



Consolidated Interim Financial Statements.

as at 30 June 2013.

Growing together.



**Graubündner
Kantonalbank**

Overview.

(Half-yearly figures are not audited.)

Income statement	1st half 2013	1st half 2012	+/- in %
	in CHF million	in CHF million	
Gross income	194.4	198.1	-1.9
Operating expense	85.2	85.4	-0.2
Operating profit/operational cash flow	109.2	112.7	-3.2
Profit before allocations to reserves excluding deductions for minority interests	97.9	95.7	+2.3
Group profit	88.1	86.1	+2.3

Balance sheet	30.06.2013	31.12.2012	+/- in %
	in CHF million	in CHF million	
Due from customers	2,920	2,901	+0.7
Mortgage loans	12,585	12,395	+1.5
Deposits from the public	13,769	13,800	-0.2
Bonds and loans from central mortgage institutions	2,342	2,268	+3.3
Equity excluding minority interests (before appropriation of profits)	2,092	2,097	-0.2
Balance sheet total	19,088	19,364	-1.4

Selected key figures	1st half 2013	1st half 2012	+/- in %
	Net new money	271	
Cost/Income-Ratio II	46.2%	46.2%	-0.0
Return on equity	9.6%	9.8%	-1.8
Return on required equity	14.7%	14.6%	+0.5

	30.06.2013	31.12.2012	+/- in %
	Client assets	28,887	
Full-time equivalents (adjusted for part-time positions, apprenticeships at 50%)	823.2	847.1	-2.8
Staff headcount 1)	1,090	1,114	-24
Parent company locations 1)	66	68	-2
Group locations 1)	68	70	-2

1) Absolute change

Group Balance Sheet.

Assets	30.06.2013	31.12.2012	+/- in %
	in CHF 1,000	in CHF 1,000	
Liquid assets	879,858	1,252,269	-29.7
Claims from money market securities	1	1	-
Due from banks	596,739	595,336	+0.2
Due from customers	2,920,212	2,900,938	+0.7
Mortgage loans	12,585,126	12,395,285	+1.5
Securities and precious metals trading assets	18,830	5,784	+225.6
Financial assets	1,558,746	1,655,430	-5.8
Non-consolidated participations	18,815	18,815	-
Tangible assets	121,103	122,390	-1.1
Goodwill	-	-	-
Accrued income and prepaid expenses	48,412	47,029	+2.9
Other assets	339,836	370,346	-8.2
Balance sheet total	19,087,678	19,363,623	-1.4

Liabilities	30.06.2013	31.12.2012	+/- in %
	in CHF 1,000	in CHF 1,000	
Due to banks	193,154	530,263	-63.6
Due to customers on savings and deposit accounts	8,285,996	8,193,448	+1.1
Other balances due to customers	5,420,878	5,534,616	-2.1
Medium-term notes	62,427	71,739	-13.0
Bonds and loans from central mortgage institutions	2,342,385	2,267,600	+3.3
Accrued expenses and deferred income	73,793	71,442	+3.3
Other liabilities	333,826	317,095	+5.3
Value adjustments and provisions	246,193	244,115	+0.9
Reserves for general banking risks	1,268,575	1,256,075	+1.0
Endowment capital	175,000	175,000	-
Participation capital	75,000	75,000	-
Own equity	-6,407	-3,238	-97.9
Capital reserve	46,727	47,026	-0.6
Retained earnings	447,883	394,202	+13.6
Minority interests in equity	34,117	30,510	+11.8
Group profit	88,131	158,730	
<i>of which minority interests</i>	<i>2,757</i>	<i>5,437</i>	
Balance sheet total	19,087,678	19,363,623	-1.4

Consolidated Income Statement.

