

S\$325,000,000 Perpetual Tier 1 Subordinated Bonds (ISIN XS1502435727) (the "2016 Tier 1 Bonds") by Julius Baer Group Ltd. (the "Issuer")

Notice to Holders of the 2016 Tier 1 Bonds that are individuals resident in Switzerland

The Issuer hereby gives notice that there is an error in the section "Classification and Coupon Split" in the Swiss tax disclosure on page 69 of the Offering Circular dated 18 October 2016 relating to the 2016 Tier 1 Bonds. The correct wording of the section, as confirmed by a tax ruling obtained from the Swiss tax authorities, should read as follows (changes underlined):

Classification and Coupon Split

The 2016 Tier 1 Bonds classify for Swiss individual income tax purposes as transparent structured financial products composed of a bond and one or more options or similar rights the yield-to-maturity of which predominantly derives from periodic interest payments and not from a one-time interest payment such as an original issue discount or a repayment premium (*Obligationen ohne überwiegende Einmalverzinsung; non-IUP*). In accordance with such classification, each semi-annual interest payment in respect of each 2016 Tier 1 Bond of SGD 250,000 is split into two components for Swiss tax purposes:

- (i) a non-taxable option premium amount (hereinafter for purposes of this section, the "**Embedded Premium Amount**") equivalent to SGD 2,312.50 (1.85 per cent. per annum, the "**Embedded Premium Rate**"); and
- (ii) a taxable interest amount (hereinafter for purposes of this section, the "**Embedded Interest Amount**") equivalent to:
 - SGD 4,875 (3.90 per cent. per annum) from (but excluding) the Issue Date until (but excluding) the First Call Date; and
 - SGD 250,000 times the prevailing 5-year Swap Offer Rate plus the Margin, minus (b) the Embedded Premium Rate, in respect of each Relevant Five-Year Period thereafter.

This notice is directed only to Holders that are individuals resident in Switzerland as this Swiss tax classification does not apply to any other Holders.

Questions in connection with this notice may be directed to:

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Julius Baer Group Ltd.