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Raiffeisen Schweiz Genossenschaft

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Rating Score Snapshot

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Issuer Credit Rating
AA-/Stable/A-1+
Resolution Counterparty Rating
AA-/--/A-1+

SACP: a+ → **Support: +1** → **Additional factors: 0**

SACP: a+		
Anchor	a-	
Business position	Adequate	0
Capital and earnings	Very strong	+2
Risk position	Adequate	0
Funding	Adequate	0
Liquidity	Adequate	
CRA adjustment		0

Support: +1	
ALAC support	+1
GRE support	0
Group support	0
Sovereign support	0

Additional factors: 0
Issuer credit rating
AA-/Stable/A-1+
Resolution counterparty rating
AA-/A-1+

ALAC--Additional loss-absorbing capacity. CRA--Comparable ratings analysis. GRE--Government-related entity. ICR--Issuer credit rating. SACP--Stand-alone credit profile.

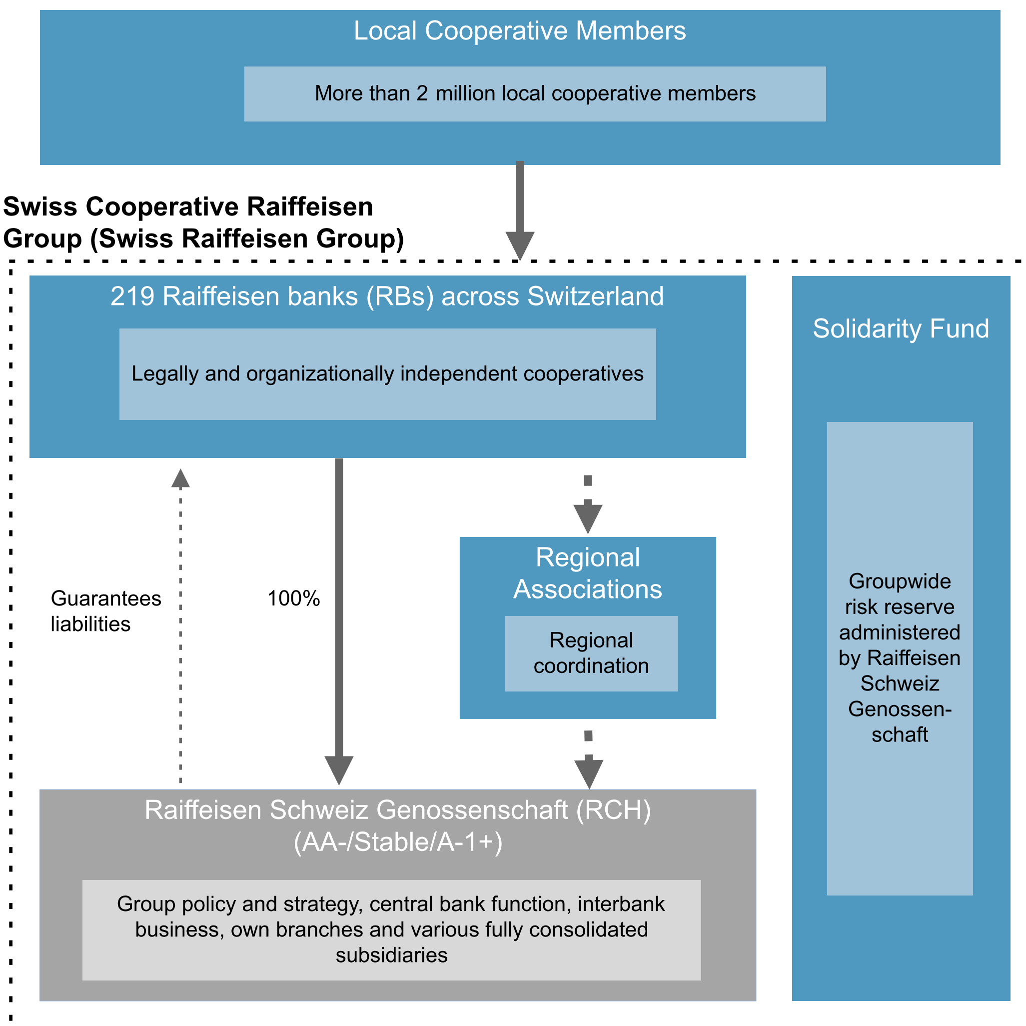
Credit Highlights

Overview	
Key strengths	**Key risks**
Mutual solidarity support and joint risk management.	Concentration risks from exposure to domestic residential real estate.
Strong position in Swiss retail markets, with a 17.6% market share in residential mortgages.	Higher cost base from decentralized network, and subpar return on equity by international standards.
Sound financial profile, underpinned by superior capitalization, stable earnings, and a highly collateralized loan book.	

