



**Basler
Kantonalbank**

Half-yearly Report 2024 – Abridged Version



About us

Group BKB consists of the parent company and Bank Cler. Since its foundation in 1899, the parent company BKB has been deeply rooted in the Basel region and positions itself for its private clients as the bank of Basel for Basel. BKB operates a total of twelve branches and an SME centre in the city canton. Asset management ensures a high level of investment expertise, from which not only the Private Banking clientèle benefits. As a universal bank it is active for its corporate and institutional clients throughout Northwestern Switzerland. BKB is majority-owned by the Canton of Basel-Stadt and has a state guarantee that is compensated to the Canton. The owner strategy sets the strategic guidelines and requires above-average equity capitalisation and liquidity. With an AAA rating from Fitch and an AA+ rating from S&P Global Ratings, BKB is one of the safest banks in Switzerland. Its financial strength or solidity, coupled with deep local roots and client proximity, are the most important unique selling points of BKB. In addition, sustainability in both operations and core business is a central prerequisite for making a positive contribution to the economy, environment and society in the long term. Fourteen per cent of the equity of CHF 354 million is listed as participation certificates on the SIX Exchange.

With the acquisition of Bank Cler (previously "Bank Coop") in 2000, today Group BKB employs almost 1,400 people and is present in all major cities throughout Switzerland. Bank Cler has a total of 23 branches, divided into three market areas "Central" (seven branches), "South-East" (nine branches) and "French-speaking Switzerland" (seven branches). Thanks to digital services, clients of both banks can also perform the most important banking services independently of time and place. The neobanking app Zak is proof of how easy banking can be. Bank Cler has been making Zak available for everyday banking services for several years and is continuously developing it further, including through new functionalities and partner offers. Zak has now successfully established itself as a neobanking service and the number of active users has increased to almost 70,000. Thus, Bank Cler is positioning itself as a fresh, smart and Swiss bank that, with Zak, also appeals to a broad and digitally savvy client segment. With this business model, Bank Cler optimally complements the parent company and contributes to the geographical diversification of income streams within the Group.

The client funds of the Group BKB amount to around CHF 29 billion. Based on the total assets of CHF 53.9 billion, the Group is one of the ten largest banking groups in Switzerland.

Group BKB



Sales Private Clients

Sales Commercial Clients

Presidential

Services

Finance & Risk

Legal & Compliance



Sales Department

Finance & Risk

Market Management

Cover image: Basel Biodiversity Days by the initiative "Basel blüht auf" organised by BKB, BirdLife Schweiz and CMS Stiftung at Meret Oppenheim-Platz near the SBB railway station

Contents

4 Management Report

- 5 Facts & Figures
- 6 Business development over the first half of 2024
- 10 Information for investors

11 Group BKB – Half-yearly financial statements

- 12 Group BKB – At a glance
- 13 Consolidated balance sheet
- 14 Consolidated income statement
- 15 Consolidated statement of changes in equity

16 Parent Company BKB – Half-yearly financial statements

- 17 Parent company BKB – At a glance
- 18 Balance sheet
- 19 Income statement
- 20 Statement of changes in equity

Facts & Figures



CHF 80.3 million

group net profit

+6.3 % within one year (CHF 75.5 million)



55.2 %

cost/income ratio

down from 49.6 % within one year
(target value by 2025: max. 55.0 %)



18.1 %

total capital ratio

up from 18.7 % within one year
(target value by 2025: min. 16.0 %)



1.17 %

RWA efficiency

up from 1.32 % since end of 2023
(target value by 2025: min. 1.00 %)



128.2 %

net stable funding ratio

up from 123.1 % since end of 2023
(target value by 2025: min. 110.0 %)



5.7 %

return on equity

up from 7.0 % within one year (target
value by 2025: min. 6.0 %)

Business development over the first half of 2024

Group BKB achieves good half-yearly result for 2024

In a challenging environment with significantly reduced interest margins, Group BKB achieved a pleasing net profit for the half year of CHF 80.3 million (+6.3%) in the first half of 2024. The result was primarily made possible by stable balance sheet growth and a successful commission business.

