

SEMI-ANNUAL REPORT
2006



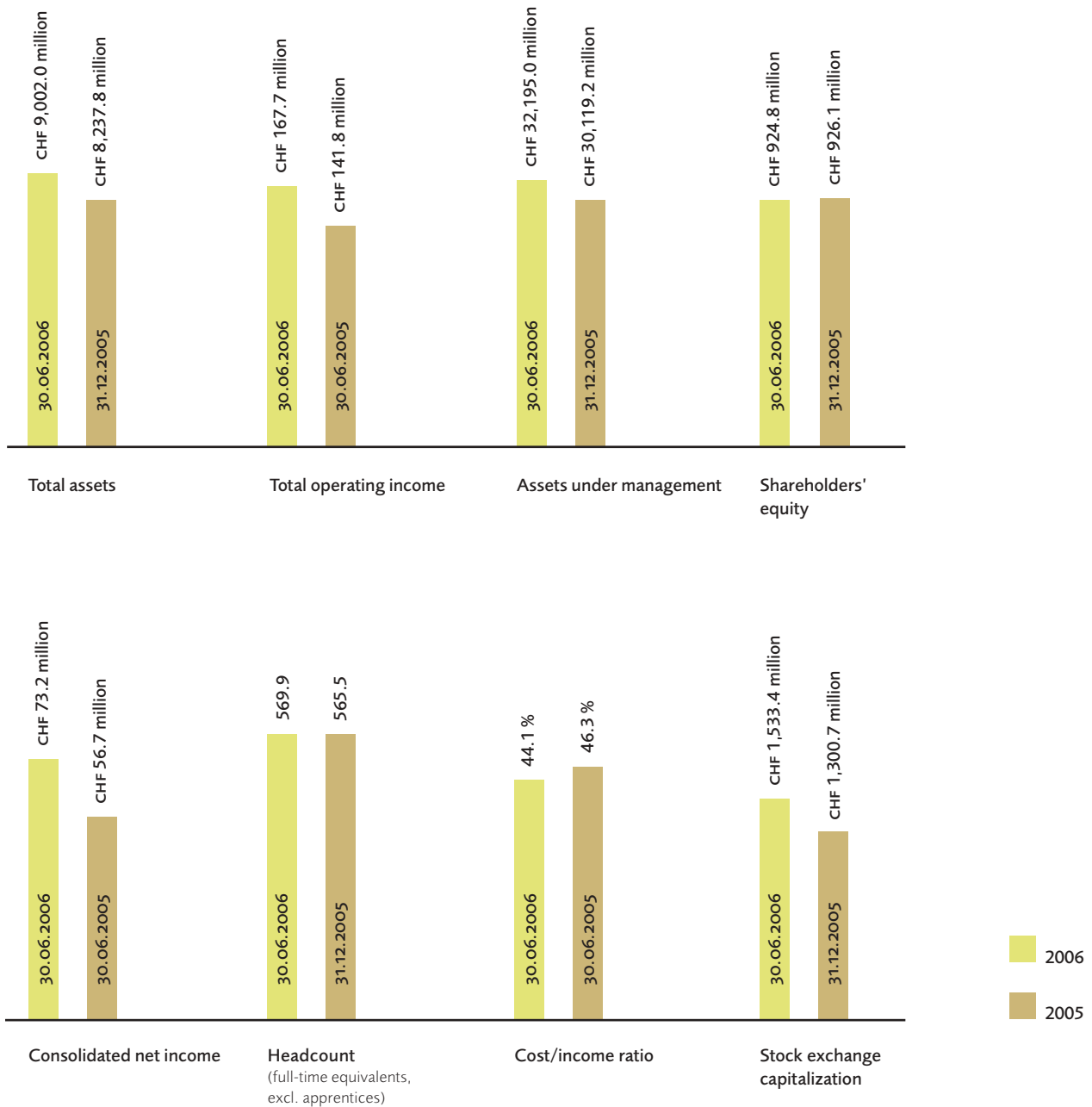




CONTENTS

1. First Half of 2006	Page	3. Segments	Page
Key indicators of VP Bank Group	6	Segment reporting per business division	25
Introductory statement of the Chairman of the Board and the Chief Executive Officer (CEO)	9	Private Clients	28
Structure of the VP Bank Group	11	Trust Banking	31
		Banking Services	34
		Corporate Center	36
2. Financial Report	Page	4. Investment Management	Page
Consolidated semi-annual report of the VP Bank Group	12	Investment Management	38
Consolidated statement of income	15		
Consolidated balance sheet	16		
Consolidated changes in shareholders' equity	17		
Consolidated statement of cash flows	18		
Accounting principles	18		
Notes to consolidated financial statement of income and consolidated balance sheet	19		

KEY INDICATORS OF VP BANK GROUP



Key indicators of VP Bank Group

	30.06.2006	30.06.2005	31.12.2005	Variance to 30.06.2005 in %
Key income statement figures in CHF million				
Total net operating income	167.7	141.8	297.0	18.3
Income from interest-differential business	66.2	51.2	114.6	29.2
Income from commission business and services	80.7	67.9	144.3	18.8
Income from trading activities	10.9	9.4	20.9	15.7
Operating expenses	74.0	65.6	134.5	12.8
Consolidated net income	73.2	56.7	121.7	29.1
Consolidated net income attributable to the shareholders of Verwaltungs- und Privat-Bank AG, Vaduz	71.3	55.3	119.3	29.0
	30.06.2006	30.06.2005	31.12.2005	Variance to 31.12.2005 in %

Key balance sheet figures in CHF million¹

Total assets	9,002.0	8,166.1	8,237.8	9.3
Due from banks	4,714.0	4,073.2	4,147.4	13.7
Due from customers	2,885.1	2,717.1	2,805.0	2.9
Due to customers	7,522.4	6,825.1	6,907.0	8.9
Total shareholders' equity	924.8	849.7	926.1	-0.1
Shareholder's equity attributable to shareholders of Verwaltungs- und Privat-Bank AG, Vaduz	906.7	833.1	908.0	-0.1
Equity ratio (in %)	10.1	10.2	11.0	-8.6
Tier 1 ratio (in %)	15.8	15.8	16.6	-4.8
Assets under management in CHF million	32,195.0	27,613.7	30,119.2	6.9
On-balance-sheet client deposits	7,736.4	6,970.4	7,066.2	9.5
Fiduciary transactions	2,139.5	1,519.1	2,008.6	6.5
Client security deposits	22,319.1	19,124.2	21,044.4	6.1

Standard & Poor's rating

A/stable/A-1

A/stable/A-1

Key indicators¹

Return on equity (in %) ²	16.2	13.9	14.3
Cost/income ratio (in %) ³	44.1	46.3	45.3
Headcount (full-time equivalents, excl. apprentices) ⁴	569.9	549.1	565.5
Net operating income per employee in CHF 000's	294.3	258.3	525.2
Operating expenses per employee in CHF 000's	129.9	119.5	237.8
Consolidated net income per employee in CHF 000's	125.2	100.7	211.0

Key indicators relating to VP Bank shares in CHF ^{1,5}

Consolidated net income per bearer share	12.06	9.35	20.18
Consolidated net income per registered share	1.21	0.93	2.02
Dividend per bearer share			8.50
Dividend per registered share			0.85
Shareholders' equity per bearer share	153.30	140.85	153.52
Shareholders' equity per registered share	15.33	14.09	15.35
Share price per bearer share	259.25	188.00	219.90
Share price per registered share	25.00	18.00	21.00
Stock exchange capitalization (in CHF million) ⁶	1,533.4	1,112.0	1,300.7
Price-earnings ratio per bearer share	10.75	10.05	10.90
Price-earnings ratio per registered share	10.37	9.63	10.41

¹ The key figures and indicators are computed and reported on the basis of the consolidated net income and shareholders' equity attributable to the shareholders of Verwaltungs- und Privat-Bank AG, Vaduz

² Consolidated net income / average shareholders' equity less dividend

³ Operating expenses excl. depreciation and amortization, valuation allowances, provisions and losses / total operating income

⁴ In accordance with legal provisions pertaining to the disclosure of apprentices, these are to be reported as 50% of full-time equivalents.

⁵ On the basis of the shares outstanding in circulation as of the balance-sheet date (5,914,764)

⁶ Including registered shares



RIGHT ON TARGET: STRONG GROWTH IN EARNINGS AND NEW CLIENT MONEY

Dear Shareholders
Ladies and Gentlemen

The VP Bank Group's financial results for the first half of 2006 were very gratifying and demonstrate the beneficial effects of our resolutely implemented strategy. While a very favorable environment in the global financial markets characterized the first quarter, the second quarter witnessed a significant correction. On the whole, the VP Bank Group's first-half results represent an important, solidly based step on our aspired path of growth.

A successful course of business, a broad-based and diversified business model, as well as a consistent long-term strategy that integrates and exploits the major changes underway, not only in the global economic environment but also at the specific locations of the VP Bank Group throughout the world, were also part of the favourable backdrop to the events and publications that marked the celebration of VP Bank's fiftieth anniversary.

Six-month results

The consolidated net income of CHF 73.2 million (H1 2005: CHF 56.7 million) rose by an impressive 29 percent compared to the prior-year period, and all business areas and Group companies contributed to that achievement. This was also evidenced by the significantly higher income from both the interest differential business, which recorded a 29 percent increase to CHF 66.2 million, and the commission and services business, where revenues grew by 19 percent to CHF 80.7 million.

Operating expenses increased to CHF 74 million, 13 percent higher than in the comparable prior-year period, as a result of our intensified marketing efforts and the establishment of our new representative office in Hong Kong. The one-time expenses incurred in connection with the events and activities surrounding the fiftieth anniversary of VP Bank also played a role in this regard. The cost side remains well under control, a fact that is also demonstrated by our improved cost/income ratio of 44 percent (H1 2005: 46 percent).

The business activities of the VP Bank Group are underpinned by a solid balance sheet (net assets of CHF 9 billion; + 9 percent

versus 31.12.2005). That substance is also backed up by the practically unchanged 925 million francs' worth of equity, CHF 906.7 million of which is attributable to shareholders of VP Bank.

We are delighted by the 7 percent increase in client assets under management to a current total of CHF 32.2 billion, which was mainly due to a net inflow of CHF 1.1 in new client money. This development is mainly the result of our redoubled efforts to open up new markets, as well as the systematic approach we have taken to improve the quality of our services.

Review of the first half of 2006

On the basis of its strategic plans, the VP Bank Group made further progress in the first half of 2006. This was evidenced among other things by the confirmation of the A-/stable/A-1 Standard & Poor's rating for the VP Bank Group. That rating reflects the Group's solid risk and financial profile, as well as its stable shareholder base, successful business activities and intact chances for the future.

The new organizational structure introduced in mid-2005 lends support to the dynamism required in the marketplace and increases our clout in all of VP Bank's business divisions.

