

UBS Group AG  
Form 6-K  
October 25, 2018

**UNITED STATES**  
**SECURITIES AND EXCHANGE COMMISSION**

Washington, D.C. 20549

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**FORM 6-K**

**REPORT OF FOREIGN PRIVATE ISSUER**

**PURSUANT TO RULE 13a-16 OR 15d-16 UNDER**  
**THE SECURITIES EXCHANGE ACT OF 1934**

**Date: October 25, 2018**

**UBS Group AG**

**Commission File Number: 1-36764**

**UBS AG**

**Commission File Number: 1-15060**

(Registrants' Name)

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Bahnhofstrasse 45, Zurich, Switzerland

Aeschenvorstadt 1, Basel, Switzerland

(Address of principal executive offices)

Indicate by check mark whether the registrants file or will file annual reports under cover of Form 20-F or Form 40-F.

Form 20-F  x

Form 40-F  o

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This Form 6-K consists of the UBS Group AG selected historical financial information in US dollars, which appear immediately following this page.

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US dollar time series for the periods from 2015 to Q3 2018  
of UBS Group AG consolidated

### **Basis of preparation of this US dollar information**

Effective 1 October 2018 and as required by IAS 21, *The Effects of Changes in Foreign Exchange Rates*, the functional currency of UBS Group AG and UBS AG's Head Office in Switzerland has changed from Swiss francs to US dollars and the functional currency of UBS AG's London Branch operations has changed from British pounds to US dollars. In line with these changes, the presentation currency of UBS Group AG's and UBS AG's consolidated financial statements have changed from Swiss francs to US dollars. Prior periods have been restated for this presentation currency change. Prior period information is now presented as if we had always prepared our financial statements under a US dollar presentation currency. Assets, liabilities and total equity were converted to US dollars at historic closing exchange rates prevailing on the respective balance sheet dates, and income and expenses were translated at the respective average rates prevailing for the relevant periods.

The attached time series includes selected historical information previously disclosed in Swiss francs, which is now presented in US dollars. This time series information is unaudited and should be read in conjunction with UBS Group AG's audited consolidated financial statements included in the Annual Report 2017.

UBS will present current period financial data in US dollars for the first time in its fourth quarter 2018 report, which will be published on 21 January 2019. This information will include a full balance sheet, including components of equity, restated under a US dollar presentation currency. This information will also be subject to external audit as part of UBS Group AG's consolidated financial statements included in the Annual Report 2018. UBS expects to complement and update its US dollar time series information for the periods 2015 to 2018 together with the publication of its fourth quarter 2018 report.

The UBS Group AG third quarter 2018 report references changes in Corporate Center cost allocations and equity attribution to business divisions or changes to Corporate Center segment reporting, both of which are applicable as of the first quarter of 2019. The restated US dollar time series for the periods from 2015 to Q3 2018 included in this document does not incorporate the effect of these changes.

→ **Refer to the "Recent developments" section of the UBS Group AG third quarter 2018 report for more information**



**Group time series****UBS Group key figures**

<i>USD million, except where indicated</i>	As of or for the quarter ended						As of or for the		
	<b>30.9.18</b>	30.6.18	31.3.18	31.12.17	30.9.17	30.6.17	31.3.17	31.12.17	31.12.17
<b>Group results</b>									
Operating income	<b>7,428</b>	7,644	8,168	7,207	7,403	7,469	7,543	29,622	28,811
Operating expenses	<b>5,724</b>	5,938	6,069	6,362	6,139	5,922	5,849	24,272	24,272
Operating profit / (loss) before tax	<b>1,704</b>	1,706	2,100	845	1,264	1,548	1,694	5,351	4,539
Net profit / (loss) attributable to shareholders	<b>1,253</b>	1,382	1,566	(2,417)	982	1,153	1,251	969	3,000
Diluted earnings per share (USD)	<b>0.33</b>	0.36	0.41	(0.65)	0.26	0.30	0.33	0.25	0.30
<b>Key performance indicators</b>									
<b>Profitability and growth</b>									
Return on tangible equity (%)	<b>11.2</b>	12.2	13.6	(20.3)	8.3	9.9	10.8	2.2	2.2
Adjusted return on tangible equity excluding deferred tax expense / benefit and deferred tax assets (%)	<b>15.8</b>	16.4	18.3	8.3	13.3	15.9	17.5	13.7	13.7
Cost / income ratio (%)	<b>77.0</b>	77.4	74.1	87.2	83.0	78.8	77.5	81.6	81.6
Adjusted cost / income ratio (%)	<b>75.9</b>	75.9	75.3	83.6	79.0	76.2	74.3	78.2	78.2
Net profit growth (%) <sup>1</sup>	<b>27.6</b>	19.9	25.1		19.0	3.0	82.6	(71.1)	(71.1)
<b>Resources</b>									
Common equity tier 1 capital ratio (%) <sup>2</sup>	<b>13.5</b>	13.4	13.1	13.8	13.7	13.5	14.1	13.8	13.8
Common equity tier 1 leverage ratio (%) <sup>3</sup>	<b>3.80</b>	3.75	3.76	3.69	3.69	3.70	3.55	3.69	3.69
Going concern leverage ratio (%) <sup>4</sup>	<b>5.0</b>	5.0	5.0	4.7	4.7	4.7	4.6	4.7	4.7
<b>Additional information</b>									
<b>Profitability</b>									
Return on equity (%)	<b>9.7</b>	10.5	11.8	(18.0)	7.2	8.6	9.4	1.8	1.8
Return on risk-weighted assets, gross (%) <sup>5</sup>	<b>11.6</b>	11.8	12.9	11.9	12.0	12.8	13.7	12.6	12.6
Return on leverage ratio denominator, gross (%) <sup>5</sup>	<b>3.3</b>	3.3	3.6	3.2	3.3	3.4	3.5	3.3	3.3

**Resources**

Total assets	<b>950,192</b>	952,817	964,260	939,279	943,310	928,422	908,058	939,279	918
Equity attributable to shareholders	<b>52,094</b>	51,210	53,662	52,495	55,156	54,072	53,769	52,495	52
Common equity tier 1 capital	<b>34,816</b>	34,116	34,774	33,516	33,685	33,227	31,251	33,516	30
Risk-weighted assets <sup>2</sup>	<b>257,041</b>	254,603	266,169	243,636	245,723	246,644	221,355	243,636	218
Going concern capital ratio (%) <sup>4</sup>	<b>17.9</b>	17.8	17.3	17.6	17.4	17.2	18.2	17.6	
Total loss-absorbing capacity ratio (%) <sup>4</sup>	<b>31.8</b>	32.3	31.2	33.0	32.9	31.2	33.2	33.0	
Leverage ratio denominator <sup>3</sup>	<b>915,066</b>	910,383	925,651	909,032	913,688	897,057	879,477	909,032	855
Total loss-absorbing capacity leverage ratio (%) <sup>4</sup>	<b>8.9</b>	9.0	9.0	8.8	8.9	8.6	8.4	8.8	
Liquidity coverage ratio (%)	<b>135</b>	144	136	143	142	131	128	143	

**Other**

Invested assets (USD billion) <sup>6,7</sup>	<b>3,330</b>	3,271	3,309	3,262	3,154	3,033	2,916	3,262	2
Personnel (full-time equivalents)	<b>65,556</b>	63,684	62,537	61,253	60,796	59,470	59,416	61,253	59
Market capitalization	<b>60,890</b>	59,594	67,921	70,912	65,836	65,182	61,616	70,912	60
Total book value per share (USD)	<b>13.98</b>	13.73	14.27	14.11	14.83	14.55	14.48	14.11	1
Tangible book value per share (USD)	<b>12.25</b>	12.00	12.53	12.34	13.06	12.80	12.74	12.34	1

1 Net profit growth for 31 December 2015 will be provided as part of the fourth quarter 2018 USD time series to be published on 21 January 2019. 2 Based on the Basel III framework as applicable for Swiss systemically important banks (SRBs). 3 Calculated in accordance with Swiss SRB rules. From 31 December 2015 onwards, the Swiss SRB leverage ratio denominator calculation is aligned with the Basel III rules. 4 Based on the Basel III rules as of 1 January 2020 according to the revised Swiss SRB framework that became effective 1 July 2019. 5 Calculated as operating income before credit loss (annualized as applicable) / average risk-weighted assets. 6 Includes invested assets for Personal & Corporate Banking. 7 Certain account types were corrected during the fourth quarter of 2017. Prior periods were corrected accordingly.

**Income statement**

<i>USD million, except where indicated</i>	As of or for the quarter ended						As of or for the year ended		
	30.9.18	30.6.18	31.3.18	31.12.17	30.9.17	30.6.17	31.3.17	31.12.17	31.12.16
Net interest income	<b>1,707</b>	995	1,847	1,697	1,806	1,455	1,698	6,656	6,488
Other net income from fair value changes on financial instruments	<b>1,165</b>	2,211	1,561	999	1,128	1,496	1,442	5,065	5,020
Credit loss (expense) / recovery	<b>(10)</b>	(29)	(26)	(91)	7	(47)	-	(131)	(30)
Fee and commission income	<b>4,875</b>	4,845	5,178	4,840	4,855	4,872	4,795	19,362	18,370
Fee and commission expense	<b>(409)</b>	(421)	(433)	(485)	(458)	(461)	(437)	(1,840)	(1,780)
Net fee and commission income	<b>4,466</b>	4,423	4,744	4,355	4,397	4,411	4,358	17,522	16,590
Other income	<b>101</b>	43	42	247	65	154	45	511	660
Total operating income	<b>7,428</b>	7,644	8,168	7,207	7,403	7,469	7,543	29,622	28,720
Personnel expenses	<b>3,936</b>	4,102	4,254	3,980	4,033	4,121	4,065	16,199	15,910
General and administrative expenses	<b>1,462</b>	1,533	1,510	2,088	1,825	1,528	1,508	6,949	7,510
Depreciation and impairment of property, equipment and software	<b>310</b>	287	288	276	265	256	256	1,053	990
Amortization and impairment of intangible assets	<b>15</b>	16	16	17	16	16	21	71	90
Total operating expenses	<b>5,724</b>	5,938	6,069	6,362	6,139	5,922	5,849	24,272	24,510
Operating profit / (loss) before tax	<b>1,704</b>	1,706	2,100	845	1,264	1,548	1,694	5,351	4,210
Tax expense / (benefit)	<b>448</b>	322	533	3,234	280	394	396	4,305	770
Net profit / (loss)	<b>1,256</b>	1,384	1,567	(2,389)	984	1,154	1,297	1,046	3,440
Net profit / (loss) attributable to non-controlling interests	<b>3</b>	1	2	27	2	1	46	77	80
<b>Net profit / (loss) attributable to shareholders</b>	<b>1,253</b>	1,382	1,566	(2,417)	982	1,153	1,251	969	3,360

