterised by falling interest rates, unfavourable currency effects, and geopolitical uncertainties, VP Bank Group posted a half-year profit of CHF 28.8 million, representing an increase of 150.2 per cent. Operating income increased while operating expenses were reduced. VP Bank also recorded broad-based growth in net new money, which amounted to 8.3 per cent on an annualised basis.

Client assets

As of 30 June 2025, client assets under management totalled CHF 51.9 billion, representing an increase of 2.2 per cent compared to the end of 2024. This positive development is attributable to net new money of a pleasing CHF 2.1 billion. Net new money was positive across all segments. However, market performance had a dampening effect, particularly as a result of the decline in the USD exchange rate.

Average client assets under management rose by 5.6 per cent year-on-year to CHF 51.6 billion. Custody assets decreased by CHF 1.0 billion from 31 December 2024, to CHF 4.7 billion. Total client assets, including custody assets, amounted to CHF 56.5 billion.

Income statement

Operating income

VP Bank's operating income rose by 7.8 per cent to CHF 175.4 million in the first half of 2025.

Interest income: income from interest-earning activities amounted to CHF 73.2 million, representing a decline of 3.6 per cent compared with the previous year. This development reflects, among other things, the falling Swiss franc interest rates. Since the beginning of 2025, all forward components from foreign currency contracts have been reported in interest-earning activities (previously also in trading activities). The comparative figures for 2024 have been adjusted accordingly.

Commission business and services: income amounted to CHF 69.0 million, representing a slight increase of CHF 0.8 million (1.1 per cent). This development reflects the growth in assets under management.

Trading activities: trading income rose to CHF 18.9 million (previous year: CHF 14.6 million), benefiting from active foreign exchange business with clients.

Financial instruments: these contributed CHF 8.8 million to the result, mainly due to dividend payments and higher revaluation gains compared with the same period of the previous year.

Other income: this amounted to CHF 5.4 million, of which CHF 4.6 million came from third-party reimbursements for legal costs.

Operating expenses

Operating expenses decreased by 4.0 per cent compared to the previous year to CHF 142.8 million.

Personnel expenses: personnel expenses amounted to CHF 85.9 million (+0.2 per cent). The reduction in the average number of full-time employees (from 998 to 929; as of the end of June: 925) would have led to lower expenses. However, this effect was offset by inflation-related cost-of-living adjustments and higher performance-related variable compensation.

General and administrative expenses: these decreased by 4.1 per cent to CHF 41.9 million.

Depreciation of property, equipment and intangible assets: depreciation decreased from CHF 18.7 million to CHF 15.0 million. This is primarily attributable to the reduction in the amortisation of intangible assets after the client relationship from the acquisition of Centrum Bank was written off in full at the end of 2024 as planned.

Credit loss expenses, provisions and losses: these amounted to CHF 0.0 million.

The cost/income ratio was 81.5 per cent.

Balance sheet

VP Bank Group's total assets amounted to CHF 11.4 billion as of 30 June 2025.

Deposits

Client deposits on the liabilities side rose by 4.9 per cent to CHF 9.4 billion.

Short-term financial assets

On the assets side, CHF 1.8 billion was mainly invested with the Swiss National Bank. A further CHF 1.2 billion was attributable to receivables due from banks and receivables arising from money market papers. Together, these items covered CHF 3.0 billion, or around 31.5 per cent, of client deposits.

Loans

The lending volume amounted to CHF 5.9 billion, of which CHF 3.7 billion was attributable to mortgage loans - roughly in line with the level at the end of 2024.

Equity capital and liquidity

VP Bank Group continues to enjoy a solid capital base and high liquidity: the Tier 1 ratio stood at 26.1 per cent as of 30 June 2025. The liquidity coverage ratio (LCR) amounted to 160.9 per cent.

Consolidated income statement

in CHF 1,000	Note	01.01.- 30.06.2025	01.01.- 30.06.2024	Variance absolute	Variance in %
Interest income from financial instruments at amortised cost		97,641	140,178	-42,537	-30.3
Other interest income ¹		48,285	45,985	2,300	5.0
Interest expense using the effective interest method		72,692	110,231	-37,539	-34.1
Total net interest income¹	1, 18	73,234	75,932	-2,698	-3.6
Commission income		79,428	79,670	-242	-0.3
Commission expenses		10,410	11,414	-1,004	-8.8
Total net income from commission business and services	2	69,018	68,256	762	1.1
Income from trading activities ¹	3	18,942	14,632	4,310	29.5
Income from financial instruments	4	8,804	3,522	5,282	150.0
Other income	5	5,356	305	5,051	n.a.
Total operating income		175,354	162,647	12,707	7.8
Personnel expenses	6	85,893	85,707	186	0.2
General and administrative expenses	7	41,913	43,712	-1,799	-4.1
Depreciation of property, equipment and intangible assets	8, 18	14,997	18,685	-3,688	-19.7
Credit loss expenses	9	-458	89	-547	n.a.
Provisions and losses	9	496	629	-133	-21.1
Operating expenses		142,841	148,822	-5,981	-4.0
Earnings before income tax		32,513	13,825	18,688	135.2
Taxes on income	10	3,725	2,319	1,406	60.6
Group net income		28,788	11,506	17,282	150.2
Share information (in CHF)					
Undiluted group net income per registered share A	11	4.63	1.86		
Undiluted group net income per registered share B	11	0.46	0.19		
Diluted group net income per registered share A	11	4.61	1.85		
Diluted group net income per registered share B	11	0.46	0.19		

¹ Changes to presentation (note 1, 3 and principles underlying financial statement reporting) and restatement of prior-year figures.