We expect Swiss Cooperative Raiffeisen Group to maintain its leading retail market position. Our ratings on Raiffeisen Schweiz Genossenschaft (RCH; AA-/Stable/A-1+) are based on its core status within the Swiss Cooperative Raiffeisen Group (Swiss Raiffeisen Group). We expect the latter to hold and defend its leading retail market position. Swiss Raiffeisen Group is the second-largest Swiss banking group with a market share of 17.6% in the local residential real estate financing sector and a 14.7% market share in domestic deposits. We regard the group as a cohesive economic entity and expect solidarity support among member banks, if needed. We consider positively the regulator's group-based oversight and groupwide mutual guarantee scheme (see chart 1).

Chart 1

Swiss Raiffeisen group structure



We expect Swiss Raiffeisen Group's asset quality to stay resilient. Our view is supported by our expectation that the effects of a macroeconomic slowdown in Europe will continue to prove manageable for the Swiss economy. Furthermore, we view positively the group's highly collateralized loan book and the stable Swiss housing market, which has experienced a manageable deceleration in real estate prices.

The group's efficiency and profitability metrics are below the European average but improving. Following several strategic initiatives, we consider Swiss Raiffeisen Group more efficient with its cost-to-income ratio of 56% as of June 2023. Our forecast for the earnings buffer--which indicates the group's ability to cover normalized losses--is roughly 1.3%. This compares well with our forecasts for many other Swiss peers, but is average at the wider European level. Raiffeisen's 6.6% return on average common equity ratio at mid-2023 is considered below average in an international comparison. However, this is largely a reflection of the group's superior capitalization, as indicated by its S&P Global

Ratings' risk-adjusted capital (RAC) ratio of 19.3% at year-end 2022.

We expect Raiffeisen's sizable bail-in-able buffers to allow one notch of rating support, we think the group is well prepared for a bail-in-led resolution if this fails. Our issuer credit rating (ICR) benefits from one notch of uplift due to the build-up of additional loss-absorbing capacity (ALAC), which will provide protection to senior creditors in a resolution scenario. We forecast a sizable 5%-7% ALAC buffer relative to S&P Global Ratings' risk-weighted assets (RWAs) between 2023 and 2026, comfortably above our 3% threshold for one-notch uplift.

Outlook

The stable rating outlook on the core group members of Swiss Raiffeisen Group, including RCH, reflects our expectation that over the next two years, Swiss Raiffeisen Group will retain its robust business, financial, and capital positions substantiated by high ALAC buffers. This is also supported by our expectation for the continued resilience of the Swiss economy--weathering volatile and difficult operating environments, higher inflation, and a weaker global economy. We forecast that Swiss Raiffeisen Group will remain sufficiently profitable, bolstering its superior capitalization.

Downside scenario

We could lower our rating on RCH if we saw unexpected increasing risks in its main markets, particularly the Swiss housing market. Although unlikely, we could take a negative rating action if unexpected economic shocks adversely affect Swiss Raiffeisen Group's profitability and asset quality. We will continue to monitor the progress on Swiss Raiffeisen Group's targeted efficiency and digitalization improvements.

Upside scenario

An upgrade is unlikely, reflecting the already strong credit quality and the bank's material concentration in the housing market.

Key Metrics

Swiss Raiffeisen Group--Key ratios and forecasts

	--Fiscal year ended Dec. 31--				
(%)	**2021a**	**2022a**	**2023f**	**2024f**	**2025f**
Growth in operating revenue	8.3	5.5	7.8-9.5	3.5-4.2	3.6-4.4
Growth in customer loans	3.0	4.0	2.7-3.3	2.7-3.3	2.7-3.3
Net interest income/average earning assets (NIM)	1.1	1.1	1.1-1.3	1.1-1.3	1.2-1.3
Cost to income ratio	62.7	61.0	53.6-56.4	52.7-55.4	50.7-53.3
Return on average common equity	5.7	5.9	5.6-6.2	5.8-6.4	5.8-6.4
New loan loss provisions/average customer loans	(0.0)	0.0	0.0-0.0	0.0-0.0	0.0-0.0
Gross nonperforming assets/customer loans	0.4	0.4	0.4-0.5	0.4-0.5	0.4-0.5

Swiss Raiffeisen Group--Key ratios and forecasts (cont.)					
	--Fiscal year ended Dec. 31--				
(%)	**2021a**	**2022a**	**2023f**	**2024f**	**2025f**
Risk-adjusted capital ratio	22.9	19.3	21.2-22.3	21.6-22.7	22.2-23.4

All figures are S&P Global Ratings-adjusted. a--Actual. f--Forecast. NIM--Net interest margin.

Anchor: 'a-' For Swiss Banks With Largely Domestic Operations

Our anchor for banks operating mainly in Switzerland such as Swiss Raiffeisen Group is 'a-'. We consider the trend for economic and industry risk in Switzerland to be stable.