VP Bank established a Hong Kong representative office this past spring. In the coming years, this new organizational unit will be manned with an experienced team, and make a significant contribution to the growth of the VP Bank Group. Following the founding of our asset management company in Munich, which is currently on a growth path, as well as the opening of a representative office in Moscow, which is making an important contribution to the business activities of our banking enterprise, the establishment of a presence in Asia represents a further step that is fully consistent with our business strategy. Within the framework of our overall marketing concept, further market-penetration activities in Asia are being contemplated. A decision will be made early next year about the expansion of VP Bank's presence in Germany.

One key milestone that we view as being of particular significance is the redefinition of our investment process, which is enhancing our range of services as well as the quality of our client advice.

The activities relating to "Business Excellence" have been pursued further through the ISO certification of various business units. Our vision of being one of the best private banks is something that shapes our market-penetration efforts and internal organization, our employee and management development programs, as well as the ways and means we use in providing professional advice to clients.

During the period under review, the Board of Directors redefined the Bank's risk policy. Now it not only corresponds to all the requirements of newly enacted legislation, but is also a reflection of the high priority the VP Bank Group as an independent entity places on risk management.

Contributing to that independence is also the stability of our shareholder base – stakeholders who are committed to the long-term goals that accrue to the benefit of the company as well as its owners.

As in the past, the parent bank in Liechtenstein dominates the business activities of the Group, which is why developments in the circumstances relating to the Liechtenstein financial centre are of particular significance. A positive aspect in this regard can be seen in the new legal provisions that, especially in terms of investment companies, should have a favourable impact on our business activity. The recently concluded negotiations on the integration of Liechtenstein into the Schengen/Dublin circle of countries have eliminated the lack of clarity in this particular regard. And even though competitive pressures will continue from offshore financial centres when it comes to the increased amount of information that must be exchanged, the conditions for the coming years are now better-defined and more easily calculable.

In April 2006, VP Bank reached the age of 50. From its entrepreneurially conceived founding, which keyed on the location-specific advantages of the Liechtenstein financial centre, it has developed into a globally active financial services enterprise with a primary focus on private banking. And – particularly in light of the changing conditions that Liechtenstein's financial marketplace has witnessed since the turn of the new century – it has also optimized the business model that has proven its worth even in difficult business circumstances.

On April 28, 2006, the general meeting of shareholders appropriated the amount of CHF 5 million for the establishment of an anniversary foundation marking VP Bank's 50 years of existence. With that vehicle, we hope to broaden our already proven and recognized commitment to culture, education and the financial centre of Liechtenstein, as well as to demonstrate our general corporate responsibility to society as a whole. The project associated with this anniversary foundation has met with a very positive public response. The foundation will be chartered during the course of this year and will commence its activities in early 2007.

Outlook

Provided overall conditions do not take a significant turn for the worse, we will proceed on the assumption that the entire 2006 financial year will show improved year-on-year results. That is mainly based on the anticipation that the key revenue-drivers – i. e. the interest-differential as well as the commission and services business segments – will remain solidly supported and that we will see a continued inflow of new client money.

That being said, the second semester of 2006 got off to a favourable start.

A word of thanks

We would like to express our sincere gratitude for the trust you have placed in VP Bank and hope that we can continue to count you among our valued shareholders and clients in the years to come. Our thanks also go to VP Bank's employees who, through their personal commitment, make a tremendous contribution to the realization of our ambitious, client-oriented goals.

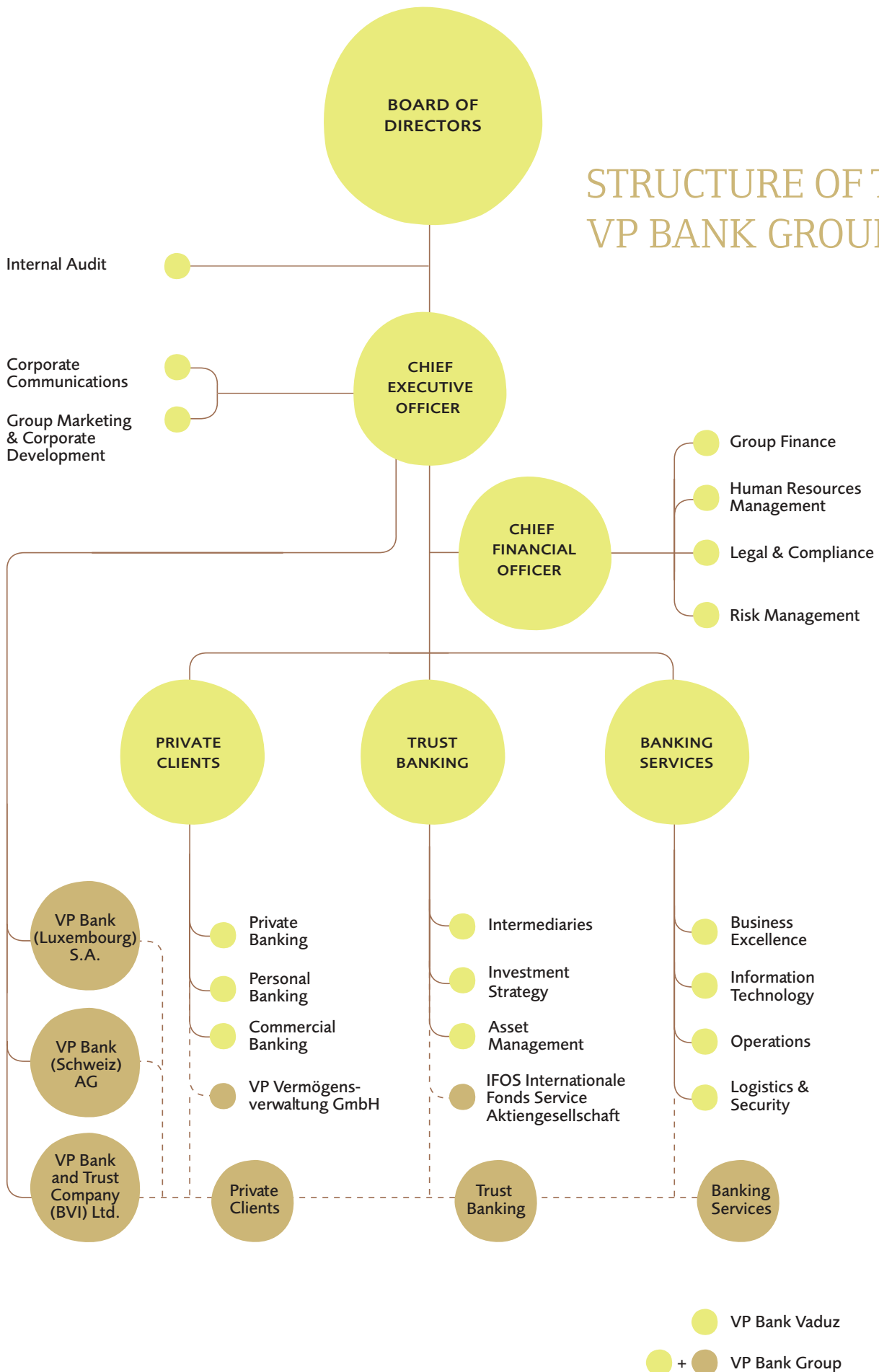


Hans Brunhart
Chairman of the Board of Directors



Adolf E. Real
Chief Executive Officer (CEO)

STRUCTURE OF THE VP BANK GROUP



CONSOLIDATED SEMI-ANNUAL REPORT OF THE VP BANK GROUP

Consolidated Net Income for First Six Months in Excess of CHF 73 million, Net Inflow of New Client Assets of over CHF 1.1 billion

In the first six months of 2006, VP Bank Group generated a consolidated net income, including the portion attributable to minority interests, of CHF 73.2 million. In comparison to the results of the prior period of CHF 56.7 million, this represents an increase of 29 percent. Markedly higher commission income (+19 percent) resulting from the increased levels of average client assets under management and of transaction-related income arising primarily in the first five months as well as an appreciably higher level of interest income (+29 percent) led to this result.

VP Bank Group was able to gain new client assets aggregating CHF 1.1 billion thanks to a variety of market initiatives. CHF 0.6 billion of the net inflow of new client money were considered only once since they are invested in a self-governing fund.

Turbulent Background on Financial Markets

From January through May 2006, equity markets showed a very positive, in part even brilliant development. However, since May 10, 2006 equity markets at most locations in the world have suffered significant declines in value. The majority of these occurred in the two weeks leading up to May 23. Since then, prices have on average slipped further and were able to stabilize only by mid-year or even slightly increase (SPI +3.7 percent against year end 2005). Since year end, there have been increasingly stronger signs that the sources of growth – USA and China – have lost speed. Corporate earnings world-wide will thus come under pressure and the current fears of inflation will level off. Since year end, the USD has weakened significantly (-6.2 percent) and the EUR stabilized (+0.8 percent). Whilst longer-term Swiss-franc interest rates fell by 0.3 percent in the first half of 2005, they grew by 0.7 percent in the first half of 2006; on the Swiss-franc money-market, we witnessed an increase in interest rates across the board of some 0.6 percent.

Business Divisions

On July 1, 2005, a new organizational structure in the Group was introduced with the goal of optimizing market-development activities. In the first half of 2006, the new business divisions Private Clients and Trust Banking generated a pre-tax income of

CHF 91.6 million (first half-year 2005: CHF 77.5 million); Banking Services and the staff functions regrouped within the Corporate Center are service or cost centers, with the exception of the staff function Risk Management which is embedded within the Corporate Center and which is responsible for the management of stockholders' equity (ALM). The business division Private Clients was able to significantly increase its pre-tax divisional result by 32 percent. Trust Banking with the business units Financial Intermediaries, Investment Strategy, Asset Management and Investment Funds also succeeded in improving its prior-period results by 8 percent. The costs not recharged of Banking Services and of the Corporate Center decreased from CHF 15.5 million to CHF 12.5 million, thanks, inter alia, to the staff function Risk Management (ALM) located within the Corporate Center.

Client Assets under Management

In the first half of 2006, client assets under management grew by some 7 percent from CHF 30.1 billion to CHF 32.2 billion. The net inflow of new client assets aggregated CHF 1.1 billion. The business division Private Clients achieved an inflow of CHF 0.7 billion, whilst Trust Banking posted an inflow of CHF 0.4 billion. In comparison to the end of 2005, the overall exposure to equities declined from 24 percent to 22 percent. The currency mix of client portfolios changed only marginally. The CHF-share made up 31 percent, the EUR-share 37 percent and the USD-share 25 percent. The remaining other foreign currencies remained stable at 7 percent.

Statement of Income

Total operating income rose 18 percent over the comparable period in 2005 to reach CHF 167.7 million. With a share of 48 percent, income from commission business and services continues to constitute the most important component of total operating income (first half-year 2005: 48 percent), followed by income from the interest-differential business with 39 percent (first half-year 2005: 36 percent), income from trading activities with 7 percent (first half-year 2005: 7 percent) and other ordinary income with 6 percent (first half-year 2005: 9 percent).