Following the extraordinarily strong first six months of 2023, interest income normalised again after the two interest rate cuts by the Swiss National Bank (SNB) in the first half of 2024. The interest margins in the deposit business, in particular, have narrowed, as Group BKB initially held off making an interest rate adjustment for client deposits. Despite the stable growth of loans and client deposits, the gross interest income has therefore fallen by -2.8% to CHF 223.0 million as expected. In off-balance sheet transactions, it was possible to increase custody account balances (CHF +1.3 billion) and thus increase commission and service income to CHF 68.3 million (+1.1%). Income from trading activities was down by 18.7% at CHF 28.9 million, as trading in interest rate instruments has weakened significantly with the falling interest in the first half of 2024. Overall, operating income came to CHF 323.3 million (-4.1%). Taking into account the investments and expansion of advisory capacity carried out as planned, operating expenses increased to CHF 179.5 million (+7.5%). Business performance stands at CHF 132.5 million (-15%). Although it did not reach the same value as in the extraordinarily strong first half of 2023, it is thus +10.4% higher than the second half of 2023. The cost-income ratio stands at 55.2% (previous year 49.6%) and stands at the strategic target. Due to the Group's profitability, it was possible to substantially increase the reserves for general banking risks once again by CHF +45.7 million to CHF 3.0 billion. The reported Group net profit is CHF 80.3 million (+6.3%).

Christoph Auchli, CFO of Basler Kantonalbank, summarises the result: "Our investments in modernising the Group and the performance of the IT infrastructure, and our high degree of stability and security form the foundation for acquiring new clients. Thanks to our steadily growing client base and a business model oriented towards our strengths, we were able to achieve a good half-yearly result."



CFO Christoph Auchli: "Thanks to our steadily growing client base and a business model oriented towards our strengths, we were able to achieve a good half-yearly result."

The result for Group BKB in the first half of 2024 is based on four pillars:

#1

Growing business volume

The significantly reduced key interest rate of the Swiss National Bank (SNB), the fall in interest rates in all maturities associated with this and the fact that interest rates on deposits remained high for the clients of Group BKB in the first half of 2024 led to lower interest margins and a slight decline in income from interest activities. The growth in the client business was able to partly compensate for the narrowing of margins. It was thus possible to increase client loans by +1.6%, with mortgages rising moderately or in line with market developments by +1.1%. Client deposits grew by a pleasing +1.4%, which can be considered another sign of client confidence. Client assets increased by CHF +2.9 billion to CHF 52.2 billion.

#2

Secure and efficient infrastructure

In the first half of 2024, future-oriented investments were once again made in Group BKB and important projects were driven forward to further improve comfort for clients and increase efficiency with a secure and efficient infrastructure. General and administrative expenses in the Group thus increased by +13.6% to CHF 71.7 million. The focus lay on projects relating to digital account opening (digital onboarding), the modernisation of the IT infrastructure through the cloud transformation, and the digitalisation and acceleration of the financing process. At Bank Cler, the renovated branch in Neuenburg was opened and a new branch in Lucerne was moved to a more attractive location. Alongside e-banking and mobile banking, the Zak app was also refined.

#3

Commitment to employees and Basel

With the introduction of a modern remuneration system and adequate inflation compensation, the Group intends to secure its attractiveness on the labour market. The new remuneration system and the hiring of additional client advisors have caused payroll costs to rise slightly in the first half of 2024 by +4.0% to CHF 102.7 million. Marketing expenditure was increased as Basler Kantonalbank is celebrating its 125th anniversary this year and is intentionally focusing on activities to thank the population of Basel. The summer party on Barfüsserplatz represents the highlight of the BKB anniversary year. Alongside this, BKB planned various other, free anniversary attractions, such as concerts organised in 32 nursing homes, Zolli (Basel Zoo) mornings and the ice cream bike.

#4

Stability and security

The Group aligns its balance sheet to stability. It has not only grown in a risk-aware manner, but has also been able to support growth with an adequate balance sheet structure. Total assets increased slightly by +2.2% to CHF 53.9 billion. Thanks to the Group's profitability, it was possible to allocate CHF 45.7 million to the reserves for general banking risks. The total capital ratio is high at 18.1% and is far above the capital adequacy target of 13.0%. The Group's reported own funds amount to CHF 4.4 billion. This high capital base, the strength-based business model and the conservative risk policy have led to rating agency Fitch awarding BKB (parent company) the top rating of "AAA" for the second time in a row and S&P Global Ratings awarding the "AA+" rating for the fourth time in July 2024. The parent company thus continues to be one of the safest banks in Switzerland. The high creditworthiness of Bank Cler was once again confirmed by S&P Global Ratings with an "A" rating.