The Swiss private sector has proven resilient against multiple external stress scenarios. We expect Swiss households and corporates to maintain credit strength, despite the challenging environment. This reflects Swiss households and corporations' superior financial strength, and banks' prudent underwriting standards (which focus on collateralized lending, mainly residential mortgages, or Lombard loans). Overall, we see limited risk to Swiss households on debt servicing capacity from higher rates. At the same time, we believe the stagnation in real house prices should remain manageable for Swiss banks' mortgage exposures. This is because banks' existing stock of mortgage loans are predominately fixed rate and underwriting standards already integrate much higher interest rates into affordability assessments. In any case, we believe a strong Swiss labor market, tight and inelastic supply in housing, and ongoing high demand due to persistently high immigration support house prices.

Our view of industry risk in Switzerland encompasses the stability of the domestic banking sector, despite the failure of Credit Suisse. In general, we do not observe a loss in customer confidence in Swiss banking, as many domestic banks profited from inflows of assets under management and deposits from Credit Suisse after outflows escalated in 2022. Also, the country's regulatory requirements with respect to gone-concern capital exceed international norms. Money laundering and the threat of additional sanctions remain tail risks for the Swiss banking sector, especially for smaller private banks.

Business Position: Leading Retail Franchise With A Strong Position In The Domestic Retail Mortgage Market

We expect Swiss Raiffeisen Group to maintain its solid position as the second-largest financial institution in Switzerland--after UBS--with a strong position in the domestic retail mortgage market, complemented by nationwide corporate client activities. We consider Swiss Raiffeisen Group well placed to leverage on its solid market position to sustainably improve efficiency.

Following its successful initial rollout, we anticipate the group's "Raiffeisen 2025" strategy to have a positive effect on profitability, with the group focusing on product simplification, expanding asset management solutions, and increasing digital offerings. We expect Raiffeisen to further increase its efforts to strengthen its back-end digitalization and improve mobile customer offerings under its one-brand strategy, despite the group's intricate governance structure.

Even with management's efforts, we do not expect fully digitalized mobile banking services before 2025, bearing the potential for digital disruption.

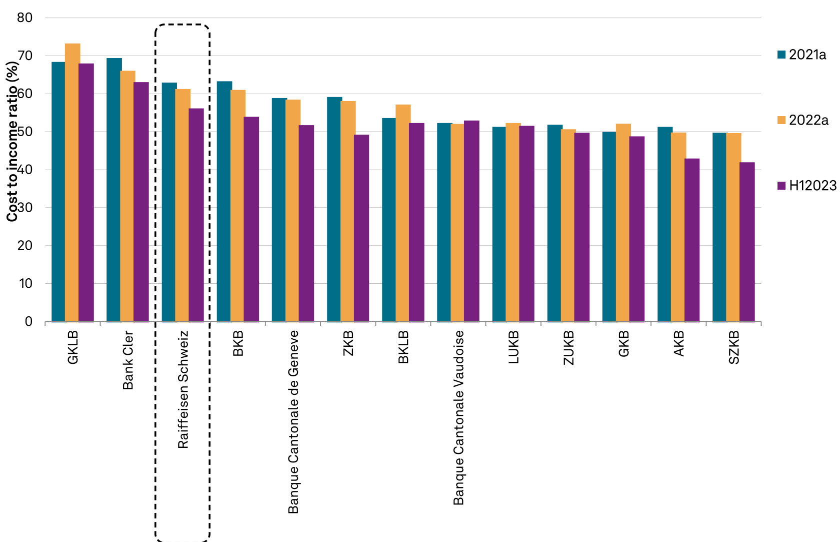
The group serves about 3.7 million private and investment clients. It covers more than 40% of the Swiss population through its network of 219 independent Raiffeisen banks, the owners of RCH (see chart 1). The relatively conservative socio-demographic structure of its customer base gives the group time to address digitalization challenges.

Higher interest rates have benefited Swiss Raiffeisen Group. It has a high share of net interest income relative to revenue--about 75% at end-June 2023--largely driven by the low-risk residential real estate business. The net interest margin, which measures net interest income relative to average earning assets, increased to 1.31% in June 2023 from 1.13% as of year-end 2022. We expect this improvement to partly reverse for full year 2023 because rising deposit rates will offset higher margins on the asset side. Given rising rates have helped to bolster net interest income for most Swiss banks, Swiss Raiffeisen Group will require additional progress to close the efficiency gap and bring its cost to income ratio, which was 56% at the end of June 2023, in line with that of its domestic peers.

Chart 2

Operating efficiency is improving but still lagging

Cost-to-income ratio peer comparison between 2021 and H12023



Cost-to-income ratio is noninterest expenses divided by operating revenues. GKLB--Glarner Kantonalbank, BKB--Basler Kantonalbank, ZKB--Zürcher Kanto

BKLB--Basellandschaftliche Kantonalbank, LUKB--Luzerner Kantonalbank, ZUKB--Zuger Kantonalbank, AKB--Aargauische Kantonalbank, SZKB--Schwyzer I

a--Actual. H1--First half. Source: S&P Global Ratings.