Income from the interest-differential business increased 29 percent to CHF 66.2 million (first half-year 2005: CHF 51.2 million).

The higher money- and capital-market interest rates in the main currencies were responsible for the increase in income from the interest-differential business. The cessation of profit-reducing interest-rate derivatives and revaluation entries in the case of asset swaps increased the semi-annual result for 2006 by CHF 2.7 million. The strong inflow of on-balance-sheet client deposits aggregating CHF 450 million, in addition, brought about a positive contribution to results of CHF 2.2 million. In addition are to be mentioned the USD exchange rate (+ CHF 0.8 million) and higher dividend income from financial investments (+ CHF 0.9 million).

The lending business of VP Bank Group principally encompasses the lombard-, mortgage- and commercial-lending businesses, whereby the latter two are regionally focused. VP Bank Group concentrates in principle on services related to portfolio management activities.

Income from the commission business and services rose by 19 percent over the same six-month period of 2005 to reach CHF 80.7 million (first half-year 2005: CHF 67.9 million). The positive development of the average level of client assets under management in the first half of 2006 was reflected primarily in the marked increase of asset-related commissions over those of the prior period. These commissions contributed some 60 percent to the income from the commission business and services. Brokerage revenues, generated primarily in the first five months, could be increased by CHF 6.9 million to attain CHF 29.7 million. As regards the investment business, securities lending activities for clients – introduced in the first half-year of 2005 – also made a gratifying contribution to the first half-year's results for 2006 with an increase of CHF 0.9 million. The fund-management business with its own funds in the first half of 2006 contributed CHF 20.2 million to total operating income (+8 percent over the same period of the prior year).

Also pleasing was the development of trading income which aggregated CHF 10.9 million for the first half of 2006 (+16 percent over the same period of the prior year). This increase is first and foremost to be explained by client-related activities in the area of foreign currencies due to the high volatilities on foreign exchange markets, primarily for the USD.

Other income declined over the prior year by CHF 3.3 million to CHF 10.0 million (first half-year 2005: CHF 13.3 million), primarily as a result of revaluation entries on debt instruments.

Expenses

Operating expenses rose by 13 percent to CHF 74.0 million over the same period of the prior year. The ratio of operating expenses/total operating income (cost/income ratio) aggregated 44 percent (first half-year 2005: 46 percent). The increase of 20.8 to 569.9 employees (expressed as full-time equivalents, whereof 13.7 for the business divisions Private Clients and Trust Banking), jubilee shares for employees and slightly higher accruals for bonus payments led to 10 percent higher personnel costs of CHF 49.7 million on a year-to-year comparable basis. General and administrative costs totalled CHF 24.3 million and were 20 percent over the level of the comparable prior-year period. The largest expenditures, marketing and public relations, increased 54 percent to CHF 4.8 million and, apart from the accompanying and supporting measures necessary to underpin the growth strategy, are explained primarily by the anniversary festivities to mark the 50-year existence of VP Bank. Information technology costs (IT) remained stable. Information procurement (news information services and research) rose by 20 percent to CHF 3.4 million; this increase arises from the creation of the new business unit Investment Strategy (for research) within the business division Trust Banking, but also from the additional demand for information by new front desk employees (for news services). Other general and administrative costs increased by CHF 1.0 million or 37 percent to CHF 4.0 million, amongst other things due to the establishment activities for the new representative office in Hong Kong; these are progressing according to plan and will enable the complete operational launch in the second half-year of 2006. Depreciation and amortization of CHF 7.9 million declined by 14 percent.

Appropriations to valuation allowances, provisions and losses were CHF 1.8 million higher than the comparable period in the prior year, or 35 percent higher, to reach CHF 6.8 million.

Balance Sheet

At mid-2006, total assets grew by CHF 0.8 billion to CHF 9.0 billion (+9 percent over December 31, 2005). The reason for the

increase is the growth in amounts due from banks and customers (+ CHF 647 million to CHF 7.6 billion). On the other hand, other liabilities to clients on the liabilities side grew by CHF 705 million to CHF 6.6 billion, in part explained by a somewhat greater propensity of clients to hold higher liquid balances as of mid-year.

Shareholders' Equity

Shareholders' equity remained practically unchanged at CHF 925 million in comparison to December 31, 2005. The shareholders' equity attributable to the shareholders of Verwaltungs- und Privat-Bank AG, Vaduz, aggregated, as of June 30, 2005, CHF 906.7 million (December 31, 2005: CHF 908.0 million). The yield on shareholders' equity amounted to 16.2 percent (December 31, 2005: 14.3 percent). The equity ratio, defined as the percentage of shareholders' equity to total assets, reached 10 percent (December 31, 2005: 11 percent). The Tier 1 ratio, defined as core capital as a percentage of risk-weighted assets, as of June 30, 2006 was 15.8 percent (December 31, 2005: 16.6 percent). In comparison with industry, VP Bank Group possesses a comfortable equity base and thus presents a high degree of security for clients and business partners. Accordingly, VP Bank Group again received a confirmation from Standard & Poor's in August 2006 of the rating A/stable/A-1. This rating reflects the continuing robust risk and financial profile of the Group which, as previously, distinguishes itself by a strong and sustainable capital structure and a high level of profitability.

The admission of the share of VP Bank as per May 31, 2006 to the MSCI Switzerland Small Cap Index by the US financial-services provider Morgan Stanley Capital International (MSCI) can equally be evaluated as a recognition of this sustainability; apart from this sustainability, the improved free float of the VP Bank share and its market liquidity speak in favor of its admission to the index. The MSCI indices enjoy a high degree of familiarity and are used by institutional clients as well as private investors as an international standard of comparison for the performance evaluation of their portfolios.

Risk management

The value-at-risk indicates the potential loss which will not be exceeded with a statistical probability of 99 percent. The average daily value-at-risk for market risks for VP Bank in the first six

months was CHF 6.4 million. The size of this average value is to be viewed within the context of the very good equity base of VP Bank Group and equates only 0.69 percent of shareholders' equity of the Group as at June 30, 2006. The increase in the average value of CHF 4.5 million as of year end to CHF 6.4 million as of mid-year is to be explained by the fact that the average ratio of equities in the financial investments increased from 17 percent at year end to 25 percent. Furthermore, the volatility on equity markets in the months of May and June 2006 increased markedly. The risks of VP Bank are actively managed whereby the attainment of an optimal balance between risk and income is at the heart of management decisions. The financial investments in an aggregate amount of CHF 1.0 billion which are managed by the staff function Risk Management (ALM), at mid-year 2006 were invested to the extent of 75 percent in interest-bearing assets.

CONSOLIDATED STATEMENT OF INCOME (UNAUDITED)

in 1,000 CHF	Note	1.1.-30.06.2006	1.1.-30.06.2005	Variance in %
Interest income		137,211	93,968	46.0
Interest expense		71,035	42,751	66.2
Total income from interest-differential business	1	66,176	51,217	29.2
Commission income		104,699	84,585	23.8
Commission expense		23,992	16,648	44.1
Total income from commission business and services	2	80,707	67,937	18.8
Income from trading activities	3	10,882	9,402	15.7
Other income	4	9,980	13,252	-24.7
Total net operating income		167,745	141,808	18.3
Personnel expenses	5	49,728	45,357	9.6
General and administrative expenses	6	24,298	20,241	20.0
Operating expenses		74,026	65,598	12.8
Gross income		93,719	76,210	23.0
Depreciation and amortization	7	7,871	9,164	-14.1
Valuation allowances, provisions and losses	8	6,763	5,010	35.0
Income before income tax		79,085	62,036	27.5
Taxes on income	9	5,890	5,357	9.9
Consolidated net income		73,195	56,679	29.1
Consolidated net income attributable to minority interests		1,867	1,378	35.5
Consolidated net income attributable to the shareholders of Verwaltungs- und Privat-Bank AG, Vaduz		71,328	55,301	29.0
Share information				
Consolidated net income per bearer share	10	12.08	9.38	
Consolidated net income per registered share	10	1.21	0.94	
Fully-diluted consolidated net income per bearer share	10	12.08	9.38	
Fully-diluted consolidated net income per registered share	10	1.21	0.94	

As per balance sheet date, there were no financial or equity instruments which could lead to a dilution of earnings per bearer or registered share.

CONSOLIDATED BALANCE SHEET (UNAUDITED)

Assets

in 1,000 CHF	Note	30.06.2006	31.12.2005	Variance in %
Cash and cash equivalents		133,990	66,882	100.3
Receivables arising from money-market paper		0	571	-100.0
Due from banks		4,713,989	4,147,413	13.7
Due from customers		2,885,055	2,804,975	2.9
Trading portfolios		556	437	27.2
Derivative financial instruments		20,543	20,830	-1.4
Financial instruments at fair value		315,868	361,930	-12.7
Financial instruments available for sale		693,158	606,443	14.3
Property and equipment		166,228	165,849	0.2
Goodwill and other intangible assets		19,721	18,681	5.6
Taxes receivable		611	568	7.6
Deferred taxation assets		2,416	1,991	21.3
Accrued receivables and prepaid expenses		32,150	27,843	15.5
Other assets		17,762	13,340	33.1
Total assets		9,002,047	8,237,753	9.3

Liabilities and shareholders' equity

Due to banks		210,082	114,489	83.5
Due to customers – savings and deposits		897,002	986,738	-9.1
Due to customers – other liabilities		6,625,400	5,920,285	11.9
Derivative financial instruments		22,558	30,555	-26.2
Medium-term notes		213,963	159,182	34.4
Tax liabilities		21,008	15,935	31.8
Deferred taxation liabilities		14,931	16,329	-8.6
Accrued liabilities and deferred items		32,827	33,583	-2.3
Other liabilities		38,968	30,058	29.6
Provisions		541	4,533	-88.1
Total liabilities		8,077,280	7,311,687	10.5
Share capital	11	59,148	59,148	0.0
less: treasury shares	12	-4,386	-5,276	16.9
Capital reserves		-9,733	-10,845	10.3
Income reserves		859,053	843,000	1.9
IAS 39 reserves		7,078	24,656	-71.3
Foreign-currency translation differences		-4,419	-2,646	-63.6
Shareholders' equity attributable to shareholders of Verwaltungs- und Privat-Bank AG, Vaduz		906,741	908,037	-0.1
Minority interests		18,026	18,029	0.0
Total shareholders' equity		924,767	926,066	-0.1
Total liabilities and shareholders' equity		9,002,047	8,237,753	9.3