Outlook

The strategy adopted is effective and is proving to be correct, even in a changed interest rate environment. The Group will thus continue to pursue this strategy consistently in the second half of 2024 and drive forward the completion of future-oriented projects, such as digital onboarding, the cloud transformation and the introduction of instant payment. The focus remains on customer benefits while maintaining cost efficiency. Depending on the expected interest rate trend, a slight increase in earnings is likely in the second half of the year compared to the first half.

CEO Basil Heeb is convinced: "With our proximity to our clients and the stability-oriented business model, Group BKB has proven the robustness of its basis for success in a challenging interest rate environment. I am therefore confident that we can once again achieve a good to very good result in 2024, when the parent company BKB is celebrating its 125th anniversary."



CEO Basil Heeb: "I am confident that we can once again achieve a good to very good result in 2024, when the parent company BKB is celebrating its 125th anniversary."

Information for investors

Half-yearly result 2024

In a challenging environment with significantly reduced interest margins, Group BKB achieved a pleasing net profit for the half year of CHF 80.3 million (+6.3%) in the first half of 2024.

Share price statistics

		1st half 2024	2023
Highest price	in CHF	69.60	68.20
Lowest price	in CHF	62.00	60.80

Participation capital

The participation capital was created in 1986 and is divided into 5.9 million participation certificates with a par value of CHF 8.50 each. These are traded on the SIX Swiss Exchange (ISIN: CH0009236461).

Holders of participation certificates are participate directly involved in the performance of the business and have no voting rights.

CHF 65.40

closing price on 30.6.2024

31.12.2023: CHF 63.20



CHF 3.25

dividend per participation certificate

2022: CHF 3.10



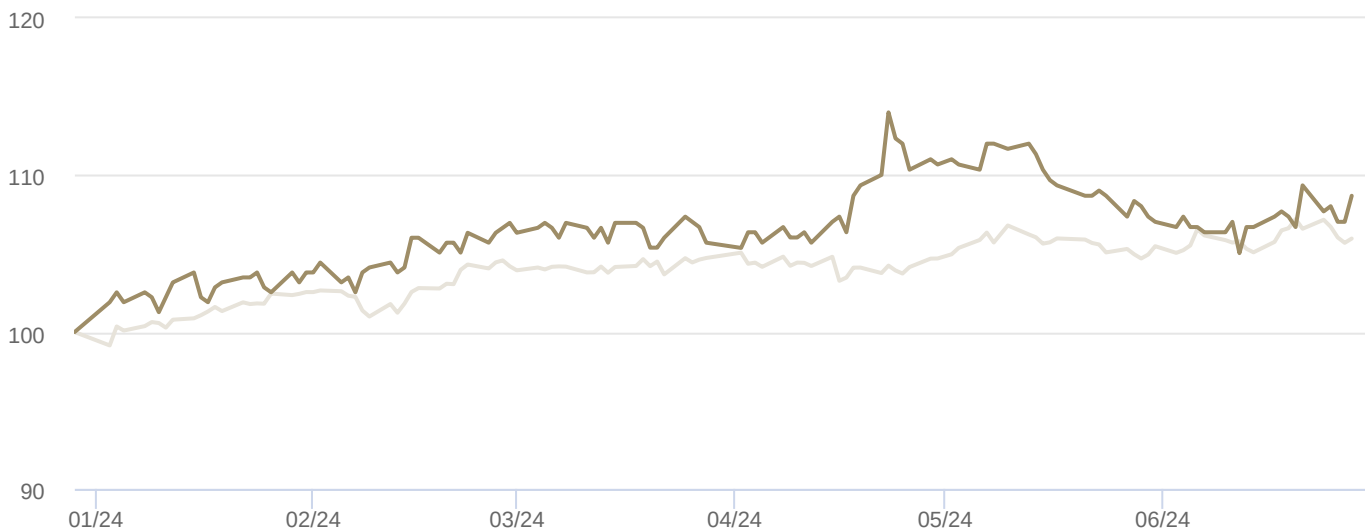
5.0 %

dividend yield

2023: 5.1 %



Price development in percent (total return)