Capital And Earnings: Superior Capitalization Compared With European Peers

We believe Swiss Raiffeisen Group will maintain its superior capitalization as indicated by the RAC ratio of 19.3% at year-end 2022. We expect our RAC ratio--our main capital indicator--will increase to 22% over the next 24 months. This puts Swiss Raiffeisen Group's capitalization among Europe's strongest banks, together with some cantonal bank peers. We anticipate relative earnings stability due to prudent underwriting standards and resilient Swiss real estate markets.

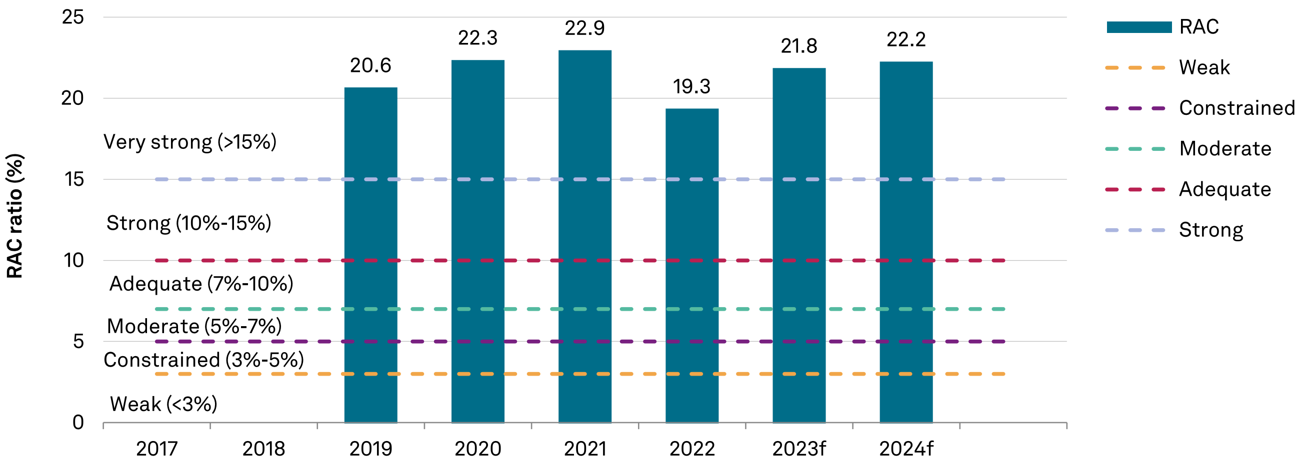
In order to fulfill the Swiss emergency plan, which is applicable for systemically relevant banks, Swiss Raiffeisen Group reclassified common equity Tier 1 (CET1) of Swiss franc (CHF) 3.1 billion and CHF1.1 billion of additional Tier 1 (AT1) instruments from going-concern to gone-concern capital on Dec. 31, 2022. This is the main driver of the 3.6 percentage point reduction in the RAC ratio relative to year-end 2021.

Our RAC ratio projection through 2025 reflects our current base-case assumptions of moderately higher earnings, stable risk costs and robust asset quality, due to the group's very granular and well-collateralized loan portfolio. Key elements of our base-case RAC projection for 2023-2025 include the following expectations:

- Customer loan growth of around 3% throughout 2025. Net interest margins likely to increase relative to year-end 2022 but rising deposit rates will limit upside.
- Noninterest expenses to peak in 2023 because of inflationary pressure, and to subside thereafter. We forecast the cost-to-income ratio will improve to 52% in 2025, from about 55% in 2023.
- Cost of risk below 5 basis points (bps), low relative to European peers.
- A very high share of earnings retention into capital reserves (expected dividend payout ratios of about 7%).
- We consider the quality of capital as high with adjusted common equity comprising 100% of S&P Global Ratings' total adjusted capital.

Chart 3

We expect capitalization to remain very strong
Risk-adjusted capital (RAC) ratio from 2019 to 2024f



f--Forecast. Source: S&P Global Ratings.

Risk Position: Sound Underwriting Standards And Swiss Market Resilience Keep Risk At Bay

We expect Swiss Raiffeisen Group's risk profile will remain a neutral rating factor. We see it as comparable with that of peers with a strong focus on Swiss retail banking, or on markets that have similar industry risk to the Swiss banking industry. Compared with most domestic cantonal banks, Swiss Raiffeisen Group benefits from better nationwide diversification in granular residential real estate business. Despite weakening economic growth, we expect the high capitalization to be sufficient to buffer against an unexpected deterioration in asset quality.