CONSOLIDATED CHANGES IN SHAREHOLDERS' EQUITY (UNAUDITED)

in 1,000 CHF									
	Share capital	Treasury shares	Capital reserves	Income reserves	Reserves on financial instru- ments IAS 39	Foreign- currency transla- tion dif- ferences	Shareholders' equity attribut- able to the shareholders of Verwal- tungs- und Privat-Bank AG, Vaduz	Minority interests	Total share- holders' equity
Total shareholders' equity 1.1.2005	59,148	-14,774	-10,867	759,149	4,182	-6,036	790,802	13,377	804,179
Unrealized gains or losses on available-for-sale financial instruments									
• gains/losses taken to statement of income					-2,549		-2,549		-2,549
• change in unrealized gains/losses (net-of-tax)					10,605		10,605		10,605
Foreign-currency translation differences						2,787	2,787	1,847	4,634
Consolidated net income				55,301			55,301	1,378	56,679
Total reported result 30.06.2005				55,301	8,056	2,787	66,144	3,225	69,369
Dividend 2004				-35,488			-35,488		-35,488
Change in treasury shares		12,002	-356				11,646		11,646
Total shareholders' equity 30.06.2005	59,148	-2,772	-11,223	778,962	12,238	-3,249	833,104	16,602	849,706
Total shareholders' equity 1.1.2006	59,148	-5,276	-10,845	843,000	24,656	-2,646	908,037	18,029	926,066
Unrealized gains or losses on available-for-sale financial instruments									
• gains/losses taken to statement of income					-7,812		-7,812		-7,812
• change in unrealized gains/losses (net-of-tax)					-9,766		-9,766		-9,766
Foreign-currency translation differences						-1,773	-1,773	-1,198	-2,971
Consolidated net income				71,328			71,328	1,867	73,195
Total reported result 30.06.2006				71,328	-17,578	-1,773	51,977	669	52,646
Dividend 2005				-50,275			-50,275	-672	-50,947
Appropriation in favour of Jubilee Foundation				-5,000			-5,000		-5,000
Change in treasury shares		890	1,112				2,002		2,002
Total shareholders' equity 30.06.2006	59,148	-4,386	-9,733	859,053	7,078	-4,419	906,741	18,026	924,767

CONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED)

in 1,000 CHF	1.1.-30.06.2006	1.1.-30.06.2005
Cash and cash equivalents at the beginning of the business period	1,008,015	828,840
Cash flows from post-tax operating activities	254,332	217,301
Cash flows from investing activities	-66,696	-181,098
Cash flows from financing activities	836	-11,631
Impact of foreign-currency translation	-6,187	1,621
Cash and cash equivalents at the end of the business period	1,190,300	855,033
Change in cash and cash equivalents	182,285	26,193

Cash and cash equivalents are represented by:

Cash	133,990	91,428
Receivables arising from money-market paper	0	15,028
Due from banks – sight balances	1,056,310	748,577
Total cash and cash equivalents	1,190,300	855,033

ACCOUNTING PRINCIPLES UNDERLYING FINANCIAL STATEMENT REPORTING

Interim financial reporting was undertaken in accordance with International Financial Reporting Standards (IAS 34). The semi-annual financial statements were drawn up on the basis of the financial-statement reporting principles in effect as of December 31, 2005.

Since January 1, 2006, the following new and revised standards and interpretations are in force:

IAS 19 – Employee benefits

IAS 21 – The effects of changes in foreign currency rates

IAS 39 – Financial instruments: Recognition and measurement

IFRS 6 – Exploration for and evaluation of mineral assets

IFRIC 4 – Determining whether an arrangement contains a lease

IFRIC 5 – Rights to interests arising from decommissioning, restoration and environmental rehabilitation funds

IFRIC 6 – Liabilities arising from participating in a specific market – waste electrical and electronic equipment

IFRIC 7 – Applying the restatement approach under IAS 29

Financial reporting in hyperinflationary economies

IFRIC 8 – Scope of IFRS 2

IFRIC 9 – Reassessment of embedded derivatives

IFRS 7 – Financial instruments: Disclosures

IAS 1 – Presentation of financial statements: Capital disclosures

The adaptation of the financial statement reporting principles had no impact on interim reporting.

Post balance sheet events

There were no events during the first six months of 2006 having a material impact on the balance sheet or statement of income.

The Board of Directors reviewed and approved the semi-annual report in its meeting of August 24, 2006.

Scope of consolidation

No change in the scope of consolidation occurred in the first six months of 2006.

NOTES TO THE CONSOLIDATED STATEMENT OF INCOME AND CONSOLIDATED BALANCE SHEET AS WELL AS OFF-BALANCE-SHEET POSITIONS (UNAUDITED)

1 Income from interest-differential business

in 1,000 CHF	1.1.-30.06.2006	1.1.-30.06.2005	Variance in %
Interest and discount income	122,964	81,628	50.6
Interest income from trading portfolios	0	16	-100.0
Interest income from financial investments at fair value	6,585	6,398	2.9
Interest income on available-for-sale financial investments	6,226	5,368	16.0
Total interest income	135,775	93,410	45.4
Dividend income from trading portfolios	40	10	300.0
Dividend income from financial investments at fair value	10	9	11.1
Dividend income on available-for-sale financial investments	1,386	539	157.1
Total dividend income	1,436	558	157.3
Interest expense on liabilities	69,275	41,286	67.8
Interest expense on medium-term notes	1,760	1,465	20.1
Total interest expense	71,035	42,751	66.2
Total income from interest-differential business	66,176	51,217	29.2

2 Income from commission business and services

in 1,000 CHF	1.1.-30.06.2006	1.1.-30.06.2005	Variance in %
Commission income from credit business	450	385	16.9
Asset management and investment business ¹	24,662	19,584	25.9
Brokerage fees	29,682	22,736	30.6
Safekeeping fees	12,415	11,593	7.1
Fund management fees	31,922	24,778	28.8
Commission income from other services	5,568	5,509	1.1
Total income from commission business and services	104,699	84,585	23.8
Brokerage expense	5,406	3,456	56.4
Other commission and services-related expense	18,586	13,192	40.9
Total expense – commission business and services	23,992	16,648	44.1
Total income from commission business and services	80,707	67,937	18.8

¹ Corporate actions, discretionary asset management commissions, fiduciary commissions, investment advisory, all-in fees, securities lending, retrocessions

3 Income from trading activities

in 1,000 CHF	1.1.-30.06.2006	1.1.-30.06.2005	Variance in %
Securities' trading	-9	-154	94.2
Foreign currency	10,084	8,944	12.7
Bank notes, precious metals and other	807	612	31.9
Total income from trading activities	10,882	9,402	15.7

4 Other income

in 1,000 CHF	1.1.-30.06.2006	1.1.-30.06.2005	Variance in %
Income on financial instruments at fair value	-5,703	1,110	-613.8
Income from available-for-sale financial instruments	8,064	4,937	63.3
Income from real estate	75	121	-38.0
Release of valuation allowances and provisions no longer required	2,898	3,325	-12.8
Miscellaneous other income	4,795	3,947	21.5
Miscellaneous other losses	-149	-188	20.7
Total other income	9,980	13,252	-24.7

Details on income from available-for-sale financial instruments

Debt instruments	1,814	5,127	-64.6
Equity instruments/shares in investment funds	6,250	-190	n. a.
Total	8,064	4,937	63.3

5 Personnel expense

in 1,000 CHF	1.1.-30.06.2006	1.1.-30.06.2005	Variance in %
Salaries and wages	38,531	36,810	4.7
Social contributions required by law	3,533	3,162	11.7
Contributions to pension plans/defined-benefit plans	2,713	2,075	30.7
Contributions to pension plans/defined-contribution plans	407	855	-52.4
Other personnel expense	4,544	2,455	85.1
Total personnel expense	49,728	45,357	9.6

6 General and administrative expense

in 1,000 CHF	1.1.-30.06.2006	1.1.-30.06.2005	Variance in %
Occupancy	2,490	2,498	-0.3
Insurance	634	661	-4.1
Professional fees	2,808	2,385	17.7
Financial information procurement	3,419	2,849	20.0
Telecommunication and postage	966	895	7.9
IT systems	4,260	4,084	4.3
Marketing and public relations	4,825	3,142	53.6
Taxes on capital	898	819	9.6
Other general and administrative expense	3,998	2,908	37.5
Total general and administrative expense	24,298	20,241	20.0

7 Depreciation and amortization

in 1,000 CHF	1.1.-30.06.2006	1.1.-30.06.2005	Variance in %
Depreciation and amortization of property and equipment	5,360	5,925	-9.5
Amortization of intangible assets	2,511	3,239	-22.5
Total depreciation and amortization	7,871	9,164	-14.1

8 Valuation allowances, provisions and losses

in 1,000 CHF	1.1.-30.06.2006	1.1.-30.06.2005	Variance in %
Credit risks	2,640	1,765	49.6
Legal and litigation risks	0	3,000	-100.0
Valuation allowances on available-for-sale financial investments	145	21	590.5
Other	3,978	224	n. a.
Total valuation allowances, provisions and losses	6,763	5,010	35.0

9 Taxes on income

in 1,000 CHF	1.1.-30.06.2006	1.1.-30.06.2005	Variance in %
Total current taxes	6,184	5,540	11.6
Total deferred taxes	-294	-183	-60.7
Total taxes on income	5,890	5,357	9.9

10 Earnings per share

in 1,000 CHF	30.06.2006	30.06.2005
Earnings per share of Verwaltungs- und Privat-Bank AG, Vaduz		
Consolidated net income (in 1,000 CHF)	71,328	55,301
Weighted average bearer shares	5,305,405	5,293,673
Weighted average registered shares	6,000,525	6,001,271
Total weighted average number of shares (bearer)	5,905,458	5,893,800
Consolidated net income per bearer share	12.08	9.38
Consolidated net income per registered share	1.21	0.94
Fully-diluted consolidated net income per share of Verwaltungs- und Privat-Bank AG, Vaduz		
Adjusted consolidated net income (in 1,000 CHF)	71,328	55,301
Number of shares used to compute the fully-diluted consolidated earnings	5,905,458	5,893,800
Fully-diluted consolidated net income per bearer share	12.08	9.38
Fully-diluted consolidated net income per registered share	1.21	0.94

11 Share capital

	30.06.2006		31.12.2005	
	Number of shares	Nominal CHF	Number of shares	Nominal CHF
Registered shares of CHF 1.– nominal value	6,004,167	6,004,167	6,004,167	6,004,167
Bearer sharers of CHF 10.– nominal value	5,314,347	53,143,470	5,314,347	53,143,470
Total share capital		59,147,637		59,147,637

All shares are fully paid in.

