

# Bank Audi Switzerland

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## Requirements of publication as regards Capital Requirements

(Circolare FinMA 2008/22)

The weighting of the various positions in order to determine the necessary capital requirements regarding credit risks, non-counterparty risks and market risks is carried out according to the Swiss standard approach.

For operational risks, the bank determines the necessary capital requirements according to the basic indicator approach

<b>Eligible capital</b> <b>CHF 000</b>	<b>31/Dec/09</b>	<b>31/Dec/10</b>
Gross Tier 1 capital	<b>101,423</b>	<b>108,616</b>
of which minority interests	0	0
of which innovative capital instruments	0	0
Deductions	0	0
<b>Eligible capital (tier 1)</b>	<b>101,423</b>	<b>108,616</b>
Eligible capital (tier 2)	4,641	4,641
Other deductions	0	0
<b>Eligible capital</b>	<b>106,064</b>	<b>113,257</b>

<b>Minimum capital requirements</b> <b>CHF 000</b>	<b>31/Dec/09</b>	<b>31/Dec/10</b>
Credit Risk	<b>20,977</b>	<b>26,872</b>
of which valuation risk relating to participations	330	297
Non-counterparty related risks	<b>8,315</b>	<b>8,552</b>
Market risk	<b>869</b>	<b>1,192</b>
of which for interest rate instruments	0	0
of which for equity	0	0
of which for currencies and precious metal	538	685
of which for commodities	331	506
Operational risk	<b>5,704</b>	<b>5,746</b>
<b>Total</b>	<b>35,865</b>	<b>42,362</b>
General value adjustments and provisions	(189)	(167)
<b>Total</b>	<b>35,676</b>	<b>42,195</b>

<b>Ratio between eligible capital and capital requirements</b> <b>pursuant to the Swiss legislation</b>	<b>2.933</b>	<b>2.684</b>
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