Consolidated statement of comprehensive income

in CHF 1,000	01.01.– 30.06.2025	01.01.– 30.06.2024	Variance absolute	Variance in %
Group net income	28,788	11,506	17,282	150.2
Other comprehensive income, net of tax				
Other comprehensive income which will be transferred to the income statement upon realisation				
Changes in foreign-currency translation differences	-10,262	4,700	-14,962	-318.3
Foreign-currency translation difference transferred to the income statement from shareholders' equity	0	0	0	n.a.
Total other comprehensive income which will be transferred to the income statement upon realisation	-10,262	4,700	-14,962	-318.3
Other comprehensive income which will not be reclassified to the income statement				
Changes in value of FVTOCI financial instruments	9,459	7,315	2,144	29.3
Actuarial gains/losses from defined-benefit pension plans	4,930	3,895	1,035	26.6
Tax effects	-586	726	-1,312	n.a.
Total other comprehensive income which will not be transferred subsequent to the income statement	13,803	11,936	1,867	15.6
Total comprehensive income in shareholders' equity	3,541	16,636	-13,095	-78.7
Total comprehensive income in income statement and shareholders' equity	32,329	28,142	4,187	14.9

Consolidated balance sheet

Assets

in CHF 1,000	Note	30.06.2025	31.12.2024	Variance absolute	Variance in %
Cash and cash equivalents		1,797,383	905,199	892,184	98.6
Receivables arising from money market papers		163,885	171,749	-7,864	-4.6
Due from banks		992,778	850,681	142,097	16.7
Due from customers		5,938,553	5,941,252	-2,699	-0.0
Trading portfolios		484	372	112	30.1
Derivative financial instruments		36,098	86,848	-50,750	-58.4
Financial instruments at fair value	16	214,302	192,990	21,312	11.0
Financial instruments measured at amortised cost	16	2,027,503	2,227,254	-199,751	-9.0
Joint venture companies		22	22	0	0.0
Property and equipment	17	61,164	66,509	-5,345	-8.0
Goodwill and other intangible assets		66,325	69,640	-3,315	-4.8
Tax receivables		196	157	39	24.8
Deferred tax assets		14,451	14,915	-464	-3.1
Accrued receivables and prepaid expenses		40,455	41,883	-1,428	-3.4
Other assets		29,321	66,126	-36,805	-55.7
Total assets		11,382,920	10,635,597	747,323	7.0

Liabilities and shareholders' equity

in CHF 1,000	Note	30.06.2025	31.12.2024	Variance absolute	Variance in %
Due to banks		471,839	176,852	294,987	166.8
Due to customers - savings and deposits		388,719	380,210	8,509	2.2
Due to customers - other liabilities		8,995,145	8,568,284	426,861	5.0
Derivative financial instruments		91,388	18,715	72,673	388.3
Medium-term notes		52,057	49,491	2,566	5.2
Debentures issued	12	154,988	154,987	1	0.0
Tax liabilities		3,014	5,251	-2,237	-42.6
Deferred tax liabilities		2,636	2,323	313	13.5
Accrued liabilities and deferred items		37,775	43,197	-5,422	-12.6
Other liabilities	17	54,728	112,552	-57,824	-51.4
Provisions		3,770	6,941	-3,171	-45.7
Total liabilities		10,256,059	9,518,803	737,256	7.7
Share capital	13	66,154	66,154	0	0.0
Less: treasury shares	14	-40,932	-44,909	3,977	8.9
Capital reserves		20,706	22,067	-1,361	-6.2
Retained earnings		1,148,742	1,144,832	3,910	0.3
Actuarial gains/losses from defined-benefit pension plans		-27,331	-31,630	4,299	13.6
Unrealised gains/losses on FVTOCI financial instruments		-1,545	-11,049	9,504	86.0
Foreign-currency translation differences		-38,933	-28,671	-10,262	-35.8
Total shareholders' equity		1,126,861	1,116,794	10,067	0.9
Total liabilities and shareholders' equity		11,382,920	10,635,597	747,323	7.0

Consolidated changes in shareholders' equity

in CHF 1,000	Share capital	Treasury shares	Capital reserves	Retained earnings	Actuarial gains/losses from defined-benefit pension plans	Unrealised gains/losses on FVTOCI financial instruments	Foreign-currency translation differences	Total shareholders' equity
Total shareholders' equity 01.01.2025	66,154	-44,909	22,067	1,144,832	-31,630	-11,049	-28,671	1,116,794
Other comprehensive income, after income tax					4,299	9,504	-10,262	3,541
Group net income				28,788				28,788
Total reported result 30.06.2025	0	0	0	28,788	4,299	9,504	-10,262	32,329
Appropriation of profit 2024				-24,878				-24,878
Management equity participation plan (LTI)			-731					-731
Movement in treasury shares ¹		3,977	-630					3,347
Total shareholders' equity 30.06.2025	66,154	-40,932	20,706	1,148,742	-27,331	-1,545	-38,933	1,126,861
Total shareholders' equity 01.01.2024	66,154	-49,224	22,854	1,157,251	-33,502	-22,135	-34,246	1,107,152
Other comprehensive income, after income tax					4,694	7,242	4,700	16,636
Group net income				11,506				11,506
Total reported result 30.06.2024	0	0	0	11,506	4,694	7,242	4,700	28,142
Appropriation of profit 2023				-30,890				-30,890
Management equity participation plan (LTI)			-904					-904
Movement in treasury shares ¹		3,842	-286					3,556
Total shareholders' equity 30.06.2024	66,154	-45,382	21,664	1,137,867	-28,808	-14,893	-29,546	1,107,056

¹ Details on transactions with treasury shares can be found in note 14.