12 Treasury shares

	30.06.2006		31.12.2005	
	Number	in 1,000 CHF	Number	in 1,000 CHF
Position at beginning of business period				
Registered shares	4,150	77	24,950	459
Bearer shares	25,029	5,199	73,612	14,315
Purchases registered shares	4,700	116	6,150	113
Sales registered shares	-400	-8	-26,950	-495
Purchases bearer shares	159,613	40,127	279,825	55,482
Sales bearer shares	-168,542	-41,125	-328,408	-64,598

Position at 30.06.2006 / 31.12.2005

Registered shares	8,450	185	4,150	77
Bearer shares	16,100	4,201	25,029	5,199

Options on treasury shares	30.06.2006		31.12.2005	
	Number	in 1,000 CHF	Number	in 1,000 CHF
Position at beginning of business period				
Call options	0	0	0	0
Put options	0	0	0	0
Purchases of call options	30,000	623	80,000	523
Sales of call options	-30,000	-623	-80,000	-523
Purchases of put options	0	0	0	0
Sales of put options	0	0	0	0

Position at 30.06.2006 / 31.12.2005

Call options	0	0	0	0
Put options	0	0	0	0

13 Consolidated off-balance-sheet positions

in 1,000 CHF	30.06.2006	31.12.2005
Total contingent liabilities	110,987	104,927
Irrevocable facilities granted	54,330	40,033
Total fiduciary transactions	2,139,475	2,008,596
Contract volumes of derivative financial instruments	1,542,248	1,730,614

Securities lending and repurchase and reverse-repurchase transactions with securities

Receivables arising from cash deposits in connection with securities borrowing and reverse-repurchase transactions	0	0
Obligations arising from cash deposits in connection with securities lending and repurchase transactions	0	0
Securities lent out within the scope of securities lending or delivered as collateral within the scope of securities borrowing activities as well as securities in own portfolio transferred within the framework of repurchase transactions	579,129	40,796
thereof those where the unlimited right to sell on or pledge has been granted	377,719	40,796
Securities received as collateral within the scope of securities lending or borrowed within the scope of securities borrowing activities as well as received under reverse repurchase transactions, in the case of which the unlimited right to sell on or further pledge has been granted	531,304	40,796
thereof securities which have been pledged on or sold on	254,221	40,796

14 Client assets under management

in CHF millions	30.06.2006	31.12.2005
Assets in self-administered funds	2,846	2,313
Assets in discretionary portfolios	2,708	2,843
Other client assets	26,641	24,963
Total customer assets	32,195	30,119
thereof: counted twice	2,824	2,290
Net inflow of new client assets	1,069	386



SEGMENT REPORTING PER BUSINESS DIVISION (UNAUDITED)

1.1.-30.06.2006 in 1,000 CHF	Private Clients	Trust Banking	Banking Services	Corporate Center	Total Group
Total income from interest-differential business	25,822	21,843	23	18,488	66,176
Total income from commission business and services	39,939	41,907	-1,480	341	80,707
Income from trading activities	2,651	8,177	3	51	10,882
Other income	2,259	2,831	204	4,686	9,980
Total net operating income	70,671	74,758	-1,250	23,566	167,745
Personnel expenses	11,563	11,220	14,142	12,803	49,728
General and administrative expenses	4,263	4,579	4,290	11,166	24,298
Services to/from other business divisions	7,737	6,876	-9,548	-5,065	0
Operating expenses	23,563	22,674	8,884	18,904	74,026
Gross income	47,108	52,084	-10,134	4,662	93,719
Depreciation and amortization	530	416	3,324	3,601	7,871
Valuation allowances, provisions and losses	3,457	3,161		145	6,763
Income before income tax	43,121	48,507	-13,458	916	79,085
Taxes on income					5,890
Consolidated net income					73,195
Consolidated net income attributable to minority interests					1,867
Consolidated net income attributable to the shareholders of Verwaltungs- und Privat-Bank AG, Vaduz					71,328
Divisional assets (in CHF million)	2,195	5,909	94	801	8,999
Divisional liabilities (in CHF million)	3,324	5,129	12	-425	8,041
Investment in property and equipment	93	196	4,001	5,007	9,297
Depreciation and amortization	530	416	3,324	3,601	7,871
Creation of valuation adjustments for credit risks	2,567	73	0	0	2,640
Release of valuation adjustments for credit risks	1,582	172	68	0	1,822
Client assets under management (in CHF billion) ¹	12.8	19.3	0.0	0.1	32.2
Net inflow of new client assets (in CHF billion)	0.7	0.4	0.0	0.0	1.1
Headcount (employees)	135	139	236	105	615
Headcount (expressed as full-time equivalents)	130.7	133.6	217.1	88.5	569.9
per 31.12.2005					
Divisional assets (in CHF millions)	2,210	6,068	22	-66	8,235
Divisional liabilities (in CHF million)	3,102	4,471	11	-304	7,279
Client assets under management (in CHF billion) ¹	12.2	17.9	0.0	0.0	30.1
Headcount (employees)	141	141	234	98	614
Headcount (expressed as full-time equivalents)	136.5	134.5	213.8	80.7	565.5

¹ Computation in accordance with Table P of the Guidelines to the Liechtenstein Banking Ordinance issued by the Government of Liechtenstein (FL-BankO)

1.1.-30.06.2005 in 1,000 CHF	Private Clients	Trust Banking	Banking Services	Corporate Center	Total Group
Total income from interest-differential business	23,764	17,424	8	10,021	51,217
Total income from commission business and services	33,399	35,518	-1,209	229	67,937
Income from trading activities	2,414	6,944	1	43	9,402
Other income	4,478	4,367	-5	4,412	13,252
Total net operating income	64,055	64,253	-1,205	14,705	141,808
Personnel expenses	10,668	10,236	13,531	10,922	45,357
General and administrative expenses	3,750	3,755	3,782	8,954	20,241
Services to/from other business divisions	11,685	5,008	-14,350	-2,343	0
Operating expenses	26,103	18,999	2,963	17,533	65,598
Gross income	37,952	45,254	-4,168	-2,828	76,210
Depreciation and amortization	471	294	4,725	3,674	9,164
Valuation allowances, provisions and losses	4,727	205	57	21	5,010
Income before income tax	32,754	44,755	-8,950	-6,523	62,036
Taxes on income					5,357
Consolidated net income					56,679
Consolidated net income attributable to minority interests					1,378
Consolidated net income attributable to the shareholders of Verwaltungs- und Privat-Bank AG, Vaduz					55,301
Divisional assets (in CHF million)	2,196	5,033	97	838	8,164
Divisional liabilities (in CHF million)	3,093	4,379	6	-185	7,293
Investment in property and equipment	139	145	2,894	608	3,786
Depreciation and amortization	471	294	4,725	3,674	9,164
Creation of valuation adjustments for credit risks	1,510	198	57		1,765
Release of valuation adjustments for credit risks	3,015	297			3,312
Client assets under management (in CHF billion) ¹	11.2	16.3	0.0	0.1	27.6
Net inflow of new client assets (in CHF billion)	-0.1	-0.2	0.0	0.0	-0.3
Headcount (employees)	131	130	236	101	598
Headcount (expressed as full-time equivalents)	127.3	123.3	215.8	82.7	549.1

¹ Computation in accordance with Table P of the Guidelines to the Liechtenstein Banking Ordinance issued by the Government of Liechtenstein (FL-BankO)

A new organizational structure was introduced as of July 1, 2005. Divisional reporting as of June 2005 in accordance with IFRS was adapted accordingly. The following table shows the changes in comparison to previous divisional reporting. At the same time, recharges of costs and income between business divisions are now shown as expense and reduction of expense, respectively. Previously, these recharges were shown as income or reduction of income, respectively. As a result of the establishment of the Central Staff Function «Risk Management» as of February 2006, the management of shareholders' equity and the gains and losses resulting from Asset and Liability are no longer allocated to Trust Banking but to the Corporate Center. The results as of June 30, 2005 were modified accordingly. Accounting costs within a segment are analyzed yearly and adjusted according to current economic circumstances.

Variations to segmental reporting of 30.06.2005 in 1,000 CHF	Variance Private Clients	Variance Trust Banking	Variance Investment Management	Variance Corporate Center	Variance Group
Total net operating income	36,580	20,608	-38,701	-18,487	0
Operating expenses	17,267	14,567	-10,919	-20,915	0
Gross income	19,313	6,041	-27,782	2,428	0
Depreciation and amortization	471	-3,991	4,725	-1,205	0
Valuation allowances, provisions and losses	4,727	-4,189	-103	-435	0
Divisional income before income tax	14,115	14,221	-32,404	4,068	0
Taxes on income					0
Consolidated net income					0
Consolidated net income attributable to minority interests					0
Consolidated net income attributable to the shareholders of Verwaltungs- und Privat-Bank AG, Vaduz					0

The variance in the division Private Clients results from the spin-off of the business unit Commercial Banking from the previous division Investment Management for an amount of CHF 8.125 million and the transfer of subsidiary companies from the Corporate Center to the new divisions for CHF 5.990 million.

The business units Investment Strategy and Asset Management, accounting for CHF 11.011 million, previously managed within the division Investment Management were integrated into the division Trust Banking, the business unit Information Technology accounting for CHF 1.987 million was transferred to the new division Banking Services (previously Investment Management) and the unit Commercial Banking (CHF -8.125 million, see above) was spun off to the division Private Clients. The reallocation of the subsidiary companies according to the new structure contributed CHF 9.348 million to the modified divisional result.

The new business division Banking Services (previously Investment Management) transferred the business units Investment Strategy and Asset Management to the division Trust Banking accounting for CHF -11.011 million and received the business unit Information Technology from Trust Banking accounting for CHF -1.987 million. The business units Business Excellence and Logistics & Security report now to the division Banking Services (previously Corporate Center) in an amount of CHF -2.435 million. Profits/losses from the management of financial investments in the parent company are now shown in the Corporate Center (previously Investment Management) in an amount of CHF -15.244 million. The reallocation of the subsidiary companies to the new business divisions contributed CHF -3.399 million to the modified divisional results. The remaining variances in the Corporate Center aggregated CHF 1.672 million.

The reallocation of the subsidiary companies in accordance with the new structure modified the divisional result of the Corporate Center by CHF -11.939 million, the transfer of the business units Business Excellence and Logistics & Security by CHF 2.435 million. Income from financial investments in the parent company contributed CHF 15.244 million (previously Investment Management, see above) to the modified divisional result. The remaining variances from Trust Banking amounted to CHF -1.672 million.

PRIVATE CLIENTS

Structure and key aspects

The Private Clients division comprises the Private Banking, Personal Banking and Commercial Banking business units, the Group-level subsidiaries with banking status, namely Verwaltungs- und Privat-Bank AG, Vaduz, VP Bank (Switzerland) AG and VP Bank (Luxembourg) S.A., as well as VP Vermögensverwaltung GmbH in Munich. VP Bank's anniversary year got off to a tremendous start. The solid point of departure in its core businesses, together with the continuing pursuit of VP Bank's growth strategy, enabled the division to benefit from the dynamic environment in the financial markets and record earnings that reflect a significant year-on-year increase.

A number of initiatives were introduced in order to meet our claim of being one of the best private banks. The positive findings of customer surveys and financial results as a whole reflect the success of those initiatives.

Market

In the areas of private banking and personal banking, VP Bank remains the preferred partner for clients in its core markets of Liechtenstein, Switzerland and Germany, as well as the opportunity markets of Russia, Central and Eastern Europe, Italy, the Benelux countries and Spain/Latin America. The Commercial Banking business unit continues to focus on the target markets of Liechtenstein and the eastern region of Switzerland.

Clients from the growth markets in Eastern and Central Europe, as well as those of the Moscow representative office that commenced operation a year ago, are supporting VP Bank's growth strategy right on target.