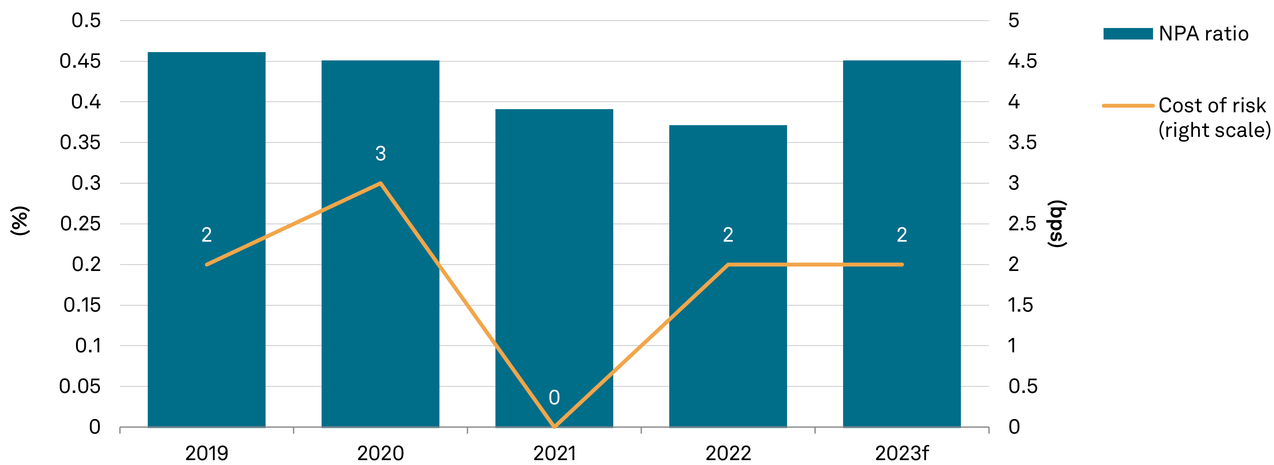
We expect Swiss Raiffeisen Group to remain resilient, also considering its very high collateralization with an average loan-to-value ratio of 59% in residential mortgage lending, as well as low initial levels of nonperforming loans at 0.4% and risk costs of below 5 bps. This view is backed by our forecast that growth in Swiss residential real estate prices will only slightly moderate despite higher interest rates.

Swiss Raiffeisen Group engages in substantial maturity transformation with short-term customer deposits and handing out longer-term fixed-rate mortgage loans. In our view, it is materially exposed to interest rate risk because the higher duration loans are more heavily affected by interest rate changes. However, Swiss Raiffeisen Group has reduced its interest rate sensitivity since 2020. As a result, the reduction in the economic value of equity relative to regulatory Tier 1 capital--under a standardized supervisory parallel-up shock of interest rates--decreased to 5.7% at end-March 2023 from 12.8% at end-December 2020.

We expect Swiss Raiffeisen Group's unified risk management will remain prudent, and we view positively the groupwide risk policies and monitoring, and a system of solidarity support and measures to contain potential performance issues at member banks. This also creates discipline and incentives to contain individual risk appetites, in our view. Moreover, we recognize substantial improvements in corporate governance, joint risk management, and groupwide business initiatives in recent years.

Chart 4

Low risk costs combined with very good asset quality
Evolution of nonperforming assets (NPA) ratio and cost of risk since 2019



Cost of risk - New loan loss provisions / average customer loans. Bps--Basis point. f--Forecast. Source: S&P Global Ratings.

Funding And Liquidity: Solid Thanks To A Dominant Share Of Granular Retail Deposits

We expect Swiss Raiffeisen Group's funding and liquidity profile will remain sound, materially benefitting from the member banks' dominant share of granular retail deposits generated by the group's robust, well-established franchise and network.

We anticipate Swiss Raiffeisen Group will maintain its robust funding metrics. This is indicated by its 80% share of customer deposits relative to its funding base, and its solid S&P Global Ratings' stable funding ratio of 110% at end-June 2023. About 80% of the group's customer deposits are sourced from retail clients, which are, in our view, less volatile than wholesale deposits. We also view Swiss Raiffeisen Group's net inflows during the Credit Suisse crisis in March 2023 as a positive, as this underscores its funding stability.

Similarly, we expect Swiss Raiffeisen Group to maintain its prudent liquidity management, represented by its 2.1x ratio of broad liquid assets to short-term wholesale funding (BLAST) as of end-June 2023. The group's BLAST ratio has been robust for years. We also expect its mortgage loan book will be a substantial source of tapping secured liquidity lines from the Swiss National Bank, if needed.

Support: Group Support Drives The Ratings On RCH

RCH is the group's central institution. We view its role as core to the group's strategy, under which in all foreseeable circumstances we expect RCH will benefit from the group's joint support mechanisms. The robust group relationship underpins our approach of equalizing our ratings on RCH with our 'a+' group credit profile (GCP) on Swiss Raiffeisen Group.

Our ratings on RCH are based on the group's aggregate creditworthiness, since we consider member banks to be a group of integrated institutions, although they are legally independent. Reflecting the groupwide solidarity support and regulatory oversight scheme, we understand that RCH would act as the single point of entry for Swiss Raiffeisen Group.

