



Defining risk appetite in treasury

Right-sizing liquidity risk – the most relevant risk treasury is to manage

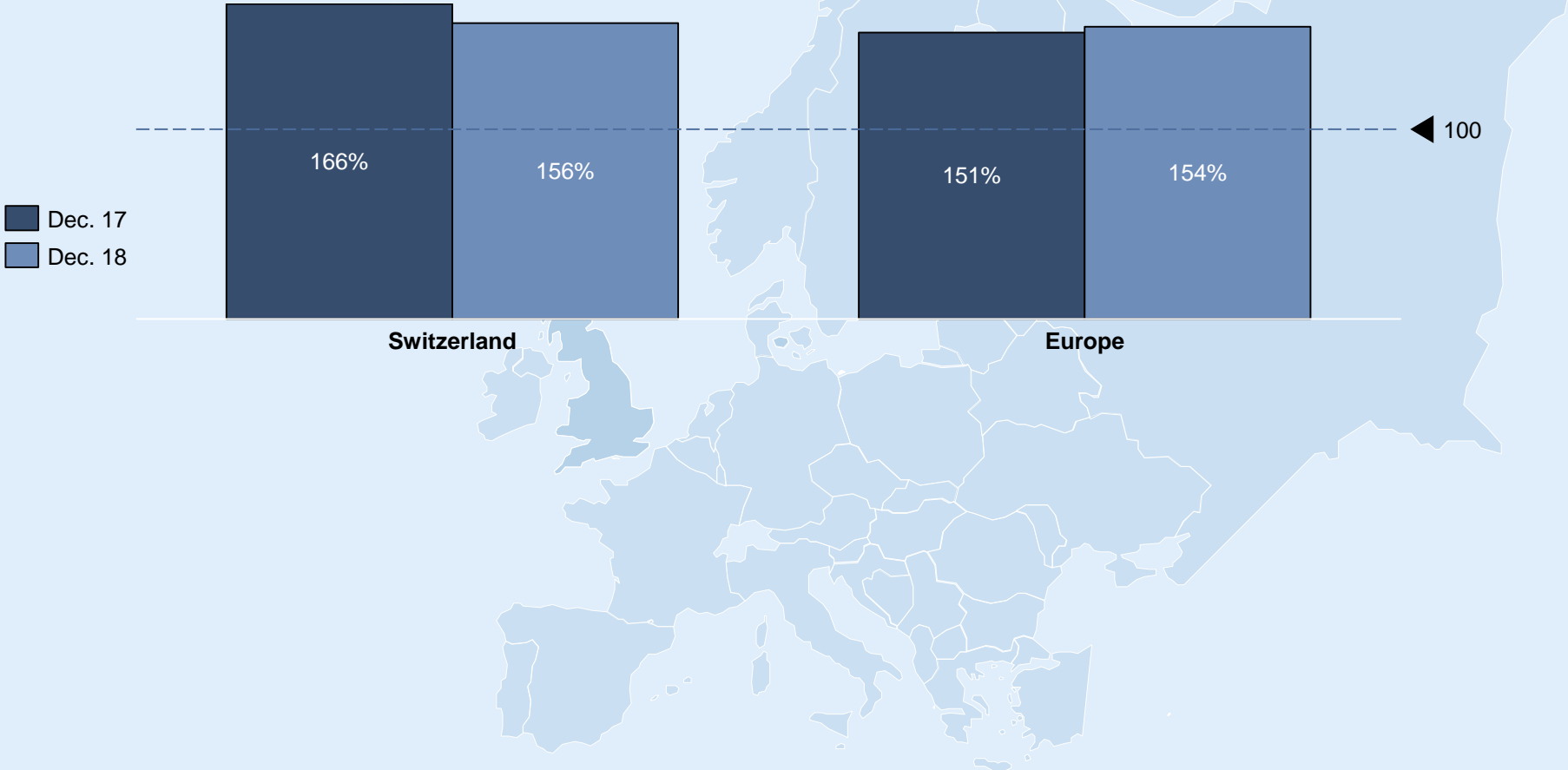
ZÜRICH, 21.05.2019

Banks in Switzerland and Europe are significantly over minimum Liquidity Coverage Ratio requirement of 100%