Consolidated statement of cash flow

in CHF 1,000	01.01.– 30.06.2025	01.01.– 30.06.2024
Cash flow from operating activities		
Group net income	28,788	11,506
Non-cash-related positions in Group results	11,018	18,449
Net increase/reduction in banking activities	1,200,164	1,846
Other cash flow from operating activities	-99,202	30,966
Net cash flow from operating activities	1,140,768	62,767
Cash flow from investment activities		
Cash flow from financial instruments	61,398	97,368
Other investment activities	-5,308	-6,039
Net cash flow from investment activities	56,090	91,329
Cash flow from financing activities		
Dividend distributions	-24,878	-30,890
Issuance/redemption of medium-term notes	2,752	-834
Redemption of debentures	0	0
Other financing activities	-1,189	-1,225
Net cash flow from financing activities	-23,315	-32,949
Foreign-currency translation impact	-18,876	54,622
Net increase/reduction in cash and cash equivalents	1,154,667	175,769
Cash and cash equivalents at the beginning of the financial year	1,300,112	2,160,582
Cash and cash equivalents at the end of the reporting period	2,454,779	2,336,351
Net increase/reduction in cash and cash equivalents	1,154,667	175,769
Cash and cash equivalents are represented by		
Cash	1,797,405	1,770,423
Receivables arising from money market papers	0	0
Due from banks – at-sight balances	657,374	565,928
Total cash and cash equivalents	2,454,779	2,336,351

Principles underlying financial statement reporting and notes

The unaudited interim financial statements were drawn up in accordance with the International Financial Reporting Standards applicable in the European Union (EU IFRS, IAS 34) and with Liechtenstein law. The semi-annual financial statements are prepared applying the same accounting and valuation principles as were applied for the 2024 annual financial statements.

Changes to the presentation

Starting in 2025, all forward components from foreign currency contracts are reported in net interest income. Previously, foreign currency contracts were also reported in income from trading activities. VP Bank Group's net interest income is now reported in its entirety in a single income statement item instead of being distributed across two income statement items. This provides more reliable and relevant information on business transactions for the users of the annual and semi-annual financial statements. The reclassification of the above foreign currency contracts resulted in an increase of CHF 23.4 million in other interest income in the prior-year period in 2024. Income from trading activities decreased by the same amount in the prior-year period in 2024. For the full 2024 financial year, the reclassification amounted to CHF 50.5 million. The amount recognised in net interest income in the first half of 2025 is CHF 27.5 million. The corresponding accounting principles can be found in the Annual Report 2024 on page 116. The reclassification has no impact on Group net income or earnings per share.

New and revised International Financial Reporting Standards

Since 1 January 2025, the following new and revised standards and interpretations have taken effect and have no material impact on the consolidated financial statements of VP Bank Group:

IAS 21: Lack of convertibility

There are currently no new or amended IFRS or interpretations that have a material impact on VP Bank Group. The introduction of IFRS 18 will result in changes to the presentation, the aggregation of results and the disclosures in the notes. It will be implemented on 1 January 2027. We will conduct a detailed analysis of IFRS 18 in the second half of 2025.

Post-balance-sheet-date events

On 2 July 2025, VP Bank Group announced in a press release its strategic 40 per cent stake in Embla Fund Management AG, Vaduz. This move further expands its position in the fund business. The stake will be reported under companies consolidated using the equity method in the Annual Report 2025.

The Board of Directors reviewed and approved the semi-annual report and authorised it for publication in its meeting of 19 August 2025.

Litigation

As part of its ordinary banking activities, VP Bank Group is involved in various legal proceedings. The legal and regulatory environment in which VP Bank Group operates involves significant litigation, compliance, reputational and other risks in connection with legal disputes and regulatory proceedings. The impact of these proceedings on the financial strength and/or profitability of VP Bank Group is dependent on the status of the proceedings and their outcome. VP Bank Group employs the relevant processes, reports and committees to monitor and manage these risks. It also establishes provisions for ongoing and threatened proceedings if the probability that such proceedings will entail a financial loss is judged to be greater than the probability of this not being the case. In isolated cases in which the amount cannot be reliably estimated, for instance because of the early stage or the complexity of the proceedings or other factors, no provision is established, but contingent liabilities may be created. The risks described below are not necessarily the only ones to which VP Bank Group is exposed. Additional risks which are presently unknown or risks and proceedings which are currently considered insignificant may equally impact the future course of business, operating results and the outlook of VP Bank Group.

In the case before the High Court of Justice in London, the court served a civil suit on VP Bank (Switzerland) Ltd at the beginning of 2020. VP Bank Ltd is also named as a defendant and was notified of the action in March 2020. The main defendant is a former governing body of a foreign pension fund. The latter is said to have acted unlawfully in its role by accepting distribution remunerations for investment funds. The action names more than 40 defendants, among them various other banks and individuals that processed payments or paid distribution remunerations. VP Bank Ltd and VP Bank (Switzerland) Ltd are accused of a violation of due diligence obligations. They are also accused of involvement in the processing of questionable third-party fees and commissions of at least USD 46 million, meaning they would have to assume non-contractual collective liability for the damages incurred. VP Bank Group is disputing the accusations and the place of jurisdiction. Two defendant banks in Switzerland have successfully challenged the UK jurisdiction.

VP Bank Group considers the risk of outflow of funds to be small in the above case, which is why no provision has been formed.

Significant foreign exchange rates

The following exchange rates were used for the most important currencies:

	Variance									
	Balance-sheet-date rates			Average rates		Balance-sheet-date rates		Average rates		
	30.06.2025	30.06.2024	31.12.2024	H1 2025	H1 2024	2024	actual year	previous year	actual year	previous year
USD/CHF	0.7960	0.8986	0.9063	0.86222	0.88969	0.88071	-12%	-11%	-2%	-3%
EUR/CHF	0.9344	0.9631	0.9384	0.94155	0.96156	0.95263	-0%	-3%	-1%	-2%
SGD/CHF	0.6250	0.6631	0.6643	0.65101	0.66038	0.65892	-6%	-6%	-1%	-1%
HKD/CHF	0.1014	0.1151	0.1167	0.11065	0.11378	0.11286	-13%	-12%	-2%	-3%
GBP/CHF	1.0908	1.1359	1.1350	1.11766	1.12520	1.12532	-4%	-4%	-1%	-1%

Segment reporting

Structure

VP Bank's market areas are split into the segments "Liechtenstein & BVI", "International" (Region Europe & Asia) and "Asset Servicing" owing to the range of services being offered and the market position. The support units are grouped under "Corporate Center". External segment reporting reflects the organisational structure of VP Bank Group as of 30 June 2025 and the internal reporting to management. These form the basis for assessing the financial performance of the segments and the allocation of resources to them.