- BKB participation certificate
- SPI-Banks

Group BKB – At a glance

Balance sheet		30.6.2024¹	31.12.2023
Total assets	in CHF 1000	53,856,932	52,676,596
– Change	in %	2.2	–4.6
Customer loans	in CHF 1000	36,896,904	36,302,767
– of which Mortgages	in CHF 1000	33,524,683	33,167,973
Customer deposits	in CHF 1000	28,462,081	28,082,391
General public funds ²	in CHF 1000	28,706,950	28,267,183
Reported own funds (incl. Group net profit)	in CHF 1000	4,407,804	4,380,893
Reported own funds (incl. Group net profit)	in CHF 1000	4,327,551	4,211,473

Income statement		1st half 2024¹	1st half 2023¹
Net income from interest activities	in CHF 1000	221,068	230,004
Income from commission and service activities	in CHF 1000	68,328	67,569
Income from trading activities and exercising the fair-value option	in CHF 1000	28,895	35,548
Other ordinary income	in CHF 1000	4,976	3,853
Gross Income ³	in CHF 1000	325,208	336,326
– Change	in %	–3.3	13.0
Operating income	in CHF 1000	323,267	336,974
– Change	in %	–4.1	12.7
Operating expenses	in CHF 1000	179,461	166,957
– Change	in %	7.5	–0.3
Amortisation, depreciation, write-downs and provisions	in CHF 1000	11,312	14,162
Business performance	in CHF 1000	132,494	155,855
– Change	in %	–15.0	32.3
Group net profit	in CHF 1000	80,253	75,525
– Change	in %	6.3	20.7

Profitability key figures		1st half 2024¹	1st half 2023¹
Return on equity (Group net profit before reserves/average equity)	in %	5.7	7.0

Balance sheet ratios		30.6.2024¹	31.12.2023
Customer loans as % of total assets	in %	68.5	68.9
Mortgage loans as % of customer loans	in %	90.9	91.4
Customer deposits as % of total assets	in %	52.8	53.3
Degree of funding I (customer funds/customer loans) ²	in %	77.8	77.9
Degree of funding II (general public funds/customer loans) ⁴	in %	108.1	107.9
Equity ratio	in %	8.2	8.3
Hard core capital ratio (CET1 ratio)	in %	17.3	17.8
Core capital ratio (T1 ratio)	in %	17.8	18.3
Total capital ratio	in %	18.1	18.7
Capital adequacy target ⁵	in %	13.0	13.0
Leverage Ratio	in %	7.2	7.2
Average liquidity coverage ratio (LCR) Q2/Q4	in %	131.2	140.0
Net stable funding ratio (NSFR)	in %	128.2	123.1
RWA efficiency ⁶	in %	1.17	1.32

Income statement ratios		1st half 2024¹	1st half 2023¹
Cost to income ratio (operating expenses/gross income) ³	in %	55.2	49.6
Net interest income as % of operating income	in %	68.4	68.3
Income from commission and service activities as % of operating income	in %	21.1	20.1
Net trading income as % of operating income	in %	8.9	10.5
Other ordinary income as % of operating income	in %	1.6	1.1
Personnel expenses as % of operating expenses	in %	57.2	59.1
Non-personnel expenses as % of operating expenses ⁷	in %	42.8	40.9

Employees		30.6.2024	31.12.2023
Number of employees (Headcount)		1,440	1,434
Number of apprentices and trainees		50	64
Full-time equivalents (FTEs) ⁸		1,308	1,270

¹ Unaudited.

² Client funds (client deposits, medium-term notes).

³ Gross income (operating income without any changes in write-downs relating to the risk of default and losses from interest activities).

⁴ General public funds (client deposits, medium-term notes, bonds and mortgage-backed bonds).

⁵ The own funds target is made up of the minimum own funds of 8 % and a capital adequacy buffer of 4 % for category 3 banks in accordance with Annex 8 CAO, plus the countercyclical capital buffer.

⁶ Gross profit / total risk-weighted assets (RWA).

⁷ The compensation for the state guarantee is allocated to non-personnel expenses for the calculation of this key figure.

⁸ Apprentices and trainees are weighted at 50 %.