One key milestone of that strategy was reached with the opening of VP Bank's Hong Kong representative office on June 30, 2006. This new bureau affords VP Bank direct access to a market that was previously serviced only indirectly. Also in view of the current social, economic and political changes underway, this local presence fosters the development of opportunities and a positioning as an internationally active private bank. The Hong Kong representative office will be expanded to encompass eight employees by year's end.

Review of activities

- In the first six months of 2006, added value was generated for the clients of Private Banking thanks to professional asset management and financial advice as well as our first-rate palette of services. And the findings of the latest customer satisfaction survey once again confirm that quality. By means of a comprehensive training initiative, the quality of advice was enhanced to meet the most demanding client requirements. The Personal Banking unit – with its high-net-worth and retail clients – can look back on a six-month period that was shaped by the development of employees' individual skills. This effort focused on topics related to interpersonal and professional competency in the client advisory process. Thanks to committed client-contact management and our employee development program, Personal Banking gained further recognition and a higher profile within the region. And its very fine performance confirms that.
- Commercial Banking is the center of competence for all types of financing solutions for corporate and retail clients. As a result of its integration into the Private Clients division, client-related advisory processes were harmonized this year and additional synergies were achieved. Commercial Banking, too, is continually implementing our employee development strategy with its primary focus on customer benefit. The high grades to be seen in the customer satisfaction survey, as well as the quality of granted loans – i.e. credits that display a low risk profile – and corporate financing facilities, are evidence of that successful work.
- VP Bank's asset management company in Munich redoubled its market penetration efforts in Southeastern Germany and, as a result, was able to acquire new client assets. The advisory activities at VP Vermögensverwaltung GmbH will also be expanded further through the addition of personnel.
- The Moscow representative office celebrated its first anniversary in March. Our market penetration of Eastern Europe, in particular Russia, is developing according to plan and its initial successes reflect the enormous private banking potential in this market.

Results

- Total net operating income rose in comparison to the previous year by 10.3 percent to CHF 70.7 million (H1 2005: CHF 64.1 million). This increase was mainly due to the significantly higher income from the commission and services business (+ 20 percent), but revenues generated in the interest differential business from client transactions also contributed to these gratifying results by increasing roughly 9 percent. Other ordinary income recorded a year-over-year decline of 50 percent to CHF 2.3 million.
- Operating expenses fell by 9.7 percent to CHF 23.6 million (H1 2005: CHF 26.1 million) even though personnel expenses rose from CHF 10.7 million to CHF 11.6 million, primarily as the result of an increase in staff to a total of 130.7 individuals (full-time equivalents) as compared to the 127.3 employees recorded in the prior-year period. General and administrative expenses showed a slight increase. The lower total operating expenses are the result of an adjustment to the internal offset costs for services rendered by other segments, which was introduced due to the overcoverage of certain service centers; these internal offsets are examined annually and renegotiated.
- Due to the Bank's cautious lending policy, valuation allowances for credit risks increased slightly. In contrast to the prior-year period, no other new provisions had to be established, which in turn led to an overall reduction of 26.9 percent versus the previous year.
- As a result, the Private Clients division as a whole recorded pre-tax income of CHF 43.1 million, a 31.7 percent gain over the previous year (30.06.2005: CHF 32.8 million).
- Client assets under management rose during the first half of 2006 by 5 percent to CHF 12.8 billion (31.12.2005: 12.2 billion). Particularly gratifying were the results of the division's redoubled acquisition efforts: net new customer money in the amount of CHF 0.7 billion flowed into the Group.

Outlook

- The second half of VP Bank's anniversary year will be shaped through the confirmation of the favorable trend in new customer funds and the income generated by the Private Clients division. A priority goal is to intensify the market cultivation efforts in core and opportunistic markets by means of targeted

activities as well as a proactive approach to providing advice and catering to client needs.

- Through the introduction of a marketing organization in the Private Clients division with region-specific heads, market cultivation efforts will be networked on a Group-wide basis, thereby fostering a more efficient means of client acquisition.
- Taking center stage during the second half will be the launch, continuation or conclusion of various projects that, in keeping with VP Bank's mission, are aimed at achieving added value for clients (e.g. customer feedback management, customer reporting, advisory and servicing processes, continuing education for employees, etc.).
- The fundamental conditions for a successful commencement of operative business have been put in place at the Hong Kong representative office, which was established in late June. During the second half, the activities necessary for its build-up and further expansion will now be initiated and realized.

The task of the Private Clients division is to merge the highly diverse competencies of the VP Bank Group into an integrally functioning whole so that, also in future years, it will be the preferred partner of clients, employees and shareholders alike.

Segment results Private Clients

in 1,000 CHF	1.1.-30.06.2006	1.1.-30.06.2005	Variance in %
Total income from interest-differential business	25,822	23,764	8.7
Total income from commission business and services	39,939	33,399	19.6
Income from trading activities	2,651	2,414	9.8
Other income	2,259	4,478	-49.6
Total net operating income	70,671	64,055	10.3
Personnel expenses	11,563	10,668	8.4
General and administrative expenses	4,263	3,750	13.7
Services to/from other business divisions	7,737	11,685	-33.8
Operating expenses	23,563	26,103	-9.7
Gross income	47,108	37,952	24.1
Depreciation and amortization	530	471	12.5
Valuation allowances, provisions and losses	3,457	4,727	-26.9
Divisional income before income tax	43,121	32,754	31.7
Additional information			
Operating expenses excl. depreciation & amortization / total operating income (in %)	33.3	40.8	
Operating expenses incl. depreciation & amortization / total operating income (in %)	34.1	41.5	
Client assets under management (in CHF billion)	12.8	11.2	
Change in assets under management compared to 31.12. prior year (in %)	5.0	4.7	
Inflow of new client assets (in CHF billion)	0.7	-0.1	
Gross income / average client assets under management (Bp) ¹	112.8	117.3	
Divisional result / average client assets under management (Bp) ¹	68.8	60.0	
Cost/income ratio operating income (in %) ²	34.4	43.8	-21.4
Headcount (employees)	135	131	3.1
Headcount (expressed as full-time equivalents)	130.7	127.3	2.7

¹ Annualized, average values

² Operating expenses / gross income less other income

TRUST BANKING

Structure and key aspects

The Trust Banking division comprises the Intermediaries, Asset Management and Investment Strategy business units, as well as the IFOS Internationale Fonds Service Aktiengesellschaft and VP Bank and Trust Company (BVI) Group subsidiaries.

Market

In terms of the Intermediaries business activities, external asset managers and fiduciaries were made increasingly aware of VP Bank's palette of services. The primary focus of those efforts was placed on nurturing and expanding relationships with intermediaries in Liechtenstein and Switzerland. The feedback in this regard was very favorable and encouraged VP Bank to heighten the awareness of its services for intermediaries also in adjacent regions.

Liechtenstein's Asset Management Act, which entered into force on January 1, 2006, met with considerable interest. It offers asset managers EU-wide recognition as well as the so-called "EU passport".

The client base of IFOS Internationale Fonds Service AG is mainly comprised of asset managers and fiduciaries, the majority of whom are domiciled in Liechtenstein, Switzerland or Germany.

Review of activities

- By having integrated e-banking into a front-office unit, it has become possible to determine more quickly the needs, wishes and suggestions of clients and respond to them. The central objective of VP Bank e-banking is to provide a comprehensive service to our customers. In this rapidly changing environment, continually enhanced quality is a prerequisite for fulfilling clients' demands. For that reason, the e-banking unit underwent a quality assessment and successfully concluded that process by earning ISO certification.
- The organization of events and special seminars enables the personal exchange of ideas between current and prospective customers as well as client advisors. The investors' aperitif conducted for intermediaries provided attendees with insight into the attractiveness of Liechtenstein as an investment fund center.
- Intensified visits to asset managers and fiduciaries in Liechtenstein, Switzerland and adjacent regions have resulted in new contacts and promising relationships.
- Thanks to our years of know-how, the high quality of our fund-related services, as well as the extremely favorable conditions in the investment fund center of Liechtenstein, IFOS has been able to achieve a significant increase in the volume of private-label funds that it administers. The total more than tripled in the first six months of the year.
- Another important business field is relationship management of third-party funds. IFOS currently maintains agency agreements with roughly 150 fund management companies covering more than 7,500 investment funds. Clients benefit from this because VP Bank normally offers those funds at net asset value, i.e. without an issuance commission. At mid-year, the newly created Website for the investment fund segment (www.ifos.li) was successfully launched. It provides clients with quick and easy access to all services surrounding the fund business, as well as to continually updated facts and figures on the funds offered by VP Bank and IFOS.

Results

- Total net operating income for the first half of 2006 rose versus the previous year by 16.3 percent to CHF 74.8 million (H1 2005: CHF 64.3 million). Also at this division, the higher level of income was mainly attributable to a significant increase in revenues from the commission and services business (+18 percent). However, income from the interest differential business recorded a gratifying increase as well (+ 25 percent); due to the clearly higher interest rates in the money and capital markets, interest income from the banking business rose. Moreover, this business unit made a positive contribution to the division's overall results thanks to the CHF 1.2 million increase to a total of CHF 8.1 million in revenues from trading activities (foreign exchange).
- Operating expenses rose by 19.3 percent to CHF 22.7 million (H1 2005: CHF 19.0 million). Personnel expenses increased by approximately 10 percent in reflection of the expansion of the workforce from 123.3 to 133.6 individuals (full-time equivalents). The 22 percent increase in general and administrative expenses was attributable to the new Investment Strategy business unit and the expansion of the Asset Management unit in an effort to enhance the product-specific competence

and the product palette of the VP Bank Group. Inasmuch as the portion of the Service Center that renders services to other segments has now been integrated into Trust Banking and the internal offset prices declined in comparison to the comparable prior-year period, there was a significant reduction in Trust Banking's ability to pass-on expenses.

- After depreciation, amortization, valuation allowances and provisions, the Trust Banking division recorded an 8.1 percent higher pre-tax result of CHF 48.5 million (H1 2005: CHF 44.8 million).
 - Client assets under management rose in the first half of 2006 by 7.5 percent to CHF 19.3 billion (31.12.2005: CHF 17.9 billion). Also particularly pleasing is the fact that this division, too, witnessed a CHF 0.4 billion net inflow of new customer money.
- Outlook**
- In addition to the institutionalization of the Professional Data-feed, the e-banking unit will be dealing with the issue of electronic mail. As a part of the continual further development of the system, this year will once again witness the implementation of a number of innovative functions.
 - Given a continuation of the favourable market environment, the division's net new money (NNM) targets for 2006 can be achieved.
 - Through proactive service and advice, even a volatile securities exchange climate during the second half can be weathered well. The Trust Banking division is sticking by its ambitious budget.
 - For the second semester of 2006, VP Bank is reckoning with increased interest on the part of intermediaries to found investment funds and asset management companies in Liechtenstein. In order to maintain and in specific areas enhance the quality of customer service, a reinforcement of client front office staff is planned to take place by year's end.
 - The goal of IFOS is to strengthen and expand its already excellent market position in the area of private-label funds. In this regard, special attention will be paid to our high quality standards and the needs of our clients. The "VP Bank Experts Dialog", which was successfully organized for the first time last year, will see its continuation this fall. This venue offers the fund managers of IFOS funds an opportunity to present their strategies and investment philosophies to a professional audience.