Earnings and expenses as well as assets and liabilities are allocated to the business units based on the responsibilities for the clients. Insofar as a direct allocation is not possible, the positions in question are reported under "Corporate Center". Consolidation entries are also included under "Corporate Center".

01.01.-30.06.2025

in CHF 1,000	Liechtenstein & BVI	International	Asset Servicing	Corporate Center	Total Group
Total net interest income	47,812	24,142	3,476	-2,196	73,234
Total net income from commission business and services	32,261	25,197	16,219	-4,659	69,018
Income from trading activities	6,635	6,418	2,184	3,706	18,942
Income from financial instruments			19	8,785	8,804
Other income		466	4,586	304	5,356
Total operating income	86,708	56,222	26,484	5,939	175,354
Personnel expenses	14,494	24,078	6,419	40,901	85,893
General and administrative expenses	2,930	5,493	3,287	30,203	41,913
Depreciation of property, equipment and intangible assets	76	3,350	264	11,307	14,997
Credit loss expenses	-418	56	0	-97	-458
Provisions and losses	253	163	27	53	496
Operating expenses	17,335	33,140	9,998	82,367	142,841
Earnings before income tax	69,372	23,083	16,486	-76,428	32,513
Taxes on income					3,725
Group net income					28,788
Client assets under management (in CHF billion) ¹	20.0	16.1	15.9	0.0	51.9
Net new money (in CHF billion)	0.8	0.2	1.1		2.1
Headcount (number of employees)	164	253	92	486	995
Headcount (expressed as full-time equivalents)	147.6	239.8	84.0	453.5	924.8
as of 31.12.2024					
Client assets under management (in CHF billion) ¹	19.1	16.4	15.2		50.7
Net new money (in CHF billion)	-0.9	-0.5	1.9		0.5
Headcount (number of employees)	154	255	95	520	1,024
Headcount (expressed as full-time equivalents)	137.2	240.0	87.7	480.6	945.4

¹ Calculation in accordance with Table P of the Guidelines to the Liechtenstein Banking Ordinance issued by the Government of Liechtenstein (BankO).

01.01.-30.06.2024

in CHF 1,000	Liechtenstein & BVI	International	Asset Servicing	Corporate Center	Total Group
Total net interest income ¹	54,408	33,513	3,854	-15,843	75,932
Total net income from commission business and services	31,631	24,468	15,439	-3,282	68,256
Income from trading activities ¹	6,475	6,635	1,742	-220	14,632
Income from financial instruments	0	0	126	3,396	3,522
Other income	1	1,414	-7	-1,103	305
Total operating income	92,516	66,029	21,155	-17,053	162,647
Personnel expenses	12,915	28,068	6,397	38,326	85,707
General and administrative expenses	2,733	6,770	4,602	29,607	43,712
Depreciation of property, equipment and intangible assets	1,787	3,713	307	12,878	18,685
Credit loss expenses	-48	225	-1	-87	89
Provisions and losses	645	72	-98	9	629
Operating expenses	18,032	38,848	11,208	80,734	148,822
Earnings before income tax	74,484	27,181	9,947	-97,787	13,825
Taxes on income					2,319
Group net income					11,506
Client assets under management (in CHF billion) ²	19.9	16.6	13.9		50.4
Net new money (in CHF billion)	0.1	-0.0	0.5		0.5
Headcount (number of employees)	162	294	99	524	1,079
Headcount (expressed as full-time equivalents)	143.9	280.8	91.2	484.3	1,000.1

¹ Changes to presentation (note 1,3 and principles underlying financial statement reporting). The prior-year comparative figures were restated by CHF 23.4 million in the segment «Corporate Center».

² Calculation in accordance with Table P of the Guidelines to the Liechtenstein Banking Ordinance issued by the Government of Liechtenstein (BankO).

Liechtenstein & BVI

The “Liechtenstein & BVI” business unit encompasses intermediary business, private banking, universal banking and lending business in Liechtenstein as well as private banking and lending business in the British Virgin Islands.

International

The “International” (Region Europe & Asia) business unit encompasses intermediary and private client business in Switzerland, Luxembourg and Singapore.

Asset Servicing

The “Asset Servicing” business unit encompasses fund management and custodial activities within VP Bank Group. The two fund management companies VP Fund Solutions (Luxembourg) SA and VP Fund Solutions (Liechtenstein) AG, both of which are legally independent entities, handle fund management activities. The custodial departments at VP Bank Ltd, Liechtenstein and VP Bank (Luxembourg) SA take care of custodial activities.

Corporate Center

The “Corporate Center” business unit encompasses Investment & Client Services, Strategic Transformation, Chief Executive Officer, Chief Financial Officer, Chief Risk Officer and Logistics. It is of great importance to banking operations and business development. In addition, those earnings and expenses of VP Bank Group that have no direct relationship to client-oriented business units, as well as consolidation adjustments, are reported under “Corporate Center”. The result of the Group’s own financial investments, funds transfer pricing and value adjustments from hedging transactions are reported in this segment.