We believe the prospect of extraordinary support by the Swiss government for commercial banks, such as Swiss Raiffeisen Group, is uncertain in view of the country's enhanced and effective resolution regime. For that reason, Swiss Raiffeisen Group is eligible for ratings uplift from the unsupported GCP under our criteria for ALAC. We consider RCH's resolution plan as effective after the substantial build-up of sufficient loss absorbing capacity as of year-end 2022. The higher ALAC buffer will provide protection to senior creditors in a resolution scenario. We forecast a sizable 6%-7% ALAC buffer for the group relative to S&P Global Ratings' RWAs between 2023 and 2026. This is above our 3% threshold for a one notch uplift and comfortably above our 6.5% threshold for two notches of uplift. However, we currently limit the additional benefit to one notch, given the remoteness of a resolution scenario at the 'a+' group SACP level.

Environmental, Social, And Governance (ESG)

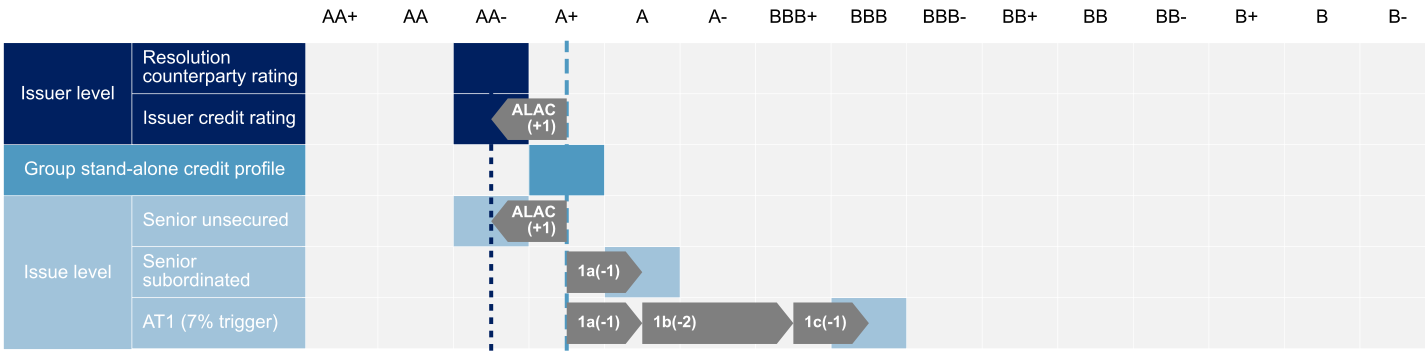
ESG factors are an overall neutral consideration in our credit rating analysis of Swiss Raiffeisen Group.

We view positively the group's decentralized organization, local entrenchment, and continued application of the cooperative principles. This, in our view, supports stronger alignment with interests of local communities, customers, employees, and owners, and thus reduces the incentives for myopic business behavior at the expense of any stakeholder.

At the same time, however, we consider that governance and speed of related actions is hampered by complexities from the decentralized group structure, albeit soundly managed.

Group Structure, Rated Subsidiaries, And Hybrids

Raiffeisen Schweiz Genossenschaft: Notching



Key to notching

- ----- Group stand-alone credit profile
- ------ Issuer credit rating
- ALAC Additional loss-absorbing capacity buffer
- 1a Contractual subordination
- 1b Discretionary or mandatory nonpayment clause and whether the regulator classifies it as regulatory capital
- 1c Mandatory contingent capital clause or equivalent

Note: The number-letter labels in the table above are in reference to the notching steps we apply to hybrid capital instruments, as detailed in table 2 of our "Hybrid Capital: Methodology And Assumptions" criteria, published on March 2, 2022.
AT1--Additional Tier 1.

Resolution Counterparty Ratings (RCRs)

We assign a RCR to RCH because the group qualifies for ALAC support. The RCR is at the same level as the ICR because RCR uplift does not apply to financial institutions in the 'AA' or 'AAA' ICR categories.

Key Statistics

Table 1

Swiss Raiffeisen Group--Key figures

	--Year ended Dec. 31--				
(Mil. CHF)	**2023***	**2022**	**2021**	**2020**	**2019**
Adjusted assets	287,597.5	280,628.1	284,489.2	259,646.5	248,335.1
Customer loans (gross)	219,127.2	214,813.1	206,598.3	200,619.7	193,685.9
Adjusted common equity	17,276.9	16,294.9	19,065.9	18,301.7	17,343.4
Operating revenues	2,053.9	3,558.5	3,373.5	3,114.6	3,074.9
Noninterest expenses	1,148.6	2,170.7	2,114.3	2,092.4	2,108.1
Core earnings	753.5	1,161.4	1,086.4	848.6	818.6

*Data as of June 30. CHF--Swiss franc.