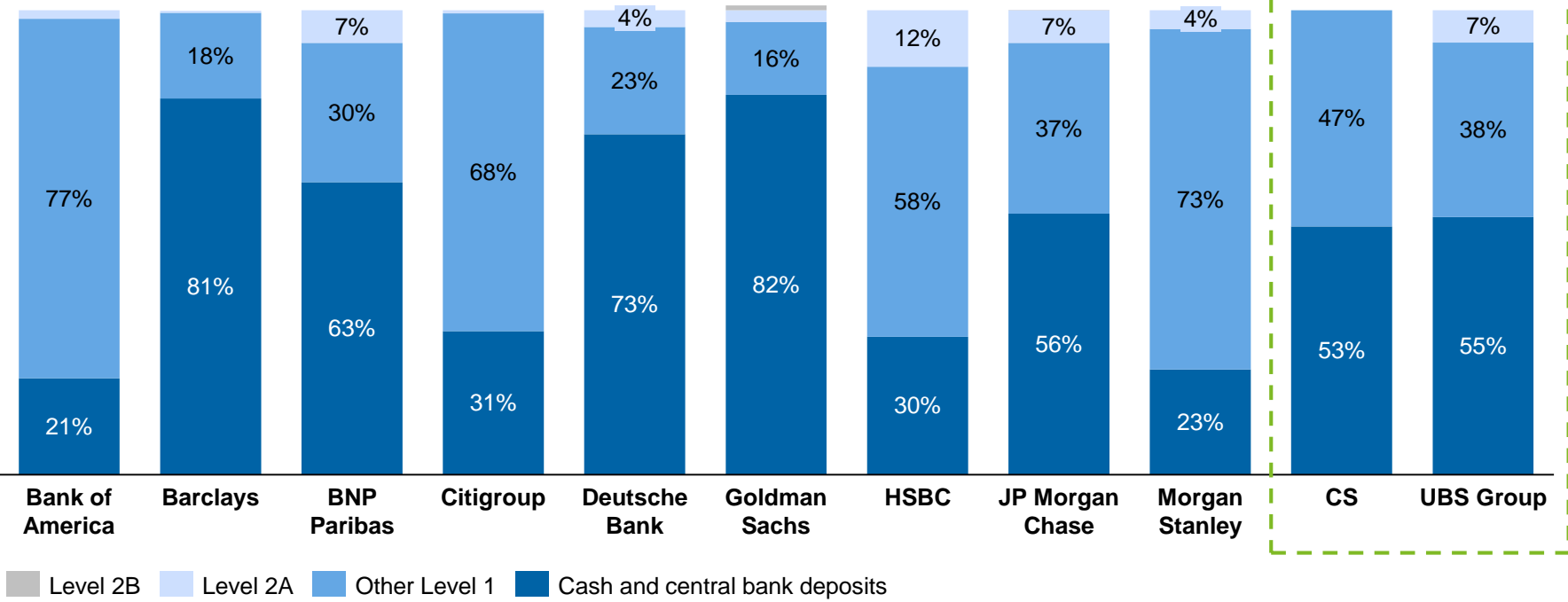
LIQUIDITY COVERAGE RATIO SWISS BANKS¹

LCR OF EUROPEAN BANKS (EU / EEA)



Sources: 1) Annual Reports of respective institutions (2017/ 2018);