Notes to the consolidated income statement and consolidated balance sheet

1 Interest income

in CHF 1,000	01.01.- 30.06.2025	01.01.- 30.06.2024	Variance absolute	Variance in %
Discount income	2,915	3,858	-943	-24.4
Loan commissions with the character of interest	249	436	-187	-42.9
Interest income from banks	11,265	29,990	-18,725	-62.4
Interest income from customers	63,078	83,741	-20,663	-24.7
Interest income from financial instruments measured at amortised cost	20,131	22,145	-2,014	-9.1
Interest income from financial liabilities	3	8	-5	-62.5
Total interest income from financial instruments at amortised cost	97,641	140,178	-42,537	-30.3
Interest-rate instruments	-17	170	-187	-110.0
Forward components from foreign currency contracts ¹	48,302	45,821	2,481	5.4
Hedge accounting	0	-6	6	100.0
Total other interest income¹	48,285	45,985	2,300	5.0
Total interest income¹	145,926	186,163	-40,237	-21.6
Interest expenses on amounts due to banks	303	571	-268	-46.9
Interest expenses on amounts due to customers	71,601	108,392	-36,791	-33.9
Interest expenses on medium-term notes	206	240	-34	-14.2
Interest expenses on debentures issued	466	876	-410	-46.8
Interest expenses from financial assets	3	7	-4	-57.1
Interest expenses on right-of-use assets	113	145	-32	-22.1
Total interest expenses using the effective interest method	72,692	110,231	-37,539	-34.1
Total net interest income¹	73,234	75,932	-2,698	-3.6
Fair-value hedges				
Movements arising from hedges	-5	-216	211	97.7
Micro fair-value hedges	-5	-216	211	97.7
Movements in underlying transactions	5	210	-205	-97.6
Micro fair-value hedges	5	210	-205	-97.6
Total hedge accounting	0	-6	6	100.0

¹ Changes to presentation (note 3 and principles underlying financial statement reporting). The prior-year comparative figures were increased by CHF 23.4 million.

2 Income from commission business and services

in CHF 1,000	01.01.- 30.06.2025	01.01.- 30.06.2024	Variance absolute	Variance in %
Commission income from credit business	480	524	-44	-8.4
Asset management and investment business	30,846	30,165	681	2.3
Brokerage fees	14,894	14,561	333	2.3
Securities account fees	8,733	8,913	-180	-2.0
Fund management fees	14,841	16,020	-1,179	-7.4
Fiduciary commissions	1,100	1,431	-331	-23.1
Other commission and service income	8,534	8,056	478	5.9
Total income from commission business and services	79,428	79,670	-242	-0.3
Brokerage expenses	574	650	-76	-11.7
Other commission and services-related expenses	9,836	10,764	-928	-8.6
Total expenses from commission business and services	10,410	11,414	-1,004	-8.8
Total net income from commission business and services	69,018	68,256	762	1.1

The following table shows which components are included within the income position "asset management and investment business":

in CHF 1,000	01.01.- 30.06.2025	01.01.- 30.06.2024	Variance absolute	Variance in %
Fees for securities settlement	6,071	4,776	1,295	27.1
Administration commissions	15,613	16,041	-428	-2.7
Management fees	3,502	4,089	-587	-14.4
Brokerage fees	9,192	8,701	491	5.6
Securities account fees	1,572	1,663	-91	-5.5
Administration fees	1,347	1,588	-241	-15.2
All-in fees	7,778	8,275	-497	-6.0
Miscellaneous fees	1,384	1,073	311	29.0
Asset management and investment business	30,846	30,165	681	2.3

3 Income from trading activities

in CHF 1,000	01.01.- 30.06.2025	01.01.- 30.06.2024	Variance absolute	Variance in %
Securities trading ¹	-1,725	-183	-1,542	n.a.
Foreign currency ²	20,004	14,024	5,980	42.6
Banknotes, precious metals and other	663	791	-128	-16.2
Total income from trading activities²	18,942	14,632	4,310	29.5

¹ The results from derivatives for the purposes of risk minimisation (other than interest-rate derivatives) are included in this item.

² Changes to presentation (note 1 and principles underlying financial statement reporting). The prior-year comparative figures were reduced by CHF 23.4 million.

4 Income from financial instruments

in CHF 1,000	01.01.- 30.06.2025	01.01.- 30.06.2024	Variance absolute	Variance in %
Income from financial instruments at fair value	8,804	3,327	5,477	164.6
Income from financial instruments at amortised cost	0	195	-195	-100.0
Total income from financial instruments	8,804	3,522	5,282	150.0
Income from financial instruments at fair value				
Income from FVTPL assets	903	-3,473	4,376	126.0
Interest income from FVTPL financial instruments	0	-39	39	100.0
Dividend income from FVTPL financial instruments	1,744	1,272	472	37.1
Dividend income from FVTOCI financial instruments	6,157	5,567	590	10.6
thereof from FVTOCI financial instruments sold	0	19	-19	-100.0
Income from FVTPL liabilities	0	0	0	n.a.
Total	8,804	3,327	5,477	164.6
Income from financial instruments at amortised cost				
Realised gains/losses on financial instruments at amortised cost	0	195	-195	-100.0
Total	0	195	-195	-100.0

5 Other income

in CHF 1,000	01.01.- 30.06.2025	01.01.- 30.06.2024	Variance absolute	Variance in %
Income from real estate	11	14	-3	-21.4
Income from joint venture companies	0	0	0	n.a.
Miscellaneous other income ¹	5,345	291	5,054	n.a.
Total other income	5,356	305	5,051	n.a.

¹ Includes in 2025 CHF 4.6 million from reimbursements.