Segment results Trust Banking

in 1,000 CHF	1.1.-30.06.2006	1.1.-30.06.2005	Variance in %
Total income from interest-differential business	21,843	17,424	25.4
Total income from commission business and services	41,907	35,518	18.0
Income from trading activities	8,177	6,944	17.8
Other income	2,831	4,367	-35.2
Total net operating income	74,758	64,253	16.3
Personnel expenses	11,220	10,236	9.6
General and administrative expenses	4,579	3,755	21.9
Services to/from other business divisions	6,876	5,008	37.3
Operating expenses	22,674	18,999	19.3
Gross income	52,084	45,254	15.1
Depreciation and amortization	416	294	41.5
Valuation allowances, provisions and losses	3,161	205	n. a.
Divisional income before income tax	48,507	44,755	8.4
Additional information			
Operating expenses excl. depreciation & amortization / total operating income (in %)	30.3	29.6	
Operating expenses incl. depreciation & amortization / total operating income (in %)	30.9	30.0	
Client assets under management (in CHF billion)	19.3	16.3	
Change in assets under management compared to 31.12. prior year (in %)	7.5	7.4	
Inflow of new client assets (in CHF billion)	0.4	-0.2	
Gross income / average client assets under management (Bp) ¹	80.5	81.5	
Divisional result / average client assets under management (Bp) ¹	52.2	56.8	
Cost/income ratio operating income (in %) ²	31.5	31.7	-0.6
Headcount (employees)	139	130	6.9
Headcount (expressed as full-time equivalents)	133.6	123.3	8.4

¹ Annualized, average values

² Operating expenses / gross income less other income

BANKING SERVICES

Structure and key aspects

The Banking Services division comprises the Business Excellence, Information Technology, Operations and Logistics & Security business units of all Group subsidiary companies.

As a modern service center, Banking Services renders on behalf of the VP Bank Group a classical array of support services relating to technological and infrastructural aspects, the backoffice area and security. Business Excellence supports VP Bank in process and quality management matters (EFQM).

The Banking Services division strives to render as many services as possible to the VP Bank Group on a centralized basis in order to achieve a concentration of relevant know-how and to exploit synergies. An entrepreneurial approach in terms of the use of corporate funds is accorded a high degree of significance and represents the basis for the competitiveness of the VP Bank Group in terms of cost-efficiency and thus enhanced profitability.

Through continual further development in the area of banking-related processes, the division pursues the goal of heightened customer satisfaction in response to our outstanding service quality, as well as a high level of satisfaction among employees in response to the enhanced transparency of those processes.

Review of activities

Already in the first half of 2006, various projects have been implemented to generate direct added value for customers of VP Bank:

- For the commencement of business activities in the Asian market, the necessary technical and infrastructural foundations were laid for the representative office in Hong Kong.
- The introduction of a system-supported mechanism for securities lending & borrowing, as well as the implementation of a new investment management module in our trading system that now handles the tactical and product-specific investment policies on a fully automated basis, enable us to provide an even more professional level of service to our clients.
- The new client account statement that has been issued since the beginning of the year is the first visible result of the "Customer Reporting" project.

As was the case in the previous year, Banking Services recorded lower income from its commission and services business. This reduction is attributable to third-party commissions that Operations charged internally to the other segments.

- The regulatory requirements associated with EU tax reporting were fulfilled in a timely manner and in compliance with the legislation.

Our efforts on the path toward "Excellence" are bearing fruit. 75 percent of VP Bank's workforce has gone through EFQM training. Process seminars and additional self-assessments brought to light specific strengths as well as areas in which there is potential for improvement, and corresponding measures have already been initiated. Planning for the next challenge – "Committed to Excellence" – is currently underway.

- A move toward uniform project management methodology and the certification of project heads is now being made with the launch of "Project Excellence",
- With the organization of IT service management in accordance with ITIL (IT Infrastructure Library), our Information Technology unit is no longer focused on technological aspects but instead on client-related services.

Results

Administrative costs incurred by Operations (money transfers, securities handling, core data administration, corporate actions and card services) and the IT-related costs of Information Technology that are directly attributable to other segments are charged to the Private Clients and Trust Banking divisions as well as the Corporate Center. Those internal offsets for services are credited as an expense reduction for the Banking Services division.

- As was the case in the previous year, Banking Services recorded lower income from its commission and services business. This reduction is attributable to third-party commissions that Operations charged internally to the other segments.
- The costs not recharged of the Banking Services division's burdened pre-tax income by CHF 13.5 million and reflected a CHF 4.5 million increase versus the comparable prior-year period. Mainly due to a reduction in the internal offset prices as compared to the previous period, which in turn also increa-

Segment results Banking Services

in 1,000 CHF	1.1.-30.06.2006	1.1.-30.06.2005	Variance in %
Total income from interest-differential business	23	8	187.5
Total income from commission business and services	-1,480	-1,209	-22.4
Income from trading activities	3	1	200.0
Other income	204	-5	n. a.
Total net operating income	-1,250	-1,205	-3.7
Personnel expenses	14,142	13,531	4.5
General and administrative expenses	4,290	3,782	13.4
Services to/from other business divisions	-9,548	-14,350	-33.5
Operating expenses	8,884	2,963	199.8
Gross income	-10,134	-4,168	-143.1
Depreciation and amortization	3,324	4,725	-29.7
Valuation allowances, provisions and losses	0	57	-100.0
Divisional income before income tax	-13,458	-8,950	-50.4
Additional information			
Headcount (employees)	236	236	0.0
Headcount (expressed as full-time equivalents)	217.1	215.8	0.6

ses the expense burden on Banking Services. Personnel expenses rose only slightly (CHF 0.6 million versus a CHF 0.5 million increase).

- Expressed in full-time equivalents, the division had a total of 217.1 individuals under its employ on June 30, 2006 (30.6.2005: 215.8 employees)

Outlook

Again in the second half, a resolute orientation toward the needs of internal and external customers in terms of developing solutions, along with efficient handling of daily business, will represent the key success factors for Banking Services.

- Enhancements to VP Bank's proprietary CRM (client relationship management) system for the professional management of client relations will be completed by year's end. A new client advisory tool will be introduced within the framework of the "Top for Clients" project, as will an upgrade of the automated, system-supported mechanism for the international fund business.

- As proof of its consistently top-quality services, the division will strive again this year for even further certifications: ISO 9001 for Logistics & Security; SQS 9004 for Operations; and ISO 20000 for Information Technology. Moreover, so-called verification audits will be conducted in the business units that have already been certified.
- Upon completion of counter hall renovations at the headquarters of VP Bank in Vaduz, the appearance of VP Bank will be modernized and tailored even more specifically to clients' needs.
- The Group Executive Board of VP Bank has set the goal of achieving a sustainable improvement through 2010 in the process quality of the entire enterprise. In so doing, VP Bank is striving to win the Swiss ESPRIX prize for quality. In keeping with VP Bank's strategy, combined with the continuing professional analysis of strengths and areas for potential improvement as well as the further development of means for measuring and steering business processes, the Banking Services division provides a firm foundation for the future evolution of the VP Bank Group.

CORPORATE CENTER

Structure

The central staff functions of the VP Bank Group are assimilated in the Corporate Center division. Two central staff functions report directly to the CEO: Corporate Communications and Group Marketing & Corporate Development. The CFO bears responsibility for Group Finance, Risk Management, Legal & Compliance and Human Resources Management.

Results

The business units of VP Bank are not charged for the costs incurred by the Corporate Center. Due to the commencement of operating activities of Risk Management on February 1, 2006, income from the management of the Bank's working capital and from asset and liability management is no longer allocated to the Trust Banking division but instead to the Corporate Center. Thanks to the very dynamic environment in the global securities markets, total net operating income for the Corporate Center rose by 60.3 percent to CHF 23.6 million (30.6.2005: CHF 14.7 million) primarily as the result of the interest differential business. Due to the 50-year anniversary of VP Bank and among other things the anniversary stock grants to employees of the Bank, operating expenses increased by 7.8 percent to CHF 18.9 million (30.6.2005: CHF 17.5 million). Compared to the prior-year period, the Corporate Center made a positive contribution of CHF 0.9 million to the VP Bank Group's overall pre-tax results (30.6.2005: a negative contribution of CHF 6.5 million). Expressed in full-time equivalents, the workforce at the Corporate Center increased from 82.7 to 88.5 individuals as at June 30, 2006.

Corporate Communications und Group Marketing & Corporate Development

Since 2003, VP Bank has conducted a positioning study on a triennial basis. Based on the findings, VP Bank determined already in 2003 that it is positioned as a private bank and is clearly differentiated from its competitors. This year's study revealed that the Bank's positioning could be altered to reflect the current business strategy. The success of the differentiation will be examined in the next positioning study in 2009. In early June, a new advertising campaign was launched with the goal of underpinning and further strengthening the position and differentiation of VP Bank.

In addition, as a key measure emanating from last year's customer satisfaction survey, a project aimed at improving customer feedback management was initiated and is now in the implementation phase.

Human Resources Management

The one-of-a-kind Learning Workshop model came into full operation on August 1, 2005. In two stages of study, our apprentices learn their handicraft and prepare for their final examinations and future profession in a hands-on manner. In June, the first 6 "graduates" successfully completed their vocational training with this unique model.

The Evaluation of Potential project was initiated in early 2006 within the framework of VP Bank's career development efforts. Members of the level-2 management cadre were trained to be co-assessors with the aim of conducting this in-house assessment of potential in conjunction with the HRM assessors. The related analyses, interviews, reports and feedback discussions with all level-3 cadre members were completed by July 2006. Starting in early 2007, the same assessment will be conducted for all level-4 cadre members.

Within the framework of the Organize-Achieve-Reward (OAR) project, the compensation models applied until now were scrutinized and revised. As of January 1, 2007, a new model will enter into force that places heavier weight on personal achievement and enables employees to participate to a greater extent in the Bank's success.

Group Finance

The first six months of 2006 saw the focus placed on the means of reporting to Group Executive Management. Segment reporting was expanded and internal quarterly reporting was given a more holistic orientation in an effort to provide a consolidated overview from an economic and risk-related standpoint.

In the spirit of implementing the new capital adequacy regulations (Basel II), a project group took up the assignment of translating the Basel II requirements into reality in a timely manner by 2008.