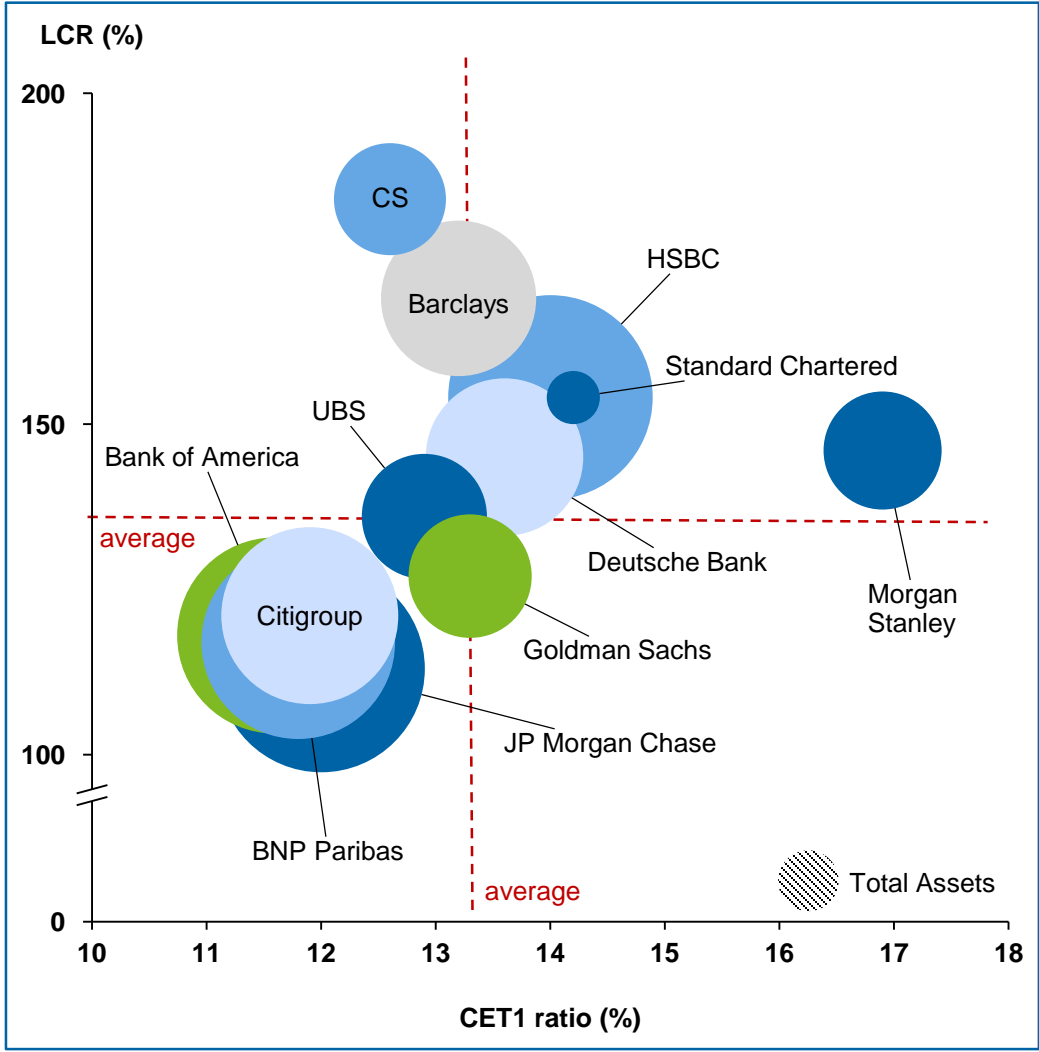
Liquidity reserves / High Quality Liquid Assets of Swiss G-SIBs and peers predominantly cash and central bank deposits



• Level 2 (A + B) assets play a subordinated role

UBS and CS peer group showing strong LCR und CET1 ratios – room for maneuver?

Peer group comparison of LCR and CET1 ratio



- All institutions with LCR and CET1 ratio above required minimum
- In fact, banks with the lowest LCR generally show a low CET1 ratio, whereas those with a higher LCR show an increased CET1 ratio

Sources: Annual Report 2018 of respective institution (deviations might occur due to rounding)



Peter Rek

Partner

E-Mail prek@zeb.ch

Phone +41445609770

Mobile +41799526627

Office Zürich
Gutenbergstr. 1
8002 Zürich

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