**Earnings per share (USD)**



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Basic	<b>0.34</b>	0.37	0.42	(0.65)	0.26	0.31	0.34	0.26	0.9
Diluted	<b>0.33</b>	0.36	0.41	(0.65)	0.26	0.30	0.33	0.25	0.8

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**Adjusted results<sup>1</sup>**

<i>USD million, except where indicated</i>	As of or for the quarter ended						As of or for the year			
	<b>30.9.18</b>	30.6.18	31.3.18	31.12.17	30.9.17	30.6.17	31.3.17	31.12.17	31.12.16	31.12.15
Operating income as reported	<b>7,428</b>	7,644	8,168	7,207	7,403	7,469	7,543	29,622	28,729	
<i>of which: gains on sale of subsidiaries and businesses</i>	<b>25</b>			153				153	(24)	
<i>of which: gains on sale of financial assets measured at fair value through OCI<sup>2</sup></i>				29		108		137	213	
<i>of which: gains on sales of real estate</i>	<b>31</b>								123	
<i>of which: gains related to investments in associates</i>									21	
<i>of which: net foreign currency translation gains / (losses)</i>						(16)		(16)	(84)	
<i>of which: own credit on financial liabilities designated at fair value</i>										
<i>of which: net losses related to the buyback of debt</i>										
<b>Operating income (adjusted)</b>	<b>7,371</b>	7,644	8,168	7,025	7,403	7,378	7,543	29,349	28,480	
Operating expenses as reported	<b>5,724</b>	5,938	6,069	6,362	6,139	5,922	5,849	24,272	24,519	
<i>of which: personnel-related restructuring expenses<sup>3</sup></i>	<b>60</b>	64	68	163	145	120	116	545	763	
<i>of which: non-personnel-related restructuring expenses<sup>3</sup></i>	<b>63</b>	51	68	224	150	145	128	647	715	
<i>of which: gain related to changes to the Swiss pension plan</i>			(241)							
<i>of which: expenses from modification of terms for certain DCCP awards<sup>4</sup></i>				26				26		

*of which: gain related  
to a change to retiree  
benefit plans in the US  
of which: impairment  
on intangible asset*

<b>Operating expenses (adjusted)</b>	<b>5,601</b>	5,823	6,174	5,949	5,844	5,657	5,605	23,054	23,041
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*of which: net*

<i>expenses for litigation, regulatory and similar matters<sup>5</sup></i>	<b>2</b>	132	(11)	185	205	10	33	434	805
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<b>Operating profit / (loss) before tax as reported</b>	<b>1,704</b>	1,706	2,100	845	1,264	1,548	1,694	5,351	4,209
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<b>Operating profit / (loss) before tax (adjusted)</b>	<b>1,770</b>	1,821	1,994	1,076	1,559	1,721	1,938	6,295	5,439
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1 Adjusted results are non-GAAP financial measures as defined by SEC regulations. 2 Figures presented for periods prior to the first quarter of 2018 relate to financial assets available for sale. With the adoption of IFRS 9 on 1 January 2018, certain financial assets were reclassified from available for sale under IAS 39 to measured at fair value through OCI under IFRS 9. 3 Reflects restructuring expenses related to legacy programs as well as expenses for new restructuring initiatives in 2018 for Global Wealth Management and Asset Management. 4 Relates to the removal of the service period requirement for DCCP awards granted for the performance years 2012 and 2013. 5 Reflects the net increase / (release) in provisions for litigation, regulatory and similar matters recognized in the income statement. In addition, it includes recoveries from third parties.

**Balance sheet**

<i>USD million, except where indicated</i>	As of or for the quarter ended						As of or for the year ended			
	<b>30.9.18</b>	30.6.18	31.3.18	31.12.17	30.9.17	30.6.17	31.3.17	31.12.17	31.12.16	31.12.15
<b>Assets</b>										
Cash and balances at central banks	<b>94,393</b>	103,166	97,341	90,045	97,647	104,277	108,720	90,045	105,883	90,045
Loans and advances to banks	<b>15,631</b>	15,715	13,991	14,094	15,538	15,025	14,194	14,094	12,926	12,926
Receivables from securities financing transactions	<b>83,508</b>	77,125	80,785	91,951	107,912	94,205	95,331	91,951	79,936	79,936
Cash collateral receivables on derivative instruments	<b>21,821</b>	25,158	25,459	24,040	25,741	23,640	22,478	24,040	26,198	26,198
Loans and advances to customers	<b>324,173</b>	321,091	331,667	326,746	323,690	320,160	307,493	326,746	300,010	311,010
Other financial assets measured at amortized cost	<b>21,015</b>	21,181	20,065	37,815	32,781	30,743	29,401	37,815	27,115	27,115
<b>Total financial assets measured at amortized cost</b>	<b>560,540</b>	563,436	569,307	584,691	603,308	588,050	577,617	584,691	552,068	552,068
Financial assets at fair value held for trading	<b>123,140</b>	113,112	110,719	129,407	113,620	107,512	102,408	129,407	90,416	129,407
<i>of which: assets pledged as collateral that may be sold or repledged by counterparties</i>	<b>37,723</b>	36,904	36,226	36,277	34,508	34,053	30,287	36,277	29,731	36,277
Derivative financial instruments	<b>116,417</b>	122,679	118,878	121,285	123,357	127,033	121,314	121,285	155,642	121,285
Brokerage receivables	<b>20,620</b>	18,578	21,241							
Financial assets at fair value not held for trading	<b>88,853</b>	94,040	102,304	60,457	52,393	53,964	49,019	60,457	64,210	64,210

<b>Total financial assets measured at fair value through profit or loss</b>	<b>349,029</b>	348,409	353,143	311,148	289,370	288,509	272,741	311,148	310,269	29
<b>Financial assets measured at fair value through other comprehensive income</b>	<b>6,744</b>	7,003	7,088	8,889	13,469	14,707	16,205	8,889	15,402	6
Investments in associates	<b>1,000</b>	1,035	1,088	1,045	1,019	1,013	975	1,045	947	
Property, equipment and software	<b>9,214</b>	9,163	9,294	9,057	8,929	8,778	8,352	9,057	8,186	
Goodwill and intangible assets	<b>6,436</b>	6,448	6,540	6,563	6,597	6,488	6,446	6,563	6,442	
Deferred tax assets	<b>9,818</b>	9,934	10,117	10,056	13,002	13,045	13,114	10,056	13,158	1
Other non-financial assets	<b>7,410</b>	7,389	7,683	7,830	7,616	7,832	12,610	7,830	12,434	
<b>Total assets</b>	<b>950,192</b>	952,817	964,260	939,279	943,310	928,422	908,058	939,279	918,906	94

**Balance sheet (continued)**

<i>USD million, except where indicated</i>	As of or for the quarter ended							
	<b>30.9.18</b>	30.6.18	31.3.18	31.12.17	30.9.17	30.6.17	31.3.17	31.12.17
<b>Liabilities</b>								
Amounts due to banks	<b>10,301</b>	10,333	9,466	7,728	10,986	12,085	8,730	7,728
Payables from securities financing transactions	<b>11,022</b>	10,219	9,615	17,485	20,622	14,406	13,662	17,485
Cash collateral payables on derivative instruments	<b>28,160</b>	32,125	30,866	31,029	32,939	32,845	29,818	31,029
Customer deposits	<b>408,924</b>	406,995	418,108	419,577	414,810	421,294	418,544	419,577
Debt issued measured at amortized cost	<b>136,537</b>	138,745	144,630	143,160	137,850	126,842	114,503	143,160
Other financial liabilities measured at amortized cost	<b>6,451</b>	6,970	6,200	37,276	38,636	37,302	37,563	37,276
<b>Total financial liabilities measured at amortized cost</b>	<b>601,395</b>	605,387	618,885	656,255	655,844	644,773	622,820	656,255
Financial liabilities at fair value held for trading	<b>32,639</b>	31,694	36,447	31,251	31,619	26,384	28,521	31,251
Derivative financial instruments	<b>115,711</b>	120,276	117,423	119,137	119,222	124,029	119,732	119,137
Brokerage payables designated at fair value	<b>38,995</b>	38,239	36,496					
Debt issued designated at fair value	<b>62,803</b>	57,352	54,606	50,782	51,158	49,945	50,542	50,782
Other financial liabilities designated at fair value	<b>35,262</b>	37,672	36,124	16,643	17,488	17,073	15,549	16,643
<b>Total financial liabilities measured at fair value through profit or loss</b>	<b>285,409</b>	285,233	281,096	217,813	219,488	217,431	214,344	217,813
Provisions	<b>3,019</b>	3,151	3,193	3,214	3,239	3,341	3,750	3,214
Other non-financial liabilities	<b>8,237</b>	7,776	7,359	9,443	8,817	8,082	12,699	9,443
<b>Total liabilities</b>	<b>898,060</b>	901,546	910,532	886,725	887,387	873,627	853,612	886,725
<b>Equity</b>								
Equity attributable to shareholders	<b>52,094</b>	51,210	53,662	52,495	55,156	54,072	53,769	52,495
Equity attributable to non-controlling interests	<b>39</b>	61	65	59	767	722	678	59
<b>Total equity</b>	<b>52,132</b>	51,271	53,727	52,554	55,923	54,795	54,446	52,554
<b>Total liabilities and equity</b>	<b>950,192</b>	952,817	964,260	939,279	943,310	928,422	908,058	939,279