Table 2

Swiss Raiffeisen Group--Business position

	--Year ended Dec. 31--				
(%)	**2023***	**2022**	**2021**	**2020**	**2019**
Loan market share in country of domicile	17.6	17.6	17.6	17.6	15.7
Deposit market share in country of domicile	14.7	14.5	14.0	13.8	13.4
Return on average common equity	6.6	5.9	5.7	4.8	4.9

*Data as of June 30.

Table 3

Swiss Raiffeisen Group--Capital and earnings

	--Year ended Dec. 31--				
(%)	**2023***	**2022**	**2021**	**2020**	**2019**
Tier 1 capital ratio	19.2	18.8	21.7	19.6	17.9
S&P Global Ratings' RAC ratio before diversification	N/A	19.3	22.9	22.3	20.6
S&P Global Ratings' RAC ratio after diversification	N/A	16.2	19.3	18.8	17.4
Adjusted common equity/total adjusted capital	93.8	93.5	94.0	95.4	94.7
Double leverage	N.M.	N.M.	N.M.	N.M.	N.M.
Net interest income/operating revenues	75.3	72.2	71.2	75.4	73.7
Fee income/operating revenues	15.1	16.6	15.9	14.5	13.5
Market-sensitive income/operating revenues	7.6	7.8	9.9	8.0	8.6
Cost to income ratio	55.9	61.0	62.7	67.2	68.6
Preprovision operating income/average assets	0.6	0.5	0.5	0.4	0.4
Core earnings/average managed assets	0.5	0.4	0.4	0.3	0.3

*Data as of June 30. N/A--Not applicable. N.M.--Not meaningful.

Table 4

Swiss Raiffeisen Group--Risk-adjusted capital framework data

(Mil. CHF)	**Exposure***	**Basel III RWA**	**Average Basel III RW(%)**	**S&P Global Ratings RWA**	**Average S&P Global Ratings RW (%)**
Credit risk					
Government & central banks	45,062.6	0.0	0.0	288.6	0.6
Of which regional governments and local authorities	0.0	0.0	0.0	0.0	0.0
Institutions and CCPs	8,432.8	2,517.6	29.9	1,363.8	16.2
Corporate	34,639.8	30,245.2	87.3	23,968.3	69.2
Retail	185,804.0	45,350.2	24.4	44,651.8	24.0
Of which mortgage	181,061.2	41,930.9	23.2	41,995.5	23.2
Securitization§	6,998.1	1,244.1	17.8	1,244.1	17.8
Other assets†	3,388.2	3,400.2	100.4	3,338.7	98.5
Total credit risk	284,325.4	82,757.3	29.1	74,855.2	26.3
Credit valuation adjustment					
Total credit valuation adjustment	--	109.8	--	142.7	--

Table 4

Swiss Raiffeisen Group--Risk-adjusted capital framework data (cont.)					
Market Risk					
Equity in the banking book	811.3	2,207.6	272.1	6,082.5	749.8
Trading book market risk	--	1,650.1	--	2,475.2	--
Total market risk	--	3,857.7	--	8,557.7	--
Operational risk					
Total operational risk	--	6,172.7	--	6,620.9	--
	Exposure	**Basel III RWA**	**Average Basel II RW (%)**	**S&P Global Ratings RWA**	**% of S&P Global Ratings RWA**
Diversification adjustments					
RWA before diversification	--	92,897.5	--	90,176.5	100.0
Total diversification/ Concentration adjustments	--	--	--	17,452.9	19.4
RWA after diversification	--	92,897.5	--	107,629.4	119.4
		Tier 1 capital	**Tier 1 ratio (%)**	**Total adjusted capital**	**S&P Global Ratings RAC ratio (%)**
Capital ratio					
Capital ratio before adjustments		17,464.0	18.8	17,430.2	19.3
Capital ratio after adjustments‡		17,464.0	18.8	17,430.2	16.2

*Exposure at default. §Securitization exposure includes the securitization tranches deducted from capital in the regulatory framework. †Exposure and S&P Global Ratings' risk-weighted assets for equity in the banking book include minority equity holdings in financial institutions. ‡Adjustments to Tier 1 ratio are additional regulatory requirements (e.g. transitional floor or Pillar 2 add-ons). RWA--Risk-weighted assets. RW--Risk weight. RAC--Risk-adjusted capital. CHF--Swiss franc. CCPs--Central counterparty clearing house. Sources: Company data as of Dec. 31, 2022 and S&P Global Ratings.