6 Personnel expenses

in CHF 1,000	01.01.- 30.06.2025	01.01.- 30.06.2024	Variance absolute	Variance in %
Salaries and wages	72,008	73,038	-1,030	-1.4
Social contributions required by law	6,456	6,049	407	6.7
Contributions to pension plans / defined-benefit plans	5,527	4,924	603	12.2
Contributions to pension plans / defined-contribution plans	986	1,374	-388	-28.2
Other personnel expenses	2,294	1,746	548	31.4
Capitalised personnel expenses ¹	-1,378	-1,424	46	3.2
Total personnel expenses	85,893	85,707	186	0.2

¹ In accordance with IAS 38, a portion of internally generated intangible assets such as software is capitalised. The amount that can be capitalised is reduced accordingly in personnel expenses.

7 General and administrative expenses

in CHF 1,000	01.01.- 30.06.2025	01.01.- 30.06.2024	Variance absolute	Variance in %
Occupancy expenses	1,599	1,806	-207	-11.5
Insurance	609	550	59	10.7
Professional fees	6,894	8,625	-1,731	-20.1
Financial information procurement	4,707	4,546	161	3.5
Telecommunication and postage	622	758	-136	-17.9
IT systems	17,548	16,561	987	6.0
Marketing and public relations	2,120	2,291	-171	-7.5
Capital taxes	404	441	-37	-8.4
Other general and administrative expenses	7,410	8,134	-724	-8.9
Total general and administrative expenses	41,913	43,712	-1,799	-4.1

8 Depreciation of property, equipment and intangible assets

in CHF 1,000	01.01.- 30.06.2025	01.01.- 30.06.2024	Variance absolute	Variance in %
Depreciation and amortisation of property and equipment	6,234	6,873	-639	-9.3
Depreciation and amortisation of intangible assets	8,763	11,812	-3,049	-25.8
Total depreciation and amortisation	14,997	18,685	-3,688	-19.7

9 Valuation allowances, provisions and losses

in CHF 1,000	01.01.- 30.06.2025	01.01.- 30.06.2024	Variance absolute	Variance in %
Decrease/increase credit allowances ¹	-458	89	-547	n.a.
Legal and litigation risks	13	400	-387	-96.8
Other provisions and losses ¹	483	229	254	110.9
Total valuation allowances, provisions and losses	38	718	-680	-94.7

¹ Including currency effects.

Of the restructuring provisions of CHF 4.1 million existing as of 31 December 2024, CHF 1.2 million was used in accordance with purpose in the first half of 2025, CHF 0.1 million was reversed and CHF 0.1 million was reduced due to currency effects, resulting in a balance of CHF 2.7 million as of 30 June 2025.

10 Taxes on income

in CHF 1,000	01.01.- 30.06.2025	01.01.- 30.06.2024	Variance absolute	Variance in %
Current taxes	3,538	4,639	-1,101	-23.7
Deferred taxes	187	-2,320	2,507	108.1
Total taxes on income	3,725	2,319	1,406	60.6

11 Earnings per share

	30.06.2025	30.06.2024
Consolidated earnings per share of VP Bank Ltd, Vaduz		
Group net income (in CHF 1,000) ¹	28,788	11,506
Weighted average of registered shares A issued	6,015,000	6,015,000
Weighted average of registered shares B issued	6,004,167	6,004,167
Less weighted average number of treasury shares A	360,366	402,068
Less weighted average number of treasury shares B	352,990	352,455
Weighted average number of registered shares A (undiluted)	5,654,634	5,612,932
Weighted average number of registered shares B (undiluted)	5,651,177	5,651,712
Total weighted average number of shares (registered shares A)	6,219,751	6,178,103
Undiluted consolidated earnings per registered share A (in CHF)	4.63	1.86
Undiluted consolidated earnings per registered share B (in CHF)	0.46	0.19
Diluted consolidated earnings per share of VP Bank Ltd, Vaduz		
Group net income (in CHF 1,000) ¹	28,788	11,506
Dilution effect number of registered shares A ²	27,024	25,484
Number of shares used to compute the fully diluted consolidated net income	6,246,775	6,203,587
Diluted consolidated earnings per registered share A (in CHF)	4.61	1.85
Diluted consolidated earnings per registered share B (in CHF)	0.46	0.19

¹ On the basis of Group profits attributable to the shareholders of VP Bank Ltd, Vaduz.

² The dilutive effect results from outstanding management participation plans.

12 Debentures, VP Bank Ltd, Vaduz

Year of issue	ISIN	Interest rate in %	Currency	Maturity	Nominal amount	in CHF 1,000	
						Total 30.06.2025	Total 31.12.2024
2019	CH0461238880	0.6	CHF	29.11.2029	155,000	154,988	154,987
Total					155,000	154,988	154,987

Debt securities issued are recorded at fair value plus transaction costs upon initial recognition. Fair value corresponds to the consideration received. Subsequently, they are remeasured at amortised cost. In this process, the effective interest method (0.60 per cent debenture 2029) is applied in order to amortise the difference between the issuance price and redemption value over the duration of the debentures.

13 Share capital

	30.06.2025		31.12.2024	
	No. of shares	Nominal CHF	No. of shares	Nominal CHF
Registered shares A of CHF 10.00 nominal value	6,015,000	60,150,000	6,015,000	60,150,000
Registered shares B of CHF 1.00 nominal value	6,004,167	6,004,167	6,004,167	6,004,167
Total share capital		66,154,167		66,154,167

All shares are fully paid up.

14 Treasury shares

	30.06.2025		31.12.2024	
	No. of shares	in CHF 1,000	No. of shares	in CHF 1,000
Registered shares A at the beginning of the financial year	375,460	39,432	416,615	43,755
Purchases	0	0	0	0
Sales	-37,783	-3,968	-41,155	-4,323
Balance of registered shares A as of balance sheet date	337,677	35,464	375,460	39,432
Registered shares B at the beginning of the financial year	353,169	5,477	352,169	5,469
Purchases	850	7	1,000	8
Sales	-1,900	-16	0	0
Balance of registered shares B as of balance sheet date	352,119	5,468	353,169	5,477

15 Dividend

	2025	2024
Approved and paid dividend of VP Bank Ltd, Vaduz		
Dividend (in CHF 1,000) for the financial year 2024 (2023) ¹	26,462	33,077
Dividend per registered share A	4.00	5.00
Dividend per registered share B	0.40	0.50
Payout ratio (in %) ²	134.0	69.5

¹ Including treasury shares.