**Note 3 Net fee and commission income<sup>1</sup>**

<i>USD million, except where indicated</i>	As of or for the quarter ended						
	<b>30.9.18</b>	30.6.18	31.3.18	31.12.17	30.9.17	30.6.17	31.3.17
Underwriting fees	<b>210</b>	185	239	199	244	281	210
<i>of which: equity underwriting fees</i>	<b>98</b>	89	127	106	154	153	106
<i>of which: debt underwriting fees</i>	<b>113</b>	96	112	94	90	129	106
M&A and corporate finance fees	<b>261</b>	180	206	165	181	175	180
Brokerage fees	<b>786</b>	886	1,026	923	903	971	1,000
Investment fund fees	<b>1,221</b>	1,226	1,279	1,095	1,090	1,074	1,000
Portfolio management and related services	<b>1,949</b>	1,922	1,949	2,011	1,959	1,901	1,700
Other	<b>447</b>	446	480	447	479	470	400
<b>Total fee and commission income</b>	<b>4,875</b>	4,845	5,178	4,840	4,855	4,872	4,700
<i>of which: recurring</i>	<b>3,240</b>	3,195	3,257				
<i>of which: transaction-based</i>	<b>1,616</b>	1,628	1,903				
<i>of which: performance-based</i>	<b>19</b>	22	18				
Brokerage fees paid	<b>63</b>	76	90	157	167	183	100
Other	<b>346</b>	345	344	328	290	278	200
<b>Total fee and commission expense</b>	<b>409</b>	421	433	485	458	461	400
<b>Net fee and commission income</b>	<b>4,466</b>	4,423	4,744	4,355	4,397	4,411	4,300
<i>of which: net brokerage fees</i>	<b>723</b>	811	937	766	735	788	800

1 Upon adoption of IFRS 15, certain brokerage fees paid in an agency capacity have been reclassified from expense to Fee and commission income on a prospective basis from 1 January 2018, primarily relating to clearing costs for exchange traded derivative transactions and fees payable to third-party research providers. In addition to the IFRS 15 changes, certain revenues, primarily distribution fees and fund management fees, have been reclassified to better reflect the nature of the revenues, with prior period information restated accordingly. Certain expenses that are incremental and incidental to revenues have been reclassified prospectively from commission expense to Fee and commission expense to improve the alignment of transaction-based costs with revenues, primarily impacting clearing costs, client loyalty costs, fund and custody expenses. As the impact of these changes is not material, prior period information was not restated.

**Note 4 Other income**

<i>USD million, except where indicated</i>	As of or for the quarter ended						As of or for the year		
	<b>30.9.18</b>	30.6.18	31.3.18	31.12.17	30.9.17	30.6.17	31.3.17	31.12.17	31.12.16
<b>Associates, joint ventures and subsidiaries</b>									
Net gains / (losses) from disposals of subsidiaries <sup>1</sup>	<b>20</b>	(1)		43	4	(13)	(2)	32	(96)
Share of net profits of associates and joint ventures	<b>17</b>	15	16	19	21	17	19	76	109
Impairment charges related to associates					(7)			(7)	
<b>Total</b>	<b>37</b>	14	16	62	18	4	17	101	12
<b>Financial assets measured at fair value through other comprehensive income</b>									
Net gains / (losses) from disposals				47	11	131	6	195	350
Impairments				(2)		1	(14)	(15)	(5)
<b>Total</b>				45	11	132	(8)	180	345
Net gains / (losses) from disposals of financial assets measured at amortized cost		(1)		(3)	2	(2)	17	14	(3)
Net income from properties (excluding net gains / (losses) from disposals) <sup>2</sup>	<b>6</b>	6	6	6	6	6	6	24	26
Net gains / (losses) from disposals of properties held for sale	<b>31</b>								128
Other	<b>27</b>	23	20	136	28	14	12	191	156
<b>Total other income</b>	<b>101</b>	43	42	247	65	154	45	511	663

1 Includes foreign exchange gains / (losses) reclassified from Other comprehensive income related to disposed foreign subsidiaries and branches. 2 Includes net rent received from third parties and net operating expenses.

**Note 5 Personnel expenses**

As of or for the quarter ended

As of or for



*USD million, except where indicated*

	<b>30.9.18</b>	30.6.18	31.3.18	31.12.17	30.9.17	30.6.17	31.3.17	31.12.17	31.12.17
Salaries and variable compensation	<b>2,305</b>	2,456	2,742	2,245	2,373	2,493	2,445	9,556	
Financial advisor variable compensation <sup>1</sup>	<b>1,016</b>	1,007	1,032	1,046	1,012	1,019	988	4,064	
Contractors	<b>119</b>	129	123	136	121	111	93	460	
Social security	<b>189</b>	197	243	207	212	192	202	814	
Pension and other post-employment benefit plans	<b>149</b>	170	(35)	173	177	174	200	723	
Other personnel expenses	<b>158</b>	144	150	173	139	133	136	581	
<b>Total personnel expenses</b>	<b>3,936</b>	4,102	4,254	3,980	4,033	4,121	4,065	16,199	

1 Financial advisor variable compensation consists of grid-based compensation based directly on core revenues generated by financial advisors and supplemental compensation calculated on the basis of advisor productivity, firm tenure, assets and other variables. It also includes expenses related to compensation commitments with financial advisors entered into at the time of recruitment that are subject to vesting requirements.

**Note 6 General and administrative expenses**

<i>USD million, except where indicated</i>	As of or for the quarter ended					
	<b>30.9.18</b>	30.6.18	31.3.18	31.12.17	30.9.17	30.6.17
Occupancy	<b>230</b>	224	233	240	223	223
Rent and maintenance of IT and other equipment	<b>158</b>	150	159	151	137	139
Communication and market data services	<b>158</b>	156	161	157	157	152
Administration <sup>1</sup>	<b>117</b>	72	144	259	150	104
Marketing and public relations	<b>82</b>	85	85	140	91	96
Travel and entertainment	<b>102</b>	113	98	122	102	113
Professional fees	<b>237</b>	240	245	372	315	284
Outsourcing of IT and other services	<b>348</b>	351	361	435	407	372
Litigation, regulatory and similar matters <sup>2</sup>	<b>2</b>	132	(11)	185	205	10
Other	<b>27</b>	11	36	27	38	36
<b>Total general and administrative expenses</b>	<b>1,462</b>	1,533	1,510	2,088	1,825	1,528

1 Administration costs include net expenses / credits related to the UK bank levy. 2 Reflects the net for litigation, regulatory and similar matters recognized in the income statement. In addition, it includes

**Note 8 Earnings per share (EPS) and shares outstanding**

<i>USD million, except where indicated</i>	As of or for the quarter ended					
	<b>30.9.18</b>	30.6.18	31.3.18	31.12.17	30.9.17	30.6.17
<b>Basic earnings (USD million)</b>						
Net profit / (loss) attributable to shareholders	<b>1,253</b>	1,382	1,566	(2,417)	982	1,000
<b>Diluted earnings (USD million)</b>						
Net profit / (loss) attributable to shareholders	<b>1,253</b>	1,382	1,566	(2,417)	982	1,000
Less: (profit) / loss on own equity derivative contracts		(1)	(1)			
Net profit / (loss)	<b>1,253</b>	1,381	1,565	(2,417)	982	1,000

attributable to  
shareholders  
for diluted  
EPS

**Weighted  
average  
shares  
outstanding**

Weighted  
average  
shares

**3,729,382,991** 3,750,246,679 3,728,701,542 3,719,192,967 3,717,418,510 3,715,138,

outstanding  
for basic EPS<sup>1</sup>

Effect of  
dilutive  
potential  
shares  
resulting from

notional  
shares,  
in-the-money  
options and  
warrants

outstanding<sup>2</sup>

**107,610,429** 99,757,026 128,521,488 13 120,524,131 110,988,

Weighted  
average  
shares

outstanding  
for diluted  
EPS

**3,836,993,420** 3,850,003,705 3,857,223,030 3,719,192,980 3,837,942,641 3,826,127,

**Earnings per  
share (USD)**

Basic

**0.34** 0.37 0.42 (0.65) 0.26 0

Diluted

**0.33** 0.36 0.41 (0.65) 0.26 0

**Shares  
outstanding**

Shares issued

**3,855,121,120** 3,854,589,552 3,854,297,125 3,853,096,603 3,852,361,272 3,851,805,

Treasury  
shares

**128,747,979** 125,469,362 93,077,090 132,301,550 133,704,681 135,182,

Shares

**outstanding**

**3,726,373,141** 3,729,120,190 3,761,220,035 3,720,795,053 3,718,656,591 3,716,622,

1 The weighted average shares outstanding for basic EPS are calculated by taking the number of shares outstanding at the beginning of the period, plus shares acquired or issued during the period, multiplied by a time-weighted factor for the period outstanding, less shares repurchased, cancelled, or returned to treasury during the period. 2 Due to the net loss in the fourth quarter of 2017, a portion of the unvested notional share awards and options outstanding were not included in the calculation of diluted EPS for the fourth quarter of 2017 and for the full year ended December 2017. Such shares are only taken into account for the diluted EPS calculation when their exercise would result in a net increase in earnings or decrease in loss per share, in accordance with IAS 33, Earnings per Share.