Consolidated balance sheet

Assets	30.6.2024 ¹ in CHF 1000	31.12.2023 in CHF 1000	Change in absolute terms	Change in %
Liquid funds	8,002,557	6,952,314	1,050,243	15.1
Receivables from banks	652,552	305,672	346,880	–
Receivables from securities financing transactions	3,413,587	3,741,400	–327,813	–8.8
Receivables from customers	3,372,221	3,134,794	237,427	7.6
Mortgages	33,524,683	33,167,973	356,710	1.1
Trading activities	1,100,281	1,146,136	–45,855	–4.0
Positive replacement values of derivative financial instruments	157,803	160,341	–2,538	–1.6
Financial assets	3,017,798	3,414,734	–396,936	–11.6
Prepaid expenses	158,056	136,515	21,541	15.8
Non-consolidated investments	72,498	72,455	43	0.1
Property, plant and equipment	157,556	165,526	–7,970	–4.8
Other assets	227,340	278,736	–51,396	–18.4
Total assets	53,856,932	52,676,596	1,180,336	2.2
Total subordinated receivables	8,340	6,612	1,728	26.1
– of which with conversion obligation and/or debt waiver	–	–	–	–
Equity and liabilities				
Liabilities to banks	8,131,858	5,667,544	2,464,314	43.5
Liabilities from securities financing transactions	650,884	2,608,810	–1,957,926	–75.1
Liabilities from customer deposits	28,462,081	28,082,391	379,690	1.4
Liabilities from trading activities	7,754	9,679	–1,925	–19.9
Negative replacement values of derivative financial instruments	122,065	203,916	–81,851	–40.1
Liabilities from other financial instruments measured at fair value	297,811	295,178	2,633	0.9
Medium-term notes	244,869	184,792	60,077	32.5
Bonds and mortgage-backed bonds	11,167,682	10,902,766	264,916	2.4
Deferred income	258,154	204,241	53,913	26.4
Other liabilities	67,915	110,991	–43,076	–38.8
Provisions	38,055	25,395	12,660	49.9
Reserves for general banking risks	2,970,408	2,924,748	45,660	1.6
Share capital	354,150	354,150	–	–
Capital reserve	132,639	132,486	153	0.1
Retained earnings	950,965	880,700	70,265	8.0
Treasury shares (short position)	–80,611	–80,611	–	–
Group net profit	80,253	169,420	–	–
Total equity and liabilities	53,856,932	52,676,596	1,180,336	2.2
Total subordinated liabilities	188,866	188,502	364	0.2
– of which with conversion obligation and/or debt waiver	188,866	188,502	364	0.2
Off-balance sheet transactions				
Contingent liabilities	331,810	256,182	75,628	29.5
Irrevocable commitments	3,425,578	3,638,069	–212,491	–5.8
Liabilities for calls on shares and other equity	119,002	119,002	–	–

¹ Unaudited.

Consolidated income statement

	1st half 2024 ¹ in CHF 1000	1st half 2023 ¹ in CHF 1000	Change in absolute terms	Change in %
Income from interest activities				
Interest and discount income	675,360	548,627	126,733	23.1
Interest and dividend income from financial assets	17,636	7,862	9,774	–
Interest expenses	–469,987	–327,133	–142,854	43.7
Gross income from interest activities	223,009	229,356	–6,347	–2.8
Changes in write-downs relating to the risk of default and losses from interest activities	–1,941	648	–2,589	–
Net income from interest activities	221,068	230,004	–8,936	–3.9
Income from commission and service activities				
Commission income from securities and investment activities	56,272	53,666	2,606	4.9
Commission income from lending activities	4,441	5,219	–778	–14.9
Commission income from other service activities	17,544	18,111	–567	–3.1
Commission expenses	–9,929	–9,427	–502	5.3
Income from commission and service activities	68,328	67,569	759	1.1
Income from trading activities and exercising the fair-value option	28,895	35,548	–6,653	–18.7
Other ordinary income				
Income from the disposal of financial assets	691	190	501	–
Income from investments	2,524	2,402	122	5.1
– of which from investments accounted for using the equity method	187	208	–21	–10.1
– of which from other non-consolidated investments	2,337	2,194	143	6.5
Real estate income	892	868	24	2.8
Other ordinary income	963	425	538	–
Other ordinary expenses	–94	–32	–62	–
Other ordinary income	4,976	3,853	1,123	29.1
Operating income	323,267	336,974	–13,707	–4.1
Operating expenses				
Payroll costs	–102,688	–98,744	–3,944	4.0
General and administrative expenses	–71,673	–63,113	–8,560	13.6
Compensation for the state guarantee	–5,100	–5,100	–	–
Operating expenses	–179,461	–166,957	–12,504	7.5
Write-downs on investments and depreciation of property, plant and equipment, and amortisation of intangible assets	–11,279	–13,666	2,387	–17.5
Changes to provisions and other value adjustments, and losses	–33	–496	463	–93.3
Business performance	132,494	155,855	–23,361	–15.0
Extraordinary income	94	66	28	42.4
Change in reserves for general banking risks	–45,660	–72,000	26,340	–36.6
Taxes	–6,675	–8,396	1,721	–20.5
Group net profit	80,253	75,525	4,728	6.3