In the previous reporting period, the basic conditions for harmonizing the controlling standards for the entire VP Bank Group were put in place, with the aim of facilitating Group-wide risk controlling. Activities in the past semester have centered on the

Segment results Corporate Center

in 1,000 CHF	1.1.-30.06.2006	1.1.-30.06.2005	Variance in %
Total income from interest-differential business	18,488	10,021	84.5
Total income from commission business and services	341	229	48.9
Income from trading activities	51	43	18.6
Other income	4,686	4,412	6.2
Total net operating income	23,566	14,705	60.3
Personnel expenses	12,803	10,922	17.2
General and administrative expenses	11,166	8,954	24.7
Services to/from other business divisions	-5,065	-2,343	-116.2
Operating expenses	18,904	17,533	7.8
Gross income	4,662	-2,828	-264.8
Depreciation and amortization	3,601	3,674	-2.0
Valuation allowances, provisions and losses	145	21	590.5
Divisional income before income tax	916	-6,523	-114.0
Additional information			
Headcount (employees)	105	101	4.0
Headcount (expressed as full-time equivalents)	88.5	82.7	7.0

formulation and approval of an appropriately revised risk policy for the Group.

Risk Management

Since February 1, 2006, the Risk Management central staff function at VP Bank has been in charge of credit management, administration of limits with banks and brokers, asset & liability management, as well as the investment of working capital. As a competent advisor in risk-management issues, it lends support to front-office and staff units as well as the Group Executive Management of VP Bank. The phased built-up of the Asset & Liability Management (ALM) team assists the CFO in all matters associated with asset and liability management, planning and steering liquidity, and the investment of VP Bank's working capital. The Credit Management (CRM) team is operationally active and oversees the credit business of VP Bank. Scheduled for the second half of 2006 are projects related to the following key issues:

- revising the existing margin concept for securities and currencies;
- expanding the Credit and Credit Products directive to include the requisite guidelines for valuing mortgage-backed loans;
- creating industry-specific limits for the purpose of steering and monitoring the risk of commercial loans.

Legal & Compliance

In the 2005 financial year, VP Bank decided to implement a standardized package for the monitoring of business relationships in place of the previously applied self-developed software. This IT-based system has been in productive use since early January 2006.

Due to the continually increasing volume of data, the IT-based system for identifying business relationships with politically exposed persons (PEPs) will also undergo a technical overhaul. As a result, Compliance will remain capable of ensuring adequate risk monitoring of business relationships as prescribed by law.

INVESTMENT MANAGEMENT

Structure and strategy

Crucial to the success of Investment Management at the VP Bank Group is our systematic approach to investment. The responsible teams formulate the basic elements for investment decisions, determine the related strategies, and then implement those strategies accordingly.

The initial step in the investment process centers on forecasting and asset allocation – in other words, apportioning the available assets to various types of investment (asset classes such as shares, bonds, currencies, etc.). Afterwards, specific investments (securities/products) are selected, portfolio management activities are conducted, and the performance of those investments is continually monitored (investment controlling). This process is the basis for asset management, the handling of institutional mandates, as well as for fund management. It encompasses a broad spectrum of investment vehicles:

Real investments generate long-term returns that outpace inflation:

- Shares of companies in industrialized countries
- Shares of companies in Emerging Markets
- Financial interests in unlisted companies (private equity)
- Investments in commodities

Fixed income instruments are debt securities that generate a predetermined current yield:

- Money market investments
- Bonds with high debtor quality (Investment Grade)
- Bonds of companies with a lower level of creditworthiness (high yield)
- Emerging-Markets Bonds

Hybrid investments, i.e. vehicles that represent a mix between real and interest-bearing investments:

- Hedge funds
- Convertibles
- Other alternative investments (e.g. real estate)

Results

- VP Bank's outlook on the dollar was right on the money during the first half of 2006. Based on yield differentials, the general

economic cycle and America's current account deficit, a 50 percent hedge on US dollar-based positions was initiated in March of this year and closed out with a profit in June.

- VP Bank started out 2006 with a pronounced overweighting in equities, which in turn resulted in above-average returns during the first few months of the year. That overweighting was then reduced in late April, just prior to the significant market correction that commenced on May 9. In this regard, VP Bank had already acted in March to sharply reduce equity exposure to Japan and emerging countries. Although this meant that the final upswing in those markets was missed, the goal of achieving sustainable returns and protecting client assets was indeed met.
- Due to persistently rising consumer prices in the key economic regions during the first half, the trend in yields of long-term bonds was incorrectly assessed.

Products

Through the resolute implementation of this investment process, the investments made by VP Bank during the first half of 2006 on behalf of its portfolio management clients, institutional mandates and investment funds achieved an even better performance relative to the given benchmarks than was the case in the comparable prior-year period.

In collaboration with preferred partners, VP Bank's Investment Strategy department creates structured products of a defensive nature that afford a limited degree of capital protection.

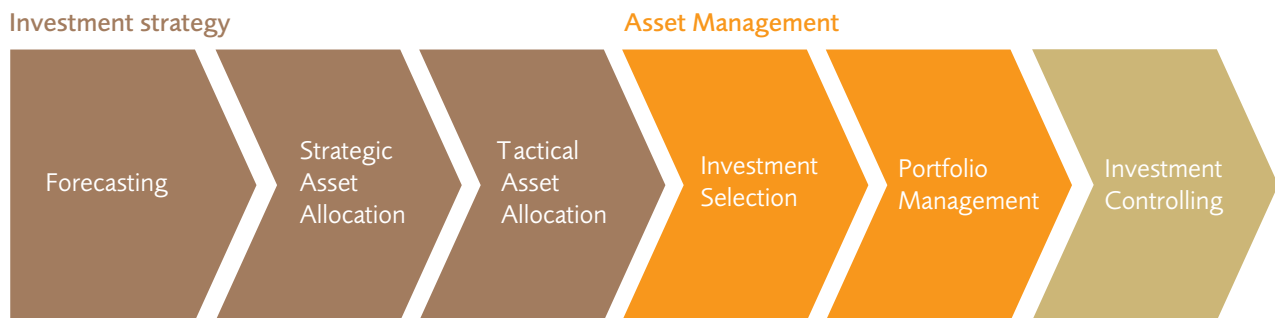
Service

VP Bank provides clients with in-depth information on the products and services it offers. This information is made available via the Website www.vpbank.com and various publications, as well as by means of individual presentations – and the range of related services is being expanded continually. Here are several examples:

- Introduction to asset classes:

In effort to help clients gain a better understanding of unusual forms of investment, VP Bank presents the individual asset classes in a series of self-produced publications. The reader is introduced to the subject in a concise and revealing manner. For example, "The Case for Commodities" first appeared in March

Investment Process



2006. This series of publications will be continued and the previous articles will be periodically examined and updated.

- **Projected valuation of individual investments (research):**
As a supplement to its own analyses, VP Bank enables clients to gain access to documentation generated by other financial services providers. This service encompasses more than 4,000 companies in 32 countries. In this field, we are collaborating with renowned third-party providers and thus can portray in detail a broad spectrum of the investment universe.
- **Recommendation brochure for specific investments:**
Since mid-2005, VP Bank has been publishing a monthly brochure entitled "Asset Management", which in the meantime has become successfully established. Through the collaboration of in-house teams of experts, we present clients with a clearly arranged overview of various investment opportunities. At present, the recommendations address bonds, convertibles, commodities and private equity investments. In the coming months, the spectrum will be broadened. Following a specific recommendation, the reader can track the performance of the given security in a totally transparent manner – and it goes without saying that price targets are indicated and regular updates made.

Outlook

The current financial year is being shaped by ongoing improvements in the investment process, information technology and reports to clients of VP Bank. Our investment experts are working on a further expansion of the Bank's investment universe and making it more accessible to clients via specific commentaries. By the end of 2006, our coverage will encompass 14 asset classes. Identifying and assessing financial market trends is the central task of Investment Management. Our latest performance figures for the first half of 2006 stood far above the industry average. It is our goal to maintain this edge and to extend it further in the second half.

THE VP BANK GROUP

Verwaltungs- und Privat-Bank Aktiengesellschaft is a bank domiciled in Liechtenstein and is subject to the Liechtenstein Financial Market Authority (FMA), Heiligkreuz 8, PO Box 684, LI-9490 Vaduz, www.fma-li.li.

Verwaltungs- und Privat-Bank Aktiengesellschaft

Aeulestrasse 6 - LI-9490 Vaduz - Liechtenstein

Tel +423 235 66 55 - Fax +423 235 65 00

info@vpbank.com - www.vpbank.com - MwSt.-Nr. 51.263 - ÖR-Nr. H. 44/73

VP Bank

(Schweiz) AG

Bleicherweg 50

CH-8002 Zürich

Schweiz

Tel +41 44 226 24 24

Fax +41 44 226 25 24

info.ch@vpbank.com

VP Bank

(Luxembourg) S.A.

Avenue de la Liberté 26

LU-1930 Luxembourg

Luxembourg

Tel +352 404 770-1

Fax +352 481 117

info.lu@vpbank.com

VP Bank and

Trust Company (BVI) Limited

3076 Sir Francis Drakes Highway

Road Town, Tortola

VG-British Virgin Islands

Tel +1 284 494 11 00

Fax +1 284 494 11 99

info.bvi@vpbank.com

VPB Finance S.A.

Avenue de la Liberté 26

LU-1930 Luxembourg

Luxembourg

Tel +352 404 777 383

Fax +352 404 777 389

info.lu@vpbank.com

VP Vermögensverwaltung

GmbH

Theatinerstrasse 12

DE-80333 München

Deutschland

Tel +49 89 21 11 38-0

Fax +49 89 21 11 38-99

info@vpvv.de, www.vpvv.de

VP Bank (Switzerland) Limited

Representative Office Moscow

World Trade Center

Entrance 7, 5th Floor, Office 511

12 Krasnopresnenskaya Emb.

RU-123610 Moscow

Russian Federation

Tel +7 495 967 00 95

Fax +7 495 967 00 98

info.ru@vpbank.com

Verwaltungs- und Privat-

Bank Aktiengesellschaft

Hong Kong Representative

Office

Suites 1002-1003

Two Exchange Square

8 Connaught Place

HK-Central Hong Kong

Tel +852 3628 99 00

Fax +852 3628 99 11

info@vpbank.com

IGT Intergestions Trust reg.

Aeulestrasse 6

LI-9490 Vaduz

Liechtenstein

Tel +423 233 11 51

Fax +423 233 22 24

igt@vpbank.com

IFOS Internationale Fonds

Service Aktiengesellschaft

Aeulestrasse 6

LI-9490 Vaduz

Liechtenstein

Tel +423 235 67 67

Fax +423 235 67 77

ifos@vpbank.com

Imprint

Media und Investor Relations
Verwaltungs- und Privat-Bank Aktiengesellschaft
Tanja Gartmann
Head Corporate Communications a.i.
Aeulestrasse 6
LI-9490 Vaduz
Tel +423 235 67 62
Fax +423 235 77 55
corporate.communications@vpbank.com

Design

Desgrippes Gobé Group, paris, www.dga.com

Realization

Tangram, Vaduz, www.tangram.li

Photos

Marc Wetli, Zürich
Tangram, Vaduz, www.tangram.li
Desgrippes Gobé Group, paris, www.dga.com

Printer

BVD Druck+Verlag AG, Schaan