² Dividend per registered share A / Group net income per registered share A.

16 Financial instruments

Fair value of financial instruments

The following table shows the fair values of financial instruments based on the valuation methods and assumptions set out below. This table is presented because not all financial instruments are disclosed at their fair values in the consolidated financial statements. The fair value equates to the price at the date of measurement which could be realised from the sale of the asset, or which must be settled for the transfer of the liability, in an orderly transaction between market participants.

in CHF million	Carrying value 30.06.2025	Fair value 30.06.2025	Variance	Carrying value 31.12.2024	Fair value 31.12.2024	Variance
Assets						
Cash and cash equivalents	1,797	1,797	0	905	905	0
Receivables arising from money market papers	164	164	0	172	172	0
Due from banks	993	993	0	851	851	0
Due from customers	5,939	6,019	80	5,941	6,020	79
Trading portfolios	0	0	0	0	0	0
Derivative financial instruments	36	36	0	87	87	0
Financial instruments at fair value	214	214	0	193	193	0
of which designated on initial recognition	0	0	0	0	0	0
of which mandatory under IFRS 9	55	55	0	52	52	0
of which recognised in other comprehensive income with no effect on net income	159	159	0	141	141	0
Financial instruments at amortised cost	2,028	2,011	-17	2,227	2,182	-45
Subtotal			63			34
Liabilities						
Due to banks	472	472	0	177	177	0
Due to customers	9,384	9,334	50	8,948	8,905	43
Derivative financial instruments	91	91	0	19	19	0
Medium-term notes	52	53	-1	49	50	-1
Debentures issued	155	152	3	155	150	5
Subtotal			52			47
Total variance			115			81

The following valuation methods are used to determine the fair value of on-balance-sheet financial instruments:

Cash and cash equivalents, money market papers

For the balance sheet items "Cash and cash equivalents" and "Receivables arising from money market papers", which do not have a published market value on a recognised stock exchange or on a representative market, the fair value corresponds to the amount payable at the balance sheet date.

Due from/to banks and customers, medium-term notes, bonds

In determining the fair value of amounts due from/to banks, due from/to customers (including mortgage receivables and due to customers in the form of savings and deposits), as well as of medium-term notes and bonds with a fixed maturity or a refinancing profile, the net present value method is applied (discounting of cash flows with swap rates corresponding to the respective term). For products whose interest or payment flows cannot be determined in advance, replicating portfolios are used.

Trading portfolios, trading portfolios pledged as security, financial instruments at fair value

Fair value corresponds to market value for the majority of these financial instruments. The fair value of non-exchange-listed financial instruments (in particular for structured credit notes) is determined only on the basis of external traders' quotes or pricing models which are based on prices and interest rates in an observable, active and liquid market.

Derivative financial instruments

For the majority of the positive and negative replacement values, the fair value equates to the market value. The fair value for derivative instruments without market value is determined using uniform models. These valuation models take account of the relevant parameters such as contract specifications, the market price of the underlying security, the yield curve and volatility.

Valuation methods for financial instruments

The fair value of listed securities held in trading portfolios or as financial instruments, as well as that of listed derivatives and other financial instruments with quotes established in an active market, is determined on the basis of current market value (Level 1). Valuation methods or pricing models are used to determine the fair value of financial instruments if no direct market prices are available. If possible, the underlying assumptions are based on observed market prices or other market indicators as of the balance sheet date (Level 2). For most of the derivatives traded over the counter, as well as for other financial instruments that are not traded in an active market, fair value is determined by means of valuation methods or pricing models. Among the most frequently applied of those methods and models are discounted-cash-flow-based forward pricing and swap models, as well as options pricing models such as the Black-Scholes model or derivations thereof. The fair values arrived at on the basis of these methods and models are influenced to a significant degree by the choice of the specific valuation model and the underlying assumptions applied, for example the amounts and time sequence of future cash flows, discount rates, volatilities and/or credit risks. If neither current market prices nor valuation methods/models based on observable market data can be drawn on for the purpose of determining fair value, then valuation methods or pricing models supported by realistic assumptions derived from actual market data are used (Level 3). Level 3 principally includes investment funds, for which an obligatory net asset value is not published at least on a quarterly basis. The fair value of these positions is, as a rule, computed on the basis of external estimates by experts in relation to the level of the future payout of the fund units, or equates to the acquisition cost of the securities less any applicable valuation haircuts.

Valuation methods for financial instruments

in CHF million at fair value 30.06.2025	Quoted market prices, Level 1	Valuation methods based on market data, Level 2	Valuation methods with assumptions based on market data, Level 3	Total 30.06.2025
Assets				
Cash and cash equivalents	1,797			1,797
Receivables arising from money market papers	164			164
Due from banks		993		993
Due from customers		6,019		6,019
Trading portfolios				0
Derivative financial instruments		36		36
Financial instruments at fair value	163	51		214
Financial instruments at amortised cost	2,011			2,011
Liabilities				
Due to banks		472		472
Due to customers		9,334		9,334
Derivative financial instruments		91		91
Medium-term notes		53		53
Debentures issued	152			152

There were no reclassifications in the first half of 2025.

in CHF million at fair value 31.12.2024	Quoted market prices, Level 1	Valuation methods based on market data, Level 2	Valuation methods with assumptions based on market data, Level 3	Total 31.12.2024
Assets				
Cash and cash equivalents	905			905
Receivables arising from money market papers	172			172
Due from banks		851		851
Due from customers		6,020		6,020
Trading portfolios	0			0
Derivative financial instruments		87		87
Financial instruments at fair value	141	52		193
Financial instruments at amortised cost	2,182			2,182
Liabilities				
Due to banks		177		177
Due to customers		8,905		8,905
Derivative financial instruments		19		19
Medium-term notes		50		50
Debentures issued	150			150