¹ Unaudited.

Consolidated statement of changes in equity

	Share capital	Capital reserve	Retained earnings	Reserves for general banking risks	Treasury shares (short position)	Group net profit	Total equity
	in CHF 1000	in CHF 1000	in CHF 1000	in CHF 1000	in CHF 1000	in CHF 1000	in CHF 1000
Equity at the beginning of the reporting period (31.12.2023)	354,150	132,486	880,700	2,924,748	-80,611	169,420	4,380,893
Appropriation of profit from 2023							
- Allocation to retained earnings	-	-	70,265	-	-	-70,265	-
- Dividend	-	153	-	-	-	-16,726	-16,573
- Distribution to canton	-	-	-	-	-	-82,429	-82,429
Allocations to reserves for general banking risks	-	-	-	45,660	-	-	45,660
Group net profit	-	-	-	-	-	80,253	80,253
Equity at the end of the reporting period (30.6.2024) ¹	354,150	132,639	950,965	2,970,408	-80,611	80,253	4,407,804

¹ Unaudited.

Parent company BKB – At a glance

Balance sheet		30.6.2024¹	31.12.2023²
Total assets	in CHF 1000	34,923,433	34,411,101
– Change	in %	1.5	–8.8
Customer loans	in CHF 1000	19,766,910	19,357,542
– of which Mortgages	in CHF 1000	16,454,180	16,307,088
Customer deposits	in CHF 1000	16,352,839	16,307,234
Customer funds ³	in CHF 1000	16,447,548	16,370,034
Reported own funds (including Net profit)	in CHF 1000	3,722,188	3,711,531
Reported own funds (excluding Net profit)	in CHF 1000	3,648,629	3,554,118

Income statement		1st half 2024¹	1st half 2023¹
Net income from interest activities	in CHF 1000	127,763	133,283
Income from commission and service activities	in CHF 1000	46,492	43,102
Income from trading activities and exercising the fair-value option	in CHF 1000	24,803	31,108
Other ordinary income	in CHF 1000	40,360	41,013
Gross Income ⁴	in CHF 1000	241,042	247,874
– Change	in %	–2.8	16.9
Operating income	in CHF 1000	239,418	248,506
– Change	in %	–3.7	17.3
Operating expenses	in CHF 1000	123,850	116,170
– Change	in %	6.6	2.8
Amortisation, depreciation, write-downs and provisions	in CHF 1000	–5,909	–8,953
Business performance	in CHF 1000	109,659	123,383
– Change	in %	–11.1	37.3
Net profit	in CHF 1000	73,559	70,044
– Change	in %	5.0	23.7

Profitability key figures		1st half 2024¹	1st half 2023¹
Return on equity (net profit for the year before reserves/average equity)	in %	6.0	6.9

Balance sheet ratios		30.6.2024¹	31.12.2023²
Customer loans as % of total assets	in %	56.6	56.3
Mortgage loans as % of customer loans	in %	83.2	84.2
Customer deposits as % of total assets	in %	46.8	47.4
Degree of funding I (customer funds/customer loans) ³	in %	83.2	84.6
Degree of funding II (general public funds/customer loans) ⁵	in %	115.2	116.1
Equity ratio	in %	10.7	10.8
Hard core capital ratio (CET1 ratio)	in %	19.3	20.0
Core capital ratio (T1 ratio)	in %	19.7	20.4
Total capital ratio	in %	20.0	20.7
Capital adequacy target ⁶	in %	12.6	12.6
Leverage ratio	in %	8.7	8.7
Average liquidity coverage ratio (LCR) – Q2/Q4	in %	130.4	139.0
Net stable funding ratio (NSFR)	in %	125.8	118.7
RWA efficiency ⁷	in %	1.24	1.36