**Global Wealth Management<sup>1</sup>**

<i>USD million, except where indicated</i>	As of or for the quarter ended							As of or fo
	<b>30.9.18</b>	30.6.18	31.3.18	31.12.17	30.9.17	30.6.17	31.3.17	31.12.17
<b>Results</b>								
Net interest income	<b>1,063</b>	1,092	1,079	1,070	1,052	1,012	969	4,103
Recurring net fee income	<b>2,412</b>	2,375	2,421	2,316	2,301	2,221	2,130	8,968
Transaction-based income	<b>636</b>	726	935	730	735	818	876	3,159
Other income	<b>19</b>	9	11	16	24	14	11	65
Income	<b>4,130</b>	4,202	4,446	4,132	4,111	4,066	3,986	16,295
Credit loss (expense) / recovery <sup>2</sup>	<b>(6)</b>	(1)	3	(6)	(1)	(1)	(1)	(8)
<b>Total operating income</b>	<b>4,124</b>	<b>4,201</b>	<b>4,450</b>	<b>4,127</b>	<b>4,111</b>	<b>4,065</b>	<b>3,985</b>	<b>16,287</b>
Personnel expenses	<b>1,903</b>	1,925	1,973	1,926	1,938	1,930	1,881	7,674
General and administrative expenses	<b>298</b>	305	304	366	310	312	275	1,263
Services (to) / from Corporate Center and other business divisions	<b>962</b>	910	959	1,028	915	908	875	3,726
<i>of which: services from CC – Services</i>	<b>935</b>	886	931	1,004	895	883	845	3,626
Depreciation and impairment of property, equipment and software	<b>1</b>	1	1	1	1	1	1	4
Amortization and impairment of intangible assets	<b>9</b>	13	13	14	12	11	12	49
<b>Total operating expenses</b>	<b>3,174</b>	<b>3,153</b>	<b>3,251</b>	<b>3,336</b>	<b>3,176</b>	<b>3,162</b>	<b>3,043</b>	<b>12,717</b>
<b>Business division operating profit / (loss) before tax</b>	<b>950</b>	<b>1,048</b>	<b>1,199</b>	<b>791</b>	<b>935</b>	<b>903</b>	<b>942</b>	<b>3,571</b>
<b>Adjusted results<sup>3</sup></b>								
<b>Total operating income as reported</b>	<b>4,124</b>	<b>4,201</b>	<b>4,450</b>	<b>4,127</b>	<b>4,111</b>	<b>4,065</b>	<b>3,985</b>	<b>16,287</b>
<i>of which: gain / (loss) on sale of financial assets available for sale<sup>4</sup></i>								
<i>of which: gain / (loss) on sale of subsidiaries and businesses</i>								
<i>of which: gain related to investments in associates</i>								
<b>Total operating income (adjusted)</b>	<b>4,124</b>	<b>4,201</b>	<b>4,450</b>	<b>4,127</b>	<b>4,111</b>	<b>4,065</b>	<b>3,985</b>	<b>16,287</b>
<b>Total operating expenses as reported</b>	<b>3,174</b>	<b>3,153</b>	<b>3,251</b>	<b>3,336</b>	<b>3,176</b>	<b>3,162</b>	<b>3,043</b>	<b>12,717</b>
<i>of which: personnel-related restructuring expenses<sup>5</sup></i>	<b>11</b>	3	3	10	13	14	2	39
	<b>0</b>	5	10	24	23	17	11	75

<i>of which: non-personnel-related restructuring expenses<sup>5</sup></i>								
<i>of which: restructuring expenses allocated from CC – Service<sup>5</sup></i>	<b>61</b>	39	50	162	108	106	98	474
<i>of which: gain related to changes to the Swiss pension plan</i>			(66)					
<i>of which: a gain related to a change to retiree benefit plans in the US</i>								
<b>Total operating expenses (adjusted)</b>	<b>3,101</b>	<b>3,106</b>	<b>3,254</b>	<b>3,139</b>	<b>3,032</b>	<b>3,025</b>	<b>2,932</b>	<b>12,129</b>
<b>Business division operating profit / (loss) before tax as reported</b>	<b>950</b>	<b>1,048</b>	<b>1,199</b>	<b>791</b>	<b>935</b>	<b>903</b>	<b>942</b>	<b>3,571</b>
<b>Business division operating profit / (loss) before tax (adjusted)</b>	<b>1,022</b>	<b>1,095</b>	<b>1,196</b>	<b>988</b>	<b>1,079</b>	<b>1,040</b>	<b>1,052</b>	<b>4,159</b>

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**Global Wealth Management  
(continued)<sup>1</sup>**

<i>USD million, except where indicated</i>	As of or for the quarter ended						As of or for the year ended			
	<b>30.9.18</b>	30.6.18	31.3.18	31.12.17	30.9.17	30.6.17	31.3.17	31.12.17	31.12.16	31.12.15
<b>Key performance indicators</b>										
Pre-tax profit growth (%)	<b>1.6</b>	16.1	27.3	12.6	10.6	16.9	22.3	15.5	(13.4)	1.9
Cost / income ratio (%)	<b>76.8</b>	75.0	73.1	80.7	77.3	77.8	76.3	78.0	79.7	77.9
Net new money growth (%)	<b>2.3</b>	(0.2)	3.3	2.4	0.4	1.4	4.0	2.2	2.2	1.7
Net margin on invested assets (bps)	<b>16</b>	17	20	13	16	16	18	16	15	18
<b>Adjusted key performance indicators<sup>3</sup></b>										
Pre-tax profit growth (%)	<b>(5.2)</b>	5.3	13.6	14.1	5.0	15.4	19.1	13.1	(3.8)	1.9
Cost / income ratio (%)	<b>75.1</b>	73.9	73.2	76.0	73.8	74.4	73.6	74.4	75.8	76.0
Net new money growth (%)	<b>2.3</b>	(0.2)	3.3	2.4	0.4	1.4	4.0	2.2	2.2	2.3
Net margin on invested assets (bps)	<b>17</b>	18	20	17	19	19	20	19	18	19
<b>Additional information</b>										
Net new money (USD billion)	<b>13.8</b>	(1.2)	20.0	13.9	2.5	7.8	20.6	44.8	43.0	35.2
Invested assets (USD billion) <sup>6</sup>	<b>2,438</b>	2,393	2,415	2,403	2,325	2,240	2,162	2,403	2,060	1,967
Gross margin on invested assets (bps)	<b>68</b>	70	74	70	72	74	76	73	75	81
Adjusted gross margin on	<b>68</b>	70	74	70	72	74	76	73	75	80

invested assets (bps)										
Client assets (USD billion)	<b>2,687</b>	2,656	2,676	2,661	2,574	2,481	2,398	2,661	2,297	2,204
Loans, gross (USD billion) <sup>7</sup>	<b>177.9</b>	177.2	180.1	172.5	167.3	164.1	155.6	172.5	151.7	153.7
Advisors (full-time equivalents)	<b>10,677</b>	10,682	10,654	10,616	10,681	10,698	10,819	10,616	10,884	11,159

1 Comparative figures in the timeseries may differ from those originally published in quarterly and annual reports due to adjustments following organizational changes, restatements due to the retrospective adoption of new accounting standards or changes in accounting policies, and events after the reporting period. 2 Upon adoption of IFRS 9 effective 1 January 2018, credit loss expenses include credit losses on recruitment loans to financial advisors previously recognized in personnel expenses. Prior periods were not restated. 3 Adjusted results are non-GAAP financial measures as defined by SEC regulations. 4 Includes a sale of our investment in Visa Europe. 5 Reflects restructuring expenses related to legacy cost programs as well as expenses for new restructuring initiatives in 2018. 6 Certain account types were corrected during the fourth quarter of 2017. Prior periods were corrected accordingly. The effect on net new money in all periods was immaterial. 7 Loans include customer brokerage receivables which with the adoption of IFRS 9 effective 1 January 2018 have been reclassified to a separate reporting line on the balance sheet.

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**Regional breakdown of key figures<sup>1</sup>**

<i>USD billion, except where indicated</i>	As of or for the quarter ended						
	<b>30.9.18</b>	30.6.18	31.3.18	31.12.17	30.9.17	30.6.17	31.3.17
<b>Americas</b>							
Net new money	<b>(0.9)</b>	(7.1)	7.5	(1.6)	(2.9)	(6.3)	2.3
Net new money growth (%)	<b>(0.3)</b>	(2.3)	2.4	(0.5)	(1.0)	(2.2)	0.8
Invested assets <sup>2</sup>	<b>1,307</b>	1,268	1,258	1,263	1,228	1,191	1,174
Loans, gross <sup>3</sup>	<b>58.9</b>	58.1	56.8	57.0	55.9	55.9	54.3
Advisors (full-time equivalents)	<b>6,910</b>	6,937	6,956	6,990	7,031	7,075	7,143
<b>Asia Pacific</b>							
Net new money	<b>8.6</b>	2.2	6.3	10.2	2.9	9.9	5.8
Net new money growth (%)	<b>8.8</b>	2.2	6.6	11.5	3.5	12.7	8.1
Invested assets <sup>2</sup>	<b>384</b>	391	397	383	357	332	310
Loans, gross <sup>3</sup>	<b>45.1</b>	47.0	47.9	43.2	39.6	37.9	35.1
Advisors (full-time equivalents)	<b>1,110</b>	1,095	1,077	1,037	1,028	1,008	1,025
<b>EMEA</b>							
Net new money	<b>4.8</b>	0.0	5.1	4.3	0.5	2.5	12.2
Net new money growth (%)	<b>3.7</b>	0.0	3.7	3.3	0.4	2.1	10.6
Invested assets <sup>2</sup>	<b>524</b>	523	547	545	531	515	489
Loans, gross <sup>3</sup>	<b>38.2</b>	37.2	39.3	37.4	37.0	36.2	33.9
Advisors (full-time equivalents)	<b>1,802</b>	1,792	1,764	1,748	1,780	1,767	1,796
<b>Switzerland</b>							
Net new money	<b>1.5</b>	4.4	1.7	1.2	2.4	1.8	0.7
Net new money growth (%)	<b>2.8</b>	8.5	3.3	2.4	4.9	3.9	1.7
Invested assets <sup>2</sup>	<b>219</b>	208	208	209	206	200	185
Loans, gross <sup>3</sup>	<b>35.1</b>	34.1	35.3	34.1	34.2	33.6	31.7
Advisors (full-time equivalents)	<b>734</b>	731	731	728	722	724	732

<sup>1</sup> Excluding minor functions with 121 advisors, USD 3 billion of invested assets, USD 0.6 billion of loan net new money outflows in the third quarter of 2018. <sup>2</sup> Certain account types were corrected during 2017. Prior periods were corrected accordingly. The effect on net new money in all periods was immaterial. <sup>3</sup> Customer brokerage receivables which with the adoption of IFRS 9 effective 1 January 2018 have been on a separate reporting line on the balance sheet.