	1st half 2013 in CHF 1,000	1st half 2012 in CHF 1,000	+/- in %
Net interest income	121,260	128,278	-5.5
Net fee and commission income	57,871	54,036	+7.1
Net trading income	10,078	10,207	-1.3
Other ordinary income	5,205	5,590	-6.9
Gross income	194,414	198,111	-1.9
Personnel expense	58,368	58,940	-1.0
General administrative expense	26,870	26,432	+1.7
Total operating expense	85,238	85,372	-0.2
Operating profit/operational cash flow	109,176	112,739	-3.2
Depreciation and write-offs on fixed assets and participations	4,607	6,197	-25.7
Goodwill amortisation	-	3,842	-100.0
Value adjustments, provisions and losses	3,429	3,534	-3.0
Group profit before extraordinary items and taxes	101,140	99,166	+2.0
Extraordinary income, including taxes	-13,009	-13,052	-0.3
<i>of which allocation to reserves for general banking risks</i>	12,500	12,500	-
Group profit	88,131	86,114	+2.3
<i>of which minority interests</i>	2,757	2,944	-6.4

Graubündner Kantonalbank Participation Certificate Sec. No. 134 020

Listed on SIX Swiss Exchange Price: CHF 1,157.00⁴

Graubündner Kantonalbank (GKB) is a mid-sized cantonal bank. In addition to private and corporate client business focused on the Canton of Graubünden, GKB has a long-standing tradition in private banking. Offering a comprehensive range of services, attractive employment options, progressive training opportunities and balanced value management, meeting the needs of its clients, employees, investors and the public is of paramount importance to GKB.

The bank holds strategic stakes in Privatbank Bellerive AG, Zurich, and Private Client Bank AG, Zurich.

Capital structure.

Endowment and participation cap.: CHF 250 Mio.
750,000 PC at CHF 100 nom.
CHF 175,000,000 endow. cap.

Shareholders.

Canton of Graubünden: 85.1% of capital (per 30.06.13)
Board/Management: 0.1% of PC (per 30.06.13)

Board/Management.

Supervisory Board Chairman: Hans Hatz (since 1998)
CEO: Alois Vinzens (since 2003)
No. of SB/EB members 2013: 7/4

Rating Standard & Poor's.

Short term: A-1+
Long term: AA+
Outlook: negative

Key dates.

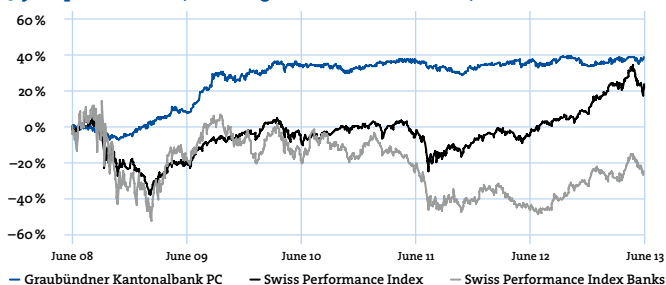
Annual figures 2013: 7 February 2014
Participation capital holders' meeting 2014: 12 April 2014

Key figures per Participation Certificate (PC).

per PC (adjusted in CHF)	2010	2011	2012	2013(S)	2014(S)	per PC (in CHF)	2010	2011	2012	2013
Equity capital ¹	776	814	852	871 ²	912 ²	Price High	1'255	1'247	1'206	1'178
Adjusted net profit	77.6	77.5	79.0	74.6 ²	76.5 ²	Price Low	1'190	1'140	1'144	1'123
Dividend	38.0	38.0	38.0 ³	40.0 ²	42.0 ²	P/E High	16.2	16.1	15.3	15.8 ²
Payout ratio	49.6%	49.7%	48.7%	54.1% ²	55.3% ²	P/E Low	15.3	14.7	14.5	15.1 ²

¹ not including goodwill/immateral ² estimate ZKB Research ³ Ex-dividend as at 8.3.2013 ⁴ price and performance development as at 28.6.2013

5 year performance (including dividend distributions).



In addition to the GKB Participation Certificate, the following convertible bonds allow investors to participate in GKB's performance:

Convertible bond	Maturity	Sec.No.	Convertible until	Conversion price	Price ⁴
2% Graubündner Kantonalbank	08.05.2014	2 514 817	24.04.2014	CHF 1'200	101.80%



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