Level 3 financial instruments	30.06.2025	31.12.2024
Balance sheet		
Holdings at the beginning of the year	0.0	4.4
Investments	0.0	0.0
Disposals	0.0	0.0
Losses recognised in the income statement	0.0	-4.4
Gains recognised in the income statement	0.0	0.0
Total book value at balance sheet date	0.0	0.0
Income on holdings at balance sheet date		
Unrealised losses recognised in income from financial instruments	0.0	-4.4
Unrealised losses recognised as other comprehensive income	0.0	0.0
Unrealised gains recognised in income from financial instruments	0.0	0.0
Unrealised gains recognised as other comprehensive income	0.0	0.0

No deferred day 1 profit or loss (difference between the transaction price and the fair value calculated on the transaction day) was reported for Level 3 positions as of 30 June 2025 or 31 December 2024.

Sensitivity of fair values of Level 3 financial instruments

Changes in the net asset values of investment funds lead to corresponding changes in the fair values of these financial instruments. A realistic change in the basic assumptions or estimated values has no material impact on the statement of income, other comprehensive income or the shareholders' equity of VP Bank Group.

17 Leases in the balance sheet

in CHF 1,000	30.06.2025	31.12.2024	Variance absolute	Variance in %
Property and equipment				
Right of use - buildings and premises	10,074	12,358	-2,284	-18.5
Right of use - motor vehicles	432	440	-8	-1.8
Total assets	10,506	12,798	-2,292	-17.9
Remaining duration of up to 1 year	4,619	4,998	-379	-7.6
Remaining duration of 1 to 5 years	7,137	9,858	-2,721	-27.6
Remaining duration of over 5 years	0	0	0	n.a.
Total lease liabilities	11,756	14,856	-3,100	-20.9

18 Leases in the income statement

in CHF 1,000	01.01.- 30.06.2025	01.01.- 30.06.2024	Variance absolute	Variance in %
Net interest income				
Interest expense on lease liabilities	113	145	-32	-22.1
Depreciation of property and equipment				
Depreciation and impairment on right-of-use assets	2,124	2,367	-243	-10.3

19 Consolidated off-balance-sheet positions

in CHF 1,000	30.06.2025	31.12.2024
Total contingent liabilities	106,413	104,238
Irrevocable facilities granted	108,038	168,420
Total fiduciary transactions	485,772	532,192
Contract volumes of derivative financial instruments	6,151,025	4,586,282
Securities lending and repurchase and reverse-repurchase transactions		
Amounts receivable arising from cash deposits in connection with securities borrowing and reverse-repurchase transactions	0	0
Amounts payable arising from cash deposits in connection with securities lending and repurchase transactions	0	0
Securities lent out within the scope of securities lending or delivered as collateral within the scope of securities borrowing activities, as well as securities in own portfolio transferred within the framework of repurchase transactions	356,224	300,493
of which securities where the unlimited right to sell on or pledge has been granted	225,856	212,656
Securities received as collateral within the scope of securities lending or borrowed within the scope of securities borrowing activities, as well as received under reverse-repurchase transactions, where the unlimited right to sell on or further pledge has been granted	349,148	293,850
of which securities which have been resold or replugged	130,368	87,837

These transactions were conducted under conditions which are customary for securities lending and borrowing activities as well as trades for which VP Bank acts as intermediary.

20 Client assets

in CHF million	30.06.2025	31.12.2024	Variance absolute	Variance in %
Analysis of client assets under management				
Assets in self-administered investment funds	13,075.6	12,520.0	555.6	4.4
Assets in discretionary asset management accounts	4,902.7	4,484.7	418.0	9.3
Other client assets under management	33,899.9	33,744.5	155.4	0.5
Total client assets under management (including amounts counted twice)	51,878.2	50,749.2	1,129.1	2.2
of which amounts counted twice	2,149.6	1,879.7	269.9	14.4
Change of assets under management				
Total client assets under management (including amounts counted twice) at the beginning of the financial year	50,749.2	46,351.9	4,397.3	9.5
of which net new money	2,114.6	463.6	1,651.0	356.1
of which change in market value	-985.5	3,933.7	-4,919.2	-125.1
of which other effects	0.0	0.0	0.0	0.0
Total client assets under management (including amounts counted twice) as of balance sheet date	51,878.2	50,749.2	1,129.1	2.2
Custody assets	4,669.4	5,645.2	-975.8	-17.3
Total client assets				
Total client assets under management (including amounts counted twice)	51,878.2	50,749.2	1,129.1	2.2
Custody assets	4,669.4	5,645.2	-975.8	-17.3
Total client assets	56,547.6	56,394.3	153.3	0.3
in CHF million	30.06.2025	30.06.2024	Variance absolute	Variance in %
Net new money	2,114.6	518.0	1,596.6	308.2

21 Capital-adequacy computation (Basel IV/III)

in CHF 1,000	30.06.2025	31.12.2024
	Basel IV	Basel III
Total shareholders' equity	1,126,861	1,116,794
Total regulatory deduction	-60,681	-50,622
Eligible core capital (tier 1) ¹	1,066,180	1,066,172
Total required equity	326,942	329,744
Capital buffer	190,030	191,418
Total required equity including capital buffer	516,973	521,162
Tier 1 ratio ¹	26.1%	25.9%
Total risk-weighted assets	4,086,778	4,121,797
Return on investment (net income / average balance sheet total)	0.5%	0.2%

¹ The CET 1 ratio is equal to the core capital ratio (Tier 1) and the total capital ratio of VP Bank Group.