**Personal & Corporate Banking<sup>1</sup>**

<i>USD million, except where indicated</i>	As of or for the quarter ended						As of or for the year ended	
	30.9.18	30.6.18	31.3.18	31.12.17	30.9.17	30.6.17	31.3.17	31.12.16
<b>Results</b>								
Net interest income	<b>528</b>	515	538	532	541	539	515	2,121
Recurring net fee income	<b>160</b>	159	163	157	154	155	139	600
Transaction-based income	<b>286</b>	278	299	288	296	279	262	1,121
Other income	<b>15</b>	14	18	19	17	16	36	81
Income	<b>989</b>	965	1,017	996	1,008	989	952	3,944
Credit loss (expense) / recovery	<b>(3)</b>	(22)	(14)	4	(2)	(29)	7	(21)
<b>Total operating income</b>	<b>986</b>	<b>943</b>	<b>1,004</b>	<b>1,000</b>	<b>1,006</b>	<b>960</b>	<b>959</b>	<b>3,923</b>
Personnel expenses	<b>207</b>	223	188	190	218	231	213	851
General and administrative expenses	<b>56</b>	57	62	89	71	77	60	291
Services (to) / from Corporate Center and other business divisions	<b>299</b>	288	306	319	287	285	265	1,151
<i>of which: services from CC – Services</i>	<b>313</b>	307	330	345	311	302	293	1,251
Depreciation and impairment of property, equipment and software	<b>3</b>	3	3	4	3	3	3	11
Amortization and impairment of intangible assets	<b>0</b>	0	0	0	0	0	0	0
<b>Total operating expenses</b>	<b>565</b>	<b>572</b>	<b>559</b>	<b>602</b>	<b>579</b>	<b>595</b>	<b>540</b>	<b>2,311</b>
<b>Business division operating profit / (loss) before tax</b>	<b>421</b>	<b>372</b>	<b>445</b>	<b>398</b>	<b>426</b>	<b>365</b>	<b>419</b>	<b>1,600</b>
<b>Adjusted results<sup>2</sup></b>								
<b>Total operating income as reported</b>	<b>986</b>	<b>943</b>	<b>1,004</b>	<b>1,000</b>	<b>1,006</b>	<b>960</b>	<b>959</b>	<b>3,923</b>
<i>of which: gains related to investments in associates</i>								
<i>of which: gain on sale of financial assets available for sale<sup>3</sup></i>								
<b>Total operating income (adjusted)</b>	<b>986</b>	<b>943</b>	<b>1,004</b>	<b>1,000</b>	<b>1,006</b>	<b>960</b>	<b>959</b>	<b>3,923</b>
<b>Total operating expenses as reported</b>	<b>565</b>	<b>572</b>	<b>559</b>	<b>602</b>	<b>579</b>	<b>595</b>	<b>540</b>	<b>2,311</b>
<i>of which: personnel-related restructuring expenses<sup>4</sup></i>	<b>1</b>	1	1	2	2	2	2	9
<i>of which: non-personnel-related restructuring expenses<sup>4</sup></i>	<b>0</b>	0	0	0	0	0	0	0
<i>of which: restructuring expenses allocated from CC – Services<sup>5</sup></i>	<b>8</b>	9	9	35	24	22	17	91
<i>of which: gain related to changes to the Swiss pension plan</i>			(38)					

<b>Total operating expenses (adjusted)</b>	<b>556</b>	<b>562</b>	<b>587</b>	<b>566</b>	<b>553</b>	<b>571</b>	<b>521</b>	<b>2,21</b>
<b>Business division operating profit / (loss) before tax as reported</b>	<b>421</b>	<b>372</b>	<b>445</b>	<b>398</b>	<b>426</b>	<b>365</b>	<b>419</b>	<b>1,60</b>
<b>Business division operating profit / (loss) before tax (adjusted)</b>	<b>430</b>	<b>382</b>	<b>417</b>	<b>434</b>	<b>452</b>	<b>389</b>	<b>438</b>	<b>1,71</b>

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**Personal & Corporate Banking (continued)<sup>1</sup>**

USD million, except where indicated

	As of or for the quarter ended						As of or for the year ended			
	<b>30.9.18</b>	30.6.18	31.3.18	31.12.17	30.9.17	30.6.17	31.3.17	31.12.17	31.12.16	31.12.15

**Key performance indicators**

Pre-tax profit growth (%)	<b>(1.2)</b>	2.0	6.3	7.1	(8.4)	(33.3)	4.3	(10.0)	4.4	4.1
Cost / income ratio (%)	<b>57.1</b>	59.2	54.9	60.4	57.5	60.2	56.8	58.7	55.7	57.0
Net interest margin (bps)	<b>159</b>	153	158	156	157	158	155	157	162	168
Net new business volume growth for personal banking (%)	<b>4.5</b>	3.8	6.5	1.0	3.6	4.6	6.9	4.2	3.2	2.4

**Adjusted key performance indicators<sup>2</sup>**

Pre-tax profit growth (%)	<b>(4.9)</b>	(1.7)	(4.7)	10.6	(6.9)	(18.0)	2.9	(3.7)	1.8	1.9
Cost / income ratio (%)	<b>56.2</b>	58.2	57.7	56.8	54.9	57.8	54.8	56.1	54.4	55.3
Net interest margin (bps)	<b>159</b>	153	158	156	157	158	155	157	162	168
Net new business volume growth for personal banking (%)	<b>4.5</b>	3.8	6.5	1.0	3.6	4.6	6.9	4.2	3.2	2.4

<sup>1</sup> Comparative figures in the timeseries may differ from those originally published in quarterly and annual reports due to adjustments following organizational changes, restatements due to the retrospective adoption of new accounting standards or changes in accounting policies, and events after the reporting period. <sup>2</sup> Adjusted results are non-GAAP financial measures as defined by SEC regulations. <sup>3</sup> Reflects a gain on the sale of our investment in Visa Europe. <sup>4</sup> Reflects restructuring expenses related to legacy cost programs.

**Asset Management<sup>1</sup>**

*USD million, except where indicated*

	As of or for the quarter ended						As of or for the year		
	30.9.18	30.6.18	31.3.18	31.12.17	30.9.17	30.6.17	31.3.17	31.12.17	31.12.16

**Results**

Net management fees <sup>2</sup>	<b>441</b>	444	452	448	473	454	424	1,800	1,831
Performance fees	<b>17</b>	19	15	27	39	37	26	130	124
Gain / (loss) on sale of subsidiaries and businesses				153				153	
<b>Total operating income</b>	<b>458</b>	<b>463</b>	<b>468</b>	<b>629</b>	<b>512</b>	<b>491</b>	<b>451</b>	<b>2,083</b>	<b>1,955</b>
Personnel expenses	<b>169</b>	191	177	177	192	201	162	731	736
General and administrative expenses	<b>45</b>	49	52	71	54	53	57	235	244
Services (to) / from Corporate Center and other business divisions	<b>121</b>	120	126	141	133	123	127	524	512
<i>of which: services from CC – Services</i>	<b>131</b>	<i>130</i>	<i>137</i>	<i>150</i>	<i>142</i>	<i>134</i>	<i>136</i>	<i>562</i>	<i>537</i>
Depreciation and impairment of property, equipment and software	<b>0</b>	1	0	0	0	0	0	1	1
Amortization and impairment of intangible assets	<b>0</b>	0	0	0	1	1	1	3	5
<b>Total operating expenses</b>	<b>336</b>	<b>361</b>	<b>355</b>	<b>390</b>	<b>380</b>	<b>379</b>	<b>347</b>	<b>1,495</b>	<b>1,498</b>
<b>Business division operating profit / (loss) before tax</b>	<b>123</b>	<b>102</b>	<b>113</b>	<b>239</b>	<b>132</b>	<b>113</b>	<b>103</b>	<b>587</b>	<b>457</b>
<b>Adjusted results<sup>3</sup></b>									
<b>Total operating income as reported</b>	<b>458</b>	<b>463</b>	<b>468</b>	<b>629</b>	<b>512</b>	<b>491</b>	<b>451</b>	<b>2,083</b>	<b>1,955</b>
<i>of which: gain / (loss) on sale of subsidiaries and businesses</i>				<i>153</i>				<i>153</i>	
<b>Total operating income (adjusted)</b>	<b>458</b>	<b>463</b>	<b>468</b>	<b>476</b>	<b>512</b>	<b>491</b>	<b>451</b>	<b>1,929</b>	<b>1,955</b>
<b>Total operating expenses as reported</b>	<b>336</b>	<b>361</b>	<b>355</b>	<b>390</b>	<b>380</b>	<b>379</b>	<b>347</b>	<b>1,495</b>	<b>1,498</b>

<i>of which:</i>									
<i>personnel-related</i>									
<i>restructuring</i>									
<i>expenses<sup>4</sup></i>	<b>2</b>	15	1	5	7	3	2	17	15
<i>of which:</i>									
<i>non-personnel-related</i>									
<i>restructuring</i>									
<i>expenses<sup>4</sup></i>	<b>1</b>	3	3	6	5	6	5	22	15
<i>of which: restructuring</i>									
<i>expenses allocated</i>									
<i>from CC – Service<sup>5</sup></i>	<b>6</b>	8	7	20	16	15	13	63	72
<i>of which: gain related</i>									
<i>to changes to the</i>									
<i>Swiss pension plan</i>			(10)						
<b>Total operating</b>									
<b>expenses (adjusted)</b>	<b>327</b>	<b>335</b>	<b>353</b>	<b>359</b>	<b>353</b>	<b>355</b>	<b>327</b>	<b>1,393</b>	<b>1,397</b>
<b>Business division</b>									
<b>operating profit /</b>									
<b>(loss) before tax as</b>	<b>123</b>	<b>102</b>	<b>113</b>	<b>239</b>	<b>132</b>	<b>113</b>	<b>103</b>	<b>587</b>	<b>457</b>
<b>reported</b>									
<b>Business division</b>									
<b>operating profit /</b>									
<b>(loss) before tax</b>	<b>131</b>	<b>128</b>	<b>114</b>	<b>117</b>	<b>159</b>	<b>137</b>	<b>123</b>	<b>536</b>	<b>558</b>
<b>(adjusted)</b>									

