
Media Release

St.Gallen, May 23, 2019

In accordance with SIX Swiss Exchange's Directive on Ad hoc Publicity this media release is dispatched outside trading hours.

This text is a translation from the media release in German, which version shall be decisive.

Capital increase: 204,115 new shares acquired by existing shareholders

Of the maximum number of 420,240 new registered shares, 204,115 were acquired under the rights offering by existing shareholders.

The shareholders of St.Galler Kantonalbank AG exercised subscription rights for 204,115 new registered shares offered to them as part of the rights offering. This corresponds to a share of 49% of the maximum number of new registered shares. Roland Ledergerber, President of the Executive Board: «For an at market capital increase, this exercise rate is very high. We are very pleased by this sign of the trust of our shareholders.»

In addition to the new registered shares acquired under the rights offering, St.Galler Kantonalbank AG will place up to 216,125 additional registered shares with the public and with institutional investors. In the course of the free share placement, the subscription of new registered shares is still possible and welcome until 24 May 2019, 12:00 noon.

Due to the encouraging demand, all orders below CHF 420 risk to miss allocation.

The result of the share placement as well as the subscription or placement price will presumably be announced by St.Galler Kantonalbank on 27 May 2019 before the opening of trading.

Offering prospectus

The offering prospectus can be downloaded under the following link:

www.sgkb.ch/kapitalerhoehung

News of St.Galler Kantonalbank

The news of the St.Galler Kantonalbank can be found under this link:

www.sgkb.ch/en/about-us/news

Media Relations:

Jolanda Meyer
Head of Media Relations
071 231 32 18
jolanda.meyer@sgkb.ch

Investor Relations:

Adrian Kunz
Secretary General
071 231 32 04
adrian.kunz@sgkb.ch

The **St.Galler Kantonalbank AG (SGKB)**, founded in 1868, has been listed on the SIX Swiss Exchange since 2001. The Canton of St. Gallen is the majority shareholder, with currently 54.8% of the share capital. The St.Galler Kantonalbank offers a comprehensive range of financial services to its clients in its home market in the cantons of St. Gallen and Appenzell Ausserrhoden. While SGKB operates out of Zurich in the remaining parts of German-speaking Switzerland in private banking and corporate banking segments, it is actively engaged in the German market through its subsidiary SGKB Germany. SGKB meets its responsibilities for the economic, social and cultural development of the region as an employer, taxpayer and sponsorship partner. The parent company operates with a state guarantee and has an Aa1 credit rating from Moody's. Further information at: www.sgkb.ch/en

This document does not constitute an offer to sell or a solicitation to exchange, buy or subscribe for any securities in any jurisdiction, nor is it an offer prospectus within the meaning of Art. 652a of the Swiss Code of Obligations or a listing prospectus within the meaning of the listing rules of the SIX Swiss Exchange.

This document and the information contained herein are not for distribution in or into (directly or indirectly) the United States, Canada, Australia or Japan or any other jurisdiction in which the distribution or release would be unlawful.

This document does not constitute an offer to sell, or a solicitation of an offer to purchase, any securities in the United States. The securities of St.Galler Kantonalbank AG to which these materials relate have not been and will not be registered under the United States Securities Act of 1933, as amended (the «Securities Act»), and may not be offered or sold in the United States absent registration or an applicable exemption from, or in a transaction not subject to, the registration requirements of the Securities Act. There will not be a public offering of securities in the United States. This document does not constitute an offer of securities for sale in or into the United States, Canada, Australia or Japan.