Income statement ratios		1st half 2024¹	1st half 2023¹
Cost to income ratio (operating expenses/gross income) ⁴	in %	51.4	46.9
Net interest income as % of operating income	in %	53.4	53.6
Income from commission and service activities as % of operating income	in %	19.4	17.3
Net trading income as % of operating income	in %	10.4	12.5
Other ordinary income as % of operating income	in %	16.8	16.6
Personnel expenses as % of operating expenses	in %	61.4	62.1
Non-personnel expenses as % of operating expenses ⁸	in %	38.6	37.9

Employees		30.6.2024	31.12.2023
Number of employees (Headcount)		1,041	1,041
Number of apprentices and trainees		35	35
Full-time equivalents (FTEs) ⁹		922	922

¹ Unaudited.

² Balance before appropriation of net profit.

³ Client funds (Client deposits, medium-term notes).

⁴ Gross income (operating income without any changes in write-downs relating to the risk of default and losses from interest activities).

⁵ General public funds (client deposits, medium-term notes, bonds and mortgage-backed bonds).

⁶ The own funds target is made up of the minimum own funds of 8 % and a capital adequacy buffer of 4 % for category 3 banks in accordance with Annex 8 CAO, plus the countercyclical capital buffer.

⁷ Gross profit / total risk-weighted assets (RWA).

⁸ The compensation for the state guarantee is allocated to non-personnel expenses for the calculation of this key figure.

⁹ Apprentices and trainees are weighted at 50 %.

Balance sheet

Assets	30.6.2024 ¹ in CHF 1000	31.12.2023 ² in CHF 1000	Change in absolute terms	Change in %
Liquid funds	5,359,518	4,836,213	523,305	10.8
Receivables from banks	1,224,656	829,592	395,064	47.6
Receivables from securities financing transactions	3,413,587	3,741,400	-327,813	-8.8
Receivables from customers	3,312,730	3,050,454	262,276	8.6
Mortgages	16,454,180	16,307,088	147,092	0.9
Trading activities	1,104,213	1,150,349	-46,136	-4.0
Positive replacement values of derivative financial instruments	157,803	166,891	-9,088	-5.4
Financial assets	2,789,753	3,163,488	-373,735	-11.8
Prepaid expenses	95,599	78,223	17,376	22.2
Investments	745,959	745,959	-	-
Property, plant and equipment	68,917	73,986	-5,069	-6.9
Other assets	196,518	267,458	-70,940	-26.5
Total assets	34,923,433	34,411,101	512,332	1.5
Total subordinated receivables	11,526	9,380	2,146	22.9
- of which with conversion obligation and/or debt waiver	-	-	-	-
Equity and liabilities				
Liabilities to banks	7,114,236	4,870,613	2,243,623	46.1
Liabilities from securities financing transactions	650,884	2,608,810	-1,957,926	-75.1
Liabilities from customer deposits	16,352,839	16,307,234	45,605	0.3
Liabilities from trading activities	7,754	9,679	-1,925	-19.9
Negative replacement values of derivative financial instruments	122,065	203,916	-81,851	-40.1
Liabilities from other financial instruments measured at fair value	297,811	295,178	2,633	0.9
Medium-term notes	94,709	62,800	31,909	50.8
Bonds and mortgage-backed bonds	6,314,581	6,095,825	218,756	3.6
Deferred income	157,828	122,401	35,427	28.9
Other liabilities	57,262	104,720	-47,458	-45.3
Provisions	31,276	18,394	12,882	70.0
Reserves for general banking risks	2,696,096	2,659,996	36,100	1.4
Share capital	354,150	354,150	-	-
Statutory capital reserve	147,750	147,750	-	-
- of which reserves from capital contributions	90,152	90,152	-	-
- of which other reserves	57,598	57,598	-	-
Statutory retained earnings	325,900	324,347	1,553	0.5
Voluntary retained earnings	203,100	146,100	57,000	39.0
Treasury shares (short position)	-80,611	-80,611	-	-
- against reserves from capital contributions	-67,839	-67,839	-	-
- other	-12,772	-12,772	-	-
Profit carried forward	2,244	2,386	-142	-6.0
Net profit	73,559	157,413	-	-
Total equity and liabilities	34,923,433	34,411,101	512,332	1.5
Total subordinated liabilities	100,536	101,474	-938	-0.9
- of which with conversion obligation and/or debt waiver	100,536	101,474	-938	-0.9
Off-balance sheet transactions				
Contingent liabilities	313,125	237,069	76,056	32.1
Irrevocable commitments	3,037,730	3,139,303	-101,573	-3.2
Liabilities for calls on shares and other equity	92,251	92,251	-	-

¹ Unaudited.