**Asset Management (continued)<sup>1</sup>**

USD million, except where indicated	As of or for the quarter ended							As of
	30.9.18	30.6.18	31.3.18	31.12.17	30.9.17	30.6.17	31.3.17	
<b>Key performance indicators</b>								
Pre-tax profit growth (%)	<b>(7.0)</b>	(9.5)	9.2	67.5	23.6	(3.7)	14.6	2
Cost / income ratio (%)	<b>73.2</b>	78.0	75.9	62.0	74.2	77.1	77.1	7
Net new money growth excluding money market flows (%)	<b>0.3</b>	0.5	15.7	5.8	5.3	6.6	13.5	
Net margin on invested assets (bps)	<b>6</b>	5	6	12	7	6	6	
<b>Adjusted key performance indicators<sup>3</sup></b>								
Pre-tax profit growth (%) <sup>5</sup>	<b>(11.9)</b>	(0.9)	(1.1)	(19.8)	12.6	(9.5)	14.6	(2)
Cost / income ratio (%)	<b>71.3</b>	72.4	75.5	75.4	68.9	72.2	72.6	7
Net new money growth excluding money market flows (%)	<b>0.3</b>	0.5	15.7	5.8	5.3	6.6	13.5	
Net margin on invested assets (bps)	<b>6</b>	6	6	6	8	8	7	
<b>Net new money / invested assets</b>								
Net new money (USD billion)	<b>3.2</b>	(2.1)	33.3	10.0	15.9	10.8	22.9	5
Invested assets (USD billion)	<b>830</b>	817	831	796	768	732	695	7
of which: passive strategies	<b>318</b>	318	320	293	274	258	236	2
<b>Additional information</b>								
Gross margin on invested assets (bps)	<b>22</b>	22	23	32	27	28	27	
Adjusted gross margin on invested assets (bps)	<b>22</b>	22	23	24	27	28	27	

1 Comparative figures in the timeseries may differ from those originally published in quarterly and annual reports due to adjustments following organizational changes, restatements due to the retrospective adoption of new accounting standards or changes in accounting policies, and events after the reporting period. 2 Net management fees, net of transaction fees, fund administration revenues (including net interest and trading income from lending and securities services, foreign exchange hedging as part of the fund services offering), gains or losses from seed money and other items that are not performance fees. Beginning 1 January 2018, net management fees also include fund and custody expenses recognized as contra revenues and previously included as expenses. Prior periods were not restated. 3 Adjusted results are non-GAAP financial measures as defined by regulatory requirements. 4 Reflects restructuring expenses related to legacy cost programs as well as expenses related to other restructuring initiatives in 2018. 5 Excluding the impact of business exits. Prior-period information for periods before 1 January 2018 has been restated.

**Investment Bank<sup>1</sup>**

*USD million, except where indicated*

	As of or for the quarter ended				As of or for the year					
	30.9.18	30.6.18	31.3.18	31.12.17	30.9.17	30.6.17	31.3.17	31.12.17	31.12.16	31.12.15

**Results**

Corporate Client Solutions	<b>658</b>	630	877	652	746	754	718	2,870	2,410
Investor Client Services	<b>1,308</b>	1,569	1,590	1,179	1,116	1,333	1,388	5,016	5,381
Equities	<b>919</b>	1,061	1,165	912	812	952	935	3,612	3,525
Foreign Exchange, Rates and Credit	<b>389</b>	507	426	266	305	381	453	1,405	1,856
Income	<b>1,966</b>	2,199	2,467	1,831	1,862	2,087	2,106	7,886	7,790
Credit loss (expense) / recovery	<b>1</b>	(6)	(16)	(81)	2	(7)	(6)	(92)	(11)
<b>Total operating income</b>	<b>1,967</b>	<b>2,193</b>	<b>2,451</b>	<b>1,750</b>	<b>1,864</b>	<b>2,080</b>	<b>2,100</b>	<b>7,794</b>	<b>7,779</b>
Personnel expenses	<b>673</b>	779	952	658	735	794	819	3,006	3,122
General and administrative expenses	<b>101</b>	145	152	269	146	130	130	675	812
Services (to) / from Corporate Center and other business divisions	<b>702</b>	690	715	771	698	689	666	2,824	2,798
<i>of which: services from CC – Services</i>	<b>688</b>	669	690	746	678	664	641	2,729	2,707
Depreciation and impairment of property, equipment and software	<b>2</b>	2	2	3	3	2	3	10	22
Amortization and impairment of intangible assets	<b>5</b>	2	3	2	3	3	3	12	12
<b>Total operating expenses</b>	<b>1,484</b>	<b>1,619</b>	<b>1,823</b>	<b>1,704</b>	<b>1,586</b>	<b>1,618</b>	<b>1,620</b>	<b>6,527</b>	<b>6,765</b>
<b>Business division operating profit / (loss) before tax</b>	<b>483</b>	<b>575</b>	<b>628</b>	<b>46</b>	<b>279</b>	<b>463</b>	<b>480</b>	<b>1,267</b>	<b>1,014</b>

**Adjusted results<sup>2</sup>**

<b>Total operating income as reported</b>	<b>1,967</b>	<b>2,193</b>	<b>2,451</b>	<b>1,750</b>	<b>1,864</b>	<b>2,080</b>	<b>2,100</b>	<b>7,794</b>	<b>7,779</b>
<i>of which: gains on sale of financial assets measured at fair value through OCI<sup>3</sup></i>				29		108		137	77

<b>Total operating income (adjusted)</b>	<b>1,967</b>	<b>2,193</b>	<b>2,451</b>	<b>1,720</b>	<b>1,864</b>	<b>1,973</b>	<b>2,100</b>	<b>7,658</b>	<b>7,702</b>
<b>Total operating expenses as reported</b>	<b>1,484</b>	<b>1,619</b>	<b>1,823</b>	<b>1,704</b>	<b>1,586</b>	<b>1,618</b>	<b>1,620</b>	<b>6,527</b>	<b>6,765</b>
<i>of which:</i>									
<i>personnel-related restructuring expenses<sup>4</sup></i>	<b>1</b>	<b>2</b>	<b>12</b>	<b>12</b>	<b>4</b>	<b>4</b>	<b>18</b>	<b>39</b>	<b>156</b>
<i>of which:</i>									
<i>non-personnel-related restructuring expenses<sup>4</sup></i>	<b>3</b>	<b>3</b>	<b>2</b>	<b>6</b>	<b>7</b>	<b>3</b>	<b>2</b>	<b>18</b>	<b>14</b>
<i>of which: restructuring expenses allocated from CC – Service<sup>§</sup></i>	<b>32</b>	<b>32</b>	<b>34</b>	<b>108</b>	<b>76</b>	<b>69</b>	<b>57</b>	<b>310</b>	<b>416</b>
<i>of which: gain related to the Swiss pension plan</i>			<b>(5)</b>						
<i>of which: impairment of an intangible asset</i>									
<i>of which: expenses from modification of terms for certain DCCP awards<sup>5</sup></i>				<b>26</b>				<b>26</b>	
<b>Total operating expenses (adjusted)</b>	<b>1,448</b>	<b>1,582</b>	<b>1,781</b>	<b>1,553</b>	<b>1,499</b>	<b>1,541</b>	<b>1,543</b>	<b>6,135</b>	<b>6,179</b>
<b>Business division operating profit / (loss) before tax as reported</b>	<b>483</b>	<b>575</b>	<b>628</b>	<b>46</b>	<b>279</b>	<b>463</b>	<b>480</b>	<b>1,267</b>	<b>1,014</b>
<b>Business division operating profit / (loss) before tax (adjusted)</b>	<b>519</b>	<b>611</b>	<b>670</b>	<b>168</b>	<b>365</b>	<b>432</b>	<b>557</b>	<b>1,523</b>	<b>1,524</b>



**Investment Bank (continued)<sup>1</sup>**

USD million, except where indicated

	As of or for the quarter ended				As of or for the quarter ended			
	30.9.18	30.6.18	31.3.18	31.12.17	30.9.17	30.6.17	31.3.17	31.12.17

**Key performance indicators**

Pre-tax profit growth (%)	<b>73.3</b>	24.2	30.9	(85.0)	69.1	59.5	90.1	25.0
Cost / income ratio (%)	<b>75.5</b>	73.6	73.9	93.1	85.1	77.5	76.9	82.8
Return on attributed equity (%) <sup>6</sup>	<b>19.5</b>	21.6	24.0	1.8	11.6	19.9	21.1	13.3

**Adjusted key performance indicators<sup>2</sup>**

Pre-tax profit growth (%)	<b>42.1</b>	41.5	20.2	(51.3)	4.1	(5.5)	50.3	(0.1)
Cost / income ratio (%)	<b>73.7</b>	72.0	72.2	86.2	80.5	77.9	73.2	79.2
Return on attributed equity (%) <sup>6</sup>	<b>20.9</b>	23.0	25.7	6.8	15.2	18.5	24.5	16.0

**Additional information**

Risk-weighted assets (USD billion) <sup>6</sup>	<b>82.4</b>	82.5	91.3	77.0	78.8	78.9	66.1	77.0
Leverage ratio denominator (USD billion) <sup>6</sup>	<b>288.2</b>	286.2	290.2	290.9	286.1	278.6	277.0	290.9

1 Comparative figures in the timeseries may differ from those originally published in quarterly and annual reports due to adjustments following organizational changes, restatements due to the retrospective adoption of new accounting standards or changes in accounting policies, and events after the reporting period. 2 Adjusted results reflect the financial measures as defined by SEC regulations. 3 Reflects gains on sales of our investment in IHS in the first quarter of 2016, and 2015 as well as a gain on the sale of our investment in the London Clearing House in the first quarter of 2017. Figures presented for periods prior to the first quarter of 2018 relate to financial assets available for sale. Upon the adoption of IFRS 9 on 1 January 2018, certain financial assets were reclassified from available for sale to measured at fair value through OCI under IFRS 9. Refer to "Note 1 Basis of accounting" and "Note 9 as of 1 January 2018" in the "Consolidated financial statements" section of UBS Group third quarter 2018 report for more information. 4 Reflects restructuring expenses related to legacy cost programs. 5 Relates to the service period requirement for DCCP awards granted for the performance years 2012 and 2013. 6 "Capital management" section of UBS Group third quarter 2018 report for more information.