Table 5

Swiss Raiffeisen Group--Risk position					
	--Year ended Dec. 31--				
(%)	**2023***	**2022**	**2021**	**2020**	**2019**
Growth in customer loans	4.0	4.0	3.0	3.6	3.1
Total diversification adjustment/S&P Global Ratings' RWA before diversification	N/A	19.4	18.8	18.6	18.5
Total managed assets/adjusted common equity (x)	16.6	17.2	14.9	14.2	14.3
New loan loss provisions/average customer loans	0.0	0.0	(0.0)	0.0	0.0
Net charge-offs/average customer loans	N.M.	0.0	0.0	0.0	0.0
Gross nonperforming assets/customer loans + other real estate owned	0.0	0.4	0.4	0.4	0.5
Loan loss reserves/gross nonperforming assets	N.M.	31.4	30.3	29.0	26.6

*Data as of June 30. N/A--Not applicable. RWA--Risk-weighted assets.

Table 6

Swiss Raiffeisen Group--Funding and liquidity					
	--Year ended Dec. 31--				
(%)	**2023***	**2022**	**2021**	**2020**	**2019**
Core deposits/funding base	79.5	81.3	77.4	80.6	78.1
Customer loans (net)/customer deposits	106.4	104.8	102.3	105.2	109.8
Long-term funding ratio	91.6	93.1	88.8	92.2	89.7

Table 6

Swiss Raiffeisen Group--Funding and liquidity (cont.)					
	--Year ended Dec. 31--				
(%)	**2023***	**2022**	**2021**	**2020**	**2019**
Stable funding ratio	110.2	110.0	113.6	110.3	106.3
Short-term wholesale funding/funding base	9.1	7.5	12.1	8.4	11.2
Regulatory net stable funding ratio	141.0	140.9	144.9	N/A	N/A
Broad liquid assets/short-term wholesale funding (x)	2.1	2.4	2.0	2.3	1.6
Broad liquid assets/total assets	17.5	16.0	22.6	17.3	16.6
Broad liquid assets/customer deposits	24.5	21.9	31.8	23.6	23.3
Net broad liquid assets/short-term customer deposits	13.5	13.2	16.7	13.7	9.5
Regulatory liquidity coverage ratio (LCR) (x)	167.2	168.4	185.4	N/A	N/A
Short-term wholesale funding/total wholesale funding	43.7	38.9	52.6	42.5	49.9
Narrow liquid assets/3-month wholesale funding (x)	3.1	2.8	2.4	2.6	2.1

*Data as of June 30. N/A--Not applicable.

Raiffeisen Schweiz Genossenschaft--Rating component scores	
Issuer Credit Rating	**AA-/Stable/A-1+**
SACP	a+
Anchor	a-
Economic risk	1
Industry risk	3
Business position	Adequate
Capital and earnings	Very strong
Risk position	Adequate
Funding	Adequate
Liquidity	Adequate
Comparable ratings analysis	0
Support	+1
ALAC support	+1
GRE support	0
Group support	0
Sovereign support	0
Additional factors	0

ALAC--Additional loss-absorbing capacity. GRE--Government-related entity. SACP--Stand-alone credit profile.

Related Criteria

- General Criteria: Hybrid Capital: Methodology And Assumptions, March 2, 2022
- Criteria | Financial Institutions | Banks: Banking Industry Country Risk Assessment Methodology And Assumptions, Dec. 9, 2021
- Criteria | Financial Institutions | General: Financial Institutions Rating Methodology, Dec. 9, 2021

- General Criteria: Environmental, Social, And Governance Principles In Credit Ratings, Oct. 10, 2021
- General Criteria: Group Rating Methodology, July 1, 2019
- Criteria | Financial Institutions | General: Risk-Adjusted Capital Framework Methodology, July 20, 2017
- General Criteria: Methodology For Linking Long-Term And Short-Term Ratings, April 7, 2017
- General Criteria: Principles Of Credit Ratings, Feb. 16, 2011

Related Research

- SLIDES PUBLISHED: Swiss Banking Sector 2023: Balance Sheets Remain Robust, Sept. 19, 2023
- Swiss Public Liquidity Backstop Has Limited Implications For Hybrid Ratings, Sept. 18, 2023
- Banking Industry Country Risk Assessment: Switzerland, Aug. 18, 2023
- Select Swiss Banks Affirmed After Review Of Banking Sector; BICRA Group Remains '2', July 24, 2023

Ratings Detail (As Of December 1, 2023)*	
Raiffeisen Schweiz Genossenschaft	
Issuer Credit Rating	AA-/Stable/A-1+
Resolution Counterparty Rating	AA-/--/A-1+
Junior Subordinated	BBB
Senior Subordinated	A
Senior Unsecured	AA-
Issuer Credit Ratings History	
04-Apr-2023	AA-/Stable/A-1+
21-Sep-2020	A+/Stable/A-1
Sovereign Rating	
Switzerland	AAA/Stable/A-1+

*Unless otherwise noted, all ratings in this report are global scale ratings. S&P Global Ratings' credit ratings on the global scale are comparable across countries. S&P Global Ratings' credit ratings on a national scale are relative to obligors or obligations within that specific country. Issue and debt ratings could include debt guaranteed by another entity, and rated debt that an entity guarantees.