² Balance before appropriation of net profit.

Income statement

	1st half 2024 ^{1 1} in CHF 1000	1st half 2023 ^{1 1} in CHF 1000	Change in absolute terms	Change in %
Income from interest activities				
Interest and discount income	509,931	414,170	95,761	23.1
Interest and dividend income from financial assets	16,535	6,976	9,559	-
Interest expenses	-397,079	-288,496	-108,583	37.6
Gross income from interest activities	129,387	132,650	-3,263	-2.5
Changes in write-downs relating to the risk of default and losses from interest activities	-1,624	633	-2,257	-
Net income from interest activities	127,763	133,283	-5,520	-4.1
Income from commission and service activities				
Commission income from securities and investment activities	38,559	34,303	4,256	12.4
Commission income from lending activities	3,796	4,485	-689	-15.4
Commission income from other service activities	11,137	11,218	-81	-0.7
Commission expenses	-7,000	-6,904	-96	1.4
Income from commission and service activities	46,492	43,102	3,390	7.9
Income from trading activities and exercising the fair-value option	24,803	31,108	-6,305	-20.3
Other ordinary income				
Income from the disposal of financial assets	67	69	-2	-2.9
Income from investments	16,899	16,741	158	0.9
Real estate income	548	603	-55	-9.1
Other ordinary income	22,850	23,600	-750	-3.2
Other ordinary expenses	-4	-	-4	-
Other ordinary income	40,360	41,013	-653	-1.6
Operating income	239,418	248,506	-9,088	-3.7
Operating expenses				
Payroll costs	-76,066	-72,153	-3,913	5.4
General and administrative expenses	-42,684	-38,917	-3,767	9.7
Compensation for the state guarantee / guarantor	-5,100	-5,100	-	-
Operating expenses	-123,850	-116,170	-7,680	6.6
Write-downs on investments and depreciation of property, plant and equipment, and amortisation of intangible assets	-6,192	-8,472	2,280	-26.9
Changes to provisions and other value adjustments, and losses	283	-481	764	-
Business performance	109,659	123,383	-13,724	-11.1
Extraordinary income	-	61	-61	-100.0
Change in reserves for general banking risks	-36,100	-53,400	17,300	-32.4
Net profit	73,559	70,044	3,515	5.0

¹ Unaudited.

Statement of changes in equity

	Share capital	Statutory capital reserve	Statutory retained earnings	Reserves for general banking risks	Voluntary retained earnings and profit carried forward	Treasury shares (short position)	Net profit	Total equity
	in CHF 1000	in CHF 1000	in CHF 1000	in CHF 1000	in CHF 1000	in CHF 1000	in CHF 1000	in CHF 1000
Equity at the beginning of the reporting period (31.12.2023)	354,150	147,750	324,347	2,659,996	148,486	-80,611	157,413	3,711,531
Appropriation of profit 2023								
- Allocation to statutory retained earnings	-	-	1,400	-	-	-	-1,400	-
- Allocation to voluntary retained earnings	-	-	-	-	57,000	-	-57,000	-
- Dividend	-	-	153	-	-	-	-16,726	-16,573
- Distribution to canton	-	-	-	-	-	-	-82,429	-82,429
- Net change in profit carried forward	-	-	-	-	-142	-	142	-
Allocations to the reserves for general banking risks	-	-	-	36,100	-	-	-	36,100
Net profit	-	-	-	-	-	-	73,559	73,559
Equity at the end of the reporting period (30.6.2024) ¹	354,150	147,750	325,900	2,696,096	205,344	-80,611	73,559	3,722,188

¹ Unaudited.

Basler Kantonalbank
PO Box
4002 Basel

Phone +41 61 266 33 33
investorrelations@bkb.ch
www.bkb.ch

This publication in English is a summary of the German Half-yearly Report. In the event of inconsistencies between the English document and the German Half-yearly Report, the German Half-yearly Report shall prevail