**Corporate Center – Total**

<i>USD million, except where indicated</i>	As of or for the quarter ended						As of or for the		
	<b>30.9.18</b>	30.6.18	31.3.18	31.12.17	30.9.17	30.6.17	31.3.17	31.12.17	31.12.17
<b>Results</b>									
<b>Total operating income</b>	<b>(107)</b>	<b>(157)</b>	<b>(204)</b>	<b>(298)</b>	<b>(90)</b>	<b>(128)</b>	<b>49</b>	<b>(467)</b>	<b>(2,182)</b>
Personnel expenses	<b>984</b>	984	965	1,029	951	966	990	3,935	3,935
General and administrative expenses	<b>962</b>	976	940	1,293	1,243	956	987	4,479	4,479
Services (to) / from business divisions	<b>(2,084)</b>	(2,008)	(2,106)	(2,260)	(2,034)	(2,004)	(1,932)	(8,230)	(8,230)
Depreciation and impairment of property, equipment and software	<b>304</b>	280	281	268	258	249	249	1,024	1,024
Amortization and impairment of intangible assets	<b>0</b>	0	0	0	0	1	5	7	7
<b>Total operating expenses</b>	<b>166</b>	<b>234</b>	<b>81</b>	<b>331</b>	<b>418</b>	<b>168</b>	<b>298</b>	<b>1,215</b>	<b>1,815</b>
<b>Operating profit / (loss) before tax</b>	<b>(273)</b>	<b>(391)</b>	<b>(285)</b>	<b>(629)</b>	<b>(508)</b>	<b>(296)</b>	<b>(250)</b>	<b>(1,682)</b>	<b>(2,182)</b>
<b>Adjusted results<sup>2</sup></b>									
<b>Total operating income as reported</b>	<b>(107)</b>	<b>(157)</b>	<b>(204)</b>	<b>(298)</b>	<b>(90)</b>	<b>(128)</b>	<b>49</b>	<b>(467)</b>	<b>(2,182)</b>
<i>of which: own credit on financial liabilities designated at fair value</i>									
<i>of which: gains on sale of real estate</i>	<b>31</b>								
<i>of which: gain / (loss) on sale of subsidiaries and businesses</i>	<b>25</b>								
<i>of which: net gains / (losses) related to the buyback of debt</i>									
<i>of which: net foreign currency translation gains / (losses)<sup>3</sup></i>						(16)		(16)	(16)
<b>Total operating income (adjusted)</b>	<b>(164)</b>	<b>(157)</b>	<b>(204)</b>	<b>(298)</b>	<b>(90)</b>	<b>(111)</b>	<b>49</b>	<b>(450)</b>	<b>(3,012)</b>
<b>Total operating expenses as reported</b>	<b>166</b>	<b>234</b>	<b>81</b>	<b>331</b>	<b>418</b>	<b>168</b>	<b>298</b>	<b>1,215</b>	<b>1,815</b>
<i>of which: personnel-related restructuring expenses<sup>4</sup></i>	<b>44</b>	43	50	134	120	97	93	443	443
<i>of which: non-personnel-related</i>	<b>59</b>	40	53	188	116	119	110	532	532

<i>restructuring expenses</i> <sup>4</sup>										
<i>of which: restructuring expenses allocated from CC – Services</i> <sup>4</sup>	<b>(106)</b>	(88)	(99)	(324)	(224)	(212)	(185)	(945)	(1,0	
<i>of which: gain related to changes to the Swiss pension plan</i>			(122)							
<b>Total operating expenses (adjusted)</b>	<b>169</b>	<b>238</b>	<b>199</b>	<b>333</b>	<b>406</b>	<b>165</b>	<b>281</b>	<b>1,185</b>	<b>1,7</b>	
<b>Operating profit / (loss) before tax as reported</b>	<b>(273)</b>	<b>(391)</b>	<b>(285)</b>	<b>(629)</b>	<b>(508)</b>	<b>(296)</b>	<b>(250)</b>	<b>(1,682)</b>	<b>(2,1</b>	
<b>Operating profit / (loss) before tax (adjusted)</b>	<b>(333)</b>	<b>(395)</b>	<b>(403)</b>	<b>(631)</b>	<b>(496)</b>	<b>(276)</b>	<b>(232)</b>	<b>(1,635)</b>	<b>(2,0</b>	

1 Comparative figures in the timeseries may differ from those originally published in quarterly and annual reports due to adjustments following organizational changes, restatements due to the retrospective adoption of accounting standards or changes in accounting policies, and events after the reporting period. 2 Adjusted results are non-GAAP financial measures as defined by SEC regulations. 3 Related to the disposal of subsidiaries and branches. 4 Reflects restructuring expenses related to legacy cost programs.

**Corporate Center –  
Services<sup>1</sup>**

USD million, except  
where indicated

As of or for the quarter ended  
**30.9.18** 30.6.18 31.3.18 31.12.17 30.9.17 30.6.17 31.3.17 31.12.17 31.12.16 31.12.15

**Results****Total operating  
income**

**(40) (79) (40) (46) (72) (20) (18) (157) (103)**

Personnel expenses

**965** 969 940 1,012 933 946 967 3,857 3,847

General and  
administrative  
expenses

**937** 899 930 1,145 1,244 981 966 4,336 4,192

Depreciation and  
impairment of  
property, equipment  
and software

**304** 280 281 268 258 249 249 1,024 955

Amortization and  
impairment of  
intangible assets

**0** 0 0 0 0 1 5 7 21

**Total operating  
expenses before  
allocations to BDs  
and other CC units**

**2,206 2,149 2,152 2,425 2,435 2,177 2,187 9,224 9,016**

Services (to) / from  
business divisions and  
other CC units

**(2,126)** (2,054) (2,156) (2,313) (2,091) (2,058) (1,983) (8,445) (8,263)

*of which: services to  
Global Wealth  
Management*

**(935)** (886) (931) (1,004) (895) (883) (845) (3,626) (3,520)

*of which: services to  
Personal & Corporate  
Banking*

**(313)** (307) (330) (345) (311) (302) (293) (1,251) (1,201)

*of which: services to  
Asset Management*

**(131)** (130) (137) (150) (142) (134) (136) (562) (537)

*of which: services to  
Investment Bank*

**(688)** (669) (690) (746) (678) (664) (641) (2,729) (2,707)

*of which: services to  
CC – Group ALM*

**(43)** (39) (45) (43) (36) (37) (30) (145) (112)

*of which: services to  
CC – Non-core and  
Legacy Portfolio*

**(35)** (38) (44) (51) (48) (48) (51) (197) (227)

**Total operating  
expenses**

**80 95 (4) 111 344 119 204 779 753**

**Operating profit /  
(loss) before tax**

**(119) (174) (36) (158) (417) (140) (221) (935) (856)**

**Adjusted results<sup>2</sup>**

<b>Total operating income as reported</b>	<b>(40)</b>	<b>(79)</b>	<b>(40)</b>	<b>(46)</b>	<b>(72)</b>	<b>(20)</b>	<b>(18)</b>	<b>(157)</b>	<b>(103)</b>
<i>of which: gains on sales of real estate</i>	<b>31</b>								123
<i>of which: gain / (loss) on sale of subsidiaries and businesses</i>	<b>25</b>								
<b>Total operating income (adjusted)</b>	<b>(96)</b>	<b>(79)</b>	<b>(40)</b>	<b>(46)</b>	<b>(72)</b>	<b>(20)</b>	<b>(18)</b>	<b>(157)</b>	<b>(226)</b>
<b>Total operating expenses as reported before allocations</b>	<b>2,206</b>	<b>2,149</b>	<b>2,152</b>	<b>2,425</b>	<b>2,435</b>	<b>2,177</b>	<b>2,187</b>	<b>9,224</b>	<b>9,016</b>
<i>of which: personnel-related restructuring expenses<sup>3</sup></i>	<b>44</b>	43	50	134	120	96	92	442	526
<i>of which: non-personnel-related restructuring expenses<sup>3</sup></i>	<b>59</b>	40	53	188	116	118	110	532	631
<b>Total operating expenses (adjusted) before allocations</b>	<b>2,103</b>	<b>2,066</b>	<b>2,171</b>	<b>2,103</b>	<b>2,200</b>	<b>1,963</b>	<b>1,984</b>	<b>8,250</b>	<b>7,859</b>
Services (to) / from BDs and other CC units	<b>(2,126)</b>	(2,054)	(2,156)	(2,313)	(2,091)	(2,058)	(1,983)	(8,445)	(8,263)
<i>of which: restructuring expenses allocated to BDs and other CC units<sup>3</sup></i>	<b>(107)</b>	(89)	(101)	(326)	(226)	(215)	(188)	(954)	(1,101)
<i>of which: gain related to changes to the Swiss pension plan</i>			(122)						
<b>Total operating expenses as reported after allocations</b>	<b>80</b>	<b>95</b>	<b>(4)</b>	<b>111</b>	<b>344</b>	<b>119</b>	<b>204</b>	<b>779</b>	<b>753</b>
<b>Total operating expenses (adjusted) after allocations</b>	<b>84</b>	<b>101</b>	<b>117</b>	<b>115</b>	<b>335</b>	<b>120</b>	<b>189</b>	<b>759</b>	<b>697</b>
<b>Operating profit / (loss) before tax as reported</b>	<b>(119)</b>	<b>(174)</b>	<b>(36)</b>	<b>(158)</b>	<b>(417)</b>	<b>(140)</b>	<b>(221)</b>	<b>(935)</b>	<b>(856)</b>
<b>Operating profit / (loss) before tax (adjusted)</b>	<b>(180)</b>	<b>(180)</b>	<b>(157)</b>	<b>(161)</b>	<b>(407)</b>	<b>(140)</b>	<b>(207)</b>	<b>(915)</b>	<b>(923)</b>

1 Comparative figures in the timeseries may differ from those originally published in quarterly and annual reports due to adjustments following organizational changes, restatements due to the retrospective adoption of new accounting standards or changes in accounting policies, and events after the reporting period. 2 Adjusted results are non-GAAP financial measures as defined by SEC regulations. 3 Reflects

restructuring expenses related to legacy cost programs.

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**Corporate Center –  
Group ALM<sup>1</sup>**

*USD million, except where indicated*

**Results**

Business

division-aligned risk  
management net  
income

	As of or for the quarter ended				As of or for the year					
	30.9.18	30.6.18	31.3.18	31.12.17	30.9.17	30.6.17	31.3.17	31.12.17	31.12.16	31.12.15
Business division-aligned risk management net income	72	121	138	160	186	171	209	726	856	
Capital investment and issuance net income	(98)	(103)	(73)	(25)	(33)	(28)	(35)	(121)	45	
Group structural risk management net income	(224)	(231)	(264)	(216)	(137)	(125)	(44)	(522)	(553)	
<b>Total risk management net income before allocations</b>	<b>(250)</b>	<b>(212)</b>	<b>(199)</b>	<b>(82)</b>	<b>16</b>	<b>18</b>	<b>130</b>	<b>83</b>	<b>348</b>	
Allocations to business divisions and other CC units	119	82	20	(65)	(63)	(52)	(88)	(268)	(517)	
<b>Total risk management net income after allocations</b>	<b>(131)</b>	<b>(131)</b>	<b>(179)</b>	<b>(147)</b>	<b>(46)</b>	<b>(34)</b>	<b>42</b>	<b>(185)</b>	<b>(167)</b>	
<b>Total operating income as reported</b>	<b>(108)</b>	<b>(177)</b>	<b>(216)</b>	<b>(213)</b>	<b>(50)</b>	<b>(91)</b>	<b>67</b>	<b>(288)</b>	<b>(155)</b>	
<b>Total operating income (adjusted)<sup>2,3</sup></b>	<b>(108)</b>	<b>(177)</b>	<b>(216)</b>	<b>(213)</b>	<b>(50)</b>	<b>(75)</b>	<b>67</b>	<b>(271)</b>	<b>(71)</b>	
<b>Total operating expenses as reported</b>	<b>20</b>	<b>21</b>	<b>20</b>	<b>18</b>	<b>18</b>	<b>10</b>	<b>2</b>	<b>48</b>	<b>(1)</b>	
<i>of which:</i>										
<i>personnel-related restructuring expenses<sup>4</sup></i>	0	0	0	0	0	1	0	1	0	
<i>of which:</i>										
<i>non-personnel-related restructuring expenses<sup>4</sup></i>	0	0	0	0	0	0	(1)	0	0	
<i>of which: restructuring expenses allocated from CC – Services<sup>4</sup></i>	1	0	1	1	1	0	0	3	0	
<b>Total operating expenses (adjusted)</b>	<b>19</b>	<b>21</b>	<b>19</b>	<b>16</b>	<b>17</b>	<b>9</b>	<b>2</b>	<b>44</b>	<b>(1)</b>	

Capital investment  
and issuance net  
incomeGroup structural risk  
management net  
income**Total risk  
management net  
income before  
allocations**Allocations to business  
divisions and other CC  
units**Total risk  
management net  
income after  
allocations****Total operating  
income as reported****Total operating  
income (adjusted)<sup>2,3</sup>****Total operating  
expenses as  
reported***of which:**personnel-related  
restructuring  
expenses<sup>4</sup>**of which:**non-personnel-related  
restructuring  
expenses<sup>4</sup>**of which: restructuring  
expenses allocated  
from CC – Services<sup>4</sup>***Total operating  
expenses (adjusted)**

<b>Operating profit / (loss) before tax as reported</b>	<b>(128)</b>	<b>(198)</b>	<b>(235)</b>	<b>(230)</b>	<b>(69)</b>	<b>(101)</b>	<b>65</b>	<b>(336)</b>	<b>(154)</b>
<b>Operating profit / (loss) before tax (adjusted)<sup>2</sup></b>	<b>(127)</b>	<b>(198)</b>	<b>(235)</b>	<b>(229)</b>	<b>(67)</b>	<b>(84)</b>	<b>65</b>	<b>(315)</b>	<b>(70)</b>
<b>Additional information</b>									
Risk-weighted assets held by Group ALM (USD billion) <sup>5</sup>	<b>12.0</b>	11.4	11.6	11.5	12.5	12.5	10.5	11.5	10.4
Leverage ratio denominator held by Group ALM (USD billion) <sup>5</sup>	<b>260.2</b>	266.1	263.4	256.3	272.0	269.6	271.3	256.3	267.7

1 Comparative figures in the timeseries may differ from those originally published in quarterly and annual reports due to adjustments following organizational changes, restatements due to the retrospective adoption of new accounting standards or changes in accounting policies, and events after the reporting period. 2 Adjusted results are non-GAAP financial measures as defined by SEC regulations. 3 Adjusted total operating income excludes foreign currency translation gains or losses, net gains or losses related to the buyback of debt and own credit on financial liabilities designated at fair value. 4 Reflects restructuring expenses related to legacy cost programs. 5 Refer to the "Capital management" section of UBS Group's quarterly 2018 report for more information.



**Corporate Center – Non-core and Legacy Portfolio<sup>1</sup>**

USD million, except where indicated	As of or for the quarter ended						As of or for the year		
	30.9.18	30.6.18	31.3.18	31.12.17	30.9.17	30.6.17	31.3.17	31.12.17	31.12.16
<b>Results</b>									
Income	42	100	51	(31)	26	(5)	0	(11)	(20)
Credit loss (expense) / recovery	(1)	(1)	0	(8)	8	(11)	0	(11)	(12)
<b>Total operating income</b>	<b>41</b>	<b>99</b>	<b>51</b>	<b>(39)</b>	<b>33</b>	<b>(16)</b>	<b>0</b>	<b>(22)</b>	<b>(32)</b>
Personnel expenses	9	5	15	9	9	11	15	44	67
General and administrative expenses	15	68	(1)	136	(7)	(29)	17	117	744
Services (to) / from business divisions and other CC units	42	44	51	57	54	56	61	228	283
<i>of which: services from CC – Services</i>	<b>36</b>	<b>38</b>	<b>44</b>	<b>51</b>	<b>48</b>	<b>48</b>	<b>51</b>	<b>198</b>	<b>227</b>
Depreciation and impairment of property, equipment and software	0	0	0	0	0	0	0	0	0
Amortization and impairment of intangible assets	0	0	0	0	0	0	0	0	0
<b>Total operating expenses</b>	<b>66</b>	<b>118</b>	<b>65</b>	<b>202</b>	<b>56</b>	<b>38</b>	<b>93</b>	<b>388</b>	<b>1,094</b>
<b>Operating profit / (loss) before tax</b>	<b>(25)</b>	<b>(18)</b>	<b>(13)</b>	<b>(241)</b>	<b>(22)</b>	<b>(54)</b>	<b>(93)</b>	<b>(411)</b>	<b>(1,126)</b>
<b>Adjusted results<sup>2</sup></b>									
<b>Total operating income as reported</b>	<b>41</b>	<b>99</b>	<b>51</b>	<b>(39)</b>	<b>33</b>	<b>(16)</b>	<b>0</b>	<b>(22)</b>	<b>(32)</b>
<b>Total operating income (adjusted)</b>	<b>41</b>	<b>99</b>	<b>51</b>	<b>(39)</b>	<b>33</b>	<b>(16)</b>	<b>0</b>	<b>(22)</b>	<b>(32)</b>
<b>Total operating expenses as reported</b>	<b>66</b>	<b>118</b>	<b>65</b>	<b>202</b>	<b>56</b>	<b>38</b>	<b>93</b>	<b>388</b>	<b>1,094</b>
<i>of which:</i>									
<i>personnel-related restructuring expenses<sup>3</sup></i>	0	0	0	0	0	0	0	0	1
<i>of which:</i>									
<i>non-personnel-related restructuring</i>	0	0	0	0	0	0	0	0	0

expenses<sup>3</sup>

of which: restructuring  
expenses allocated  
from CC – Service<sup>3</sup>

**Total operating  
expenses (adjusted)**

**Operating profit /  
(loss) before tax as  
reported**

**Operating profit /  
(loss) before tax  
(adjusted)**

**Additional  
information**

Risk-weighted assets  
(USD billion)<sup>4</sup>

Leverage ratio

denominator (USD  
billion)<sup>4</sup>

(1) 1 1 1 1 2 2 6 21

**66 117 63 201 54 36 90 382 1,073**

**(25) (18) (13) (241) (22) (54) (93) (411) (1,126)**

**(26) (17) (12) (240) (21) (52) (91) (405) (1,105)**

**15.9** 15.8 16.7 16.6 17.2 18.3 17.1 16.6 18.6

**13.4** 15.0 16.4 17.1 18.5 20.4 24.5 17.1 22.0

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**SIGNATURES**

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrants have duly caused this report to be signed on their behalf by the undersigned, thereunto duly authorized.

UBS Group AG

By: /s/ David Kelly

Name: David Kelly

Title: Managing Director

By: /s/ Ella Campi

Name: Ella Campi

Title: Executive Director

UBS AG

By: /s/ David Kelly

Name: David Kelly

Title: Managing Director

By: /s/ Ella Campi

Name: Ella Campi

Title: Executive Director

Date: October 25, 2018

